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April 27, 2023

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## Notice of Revision to Full-Year Earnings Forecast

In light of recent business performance and other factors, COVER Corporation (hereinafter referred to as “Company”) announces as follows that it has decided to revise its earnings forecast for the fiscal year ended March 31, 2023 (from April 1, 2022, to March 31, 2023) which was disclosed in the “Notice of Financial Information of COVER Corporation Following the Listing on the Tokyo Stock Exchange Growth Market” dated March 27, 2023.

### 1. Revision of full-year earnings forecast (from April 1, 2022, to March 31, 2023)

	Sales	Operating income	Ordinary profit	Net income	Net income per share
Previously announced forecast (A)	million yen 18,056	million yen 2,169	million yen 2,136	million yen 1,427	yen 23.93
Revised forecast (B)	20,400	3,400	3,300	2,500	40.90
Change (B – A)	2,344	1,231	1,164	1,073	16.97
Rate of change (%)	12.9	56.7	54.4	75.1	70.9
(Reference) Results for the previous fiscal year (FYE March 2022)	13, 663	1, 855	1, 853	1, 244	20.87

### 2. Reason for the revision

The earnings forecast initially disclosed is prepared based on the revised budget as of October 2022, considering the Company’s performance up until September 2022. While the performance progress outperformed the earnings forecast at the time of disclosure, based on the possibility of an underperformance considering the previous fiscal year’s results and other factors, the Company had expected the results to be within a range that does not meet the revision standard.

On the other hand, amidst the continuously increasing awareness and popularity of VTuber and the Company’s IP through daily activities and various promotional measures, the performance progress for the single month in March substantially exceeded the budget as the latest measures taken were favorable and outperformed the demand projected in advance. The measures included sales of stream tickets at the “hololive SUPER EXPO 2023 Supported By Bushiroad” and “hololive 4th fes. Our Bright Parade Supported By Bushiroad”, both large-scale events held from March 18 to March 19, 2023, and sales of licensed merchandise in the Licensing/Collaborations service. As a result, compared with the full-year budget, sales are expected to increase by approximately 900 million yen in

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Concerts/Events service and 800 million yen in Licensing/Collaborations service. The overall sales are expected to increase by 2,344 million yen compared with the full-year budget, to 20,400 million yen.

Furthermore, the general profit level improved significantly, mainly due to the small additional costs associated with the sales increase in stream ticket sales, the effective cost reduction of large-scale events as a whole, and the fact that the licensing/tie-in service is a highly profitable service area. As a result, operating income is expected to increase by 1,231 million yen compared with the full-year budget, to 3,400 million yen, ordinary profit by 1,164 million yen to 3,300 million yen, and net income by 1,073 million yen to 2,500 million yen.

For the reasons above, the Company has decided to make an upward revision to the full-year earnings forecast since the individual items of sales, operating income, ordinary profit, net income, and net income per share are expected to exceed the previous earnings forecast significantly.

\*The above earnings forecast is calculated based on information available as of the announcement date of this material. Actual results may differ from the forecast stated due to various factors in the future.