



May 14, 2019

Name of Company Furukawa Electric Co., Ltd.
 Name of Representative Keiichi Kobayashi, President
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Notice of Differences between FY2018 Consolidated Results Forecast and Actual Results, and Dividends from Surplus (Increase in Dividend)

Differences have occurred between the consolidated results forecast announced on February 6, 2019 and the actual results announced today. The details of these differences are stated below.

Also, at the Board of Directors' meeting held on May 14, 2019, it was resolved to submit a proposal for a dividend from surplus as stated below with a record date of March 31, 2019 to the 197th Annual Meeting of Shareholders to be held on June 27, 2019.

1. Differences between the consolidated results forecast and the actual results

(1) Differences between the FY2018 consolidated results forecast and the actual results (April 1, 2018 through March 31, 2019)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of the Parent	Net Income per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A) (Announced on February 6, 2019)	980,000	40,000	38,000	20,000	283.74
Actual Results (B)	991,590	40,842	39,078	29,108	412.98
Increase or decrease (B-A)	11,590	842	1,078	9,108	-
Increase or decrease percentage (%)	1.2	2.1	2.8	45.5	-
(Reference) Previous period results (Fiscal year ended March 2018)	967,333	44,804	46,908	28,547	405.05

(2) Reason

Concerning the full-year consolidated results for the fiscal year ended March 2019, although the net sales, operating income and ordinary income were roughly unchanged from the forecast, the extraordinary loss was less than initially expected. In addition, after carefully considering the recoverability of the deferred tax assets based on the fiscal year ended March 2019 and future business trends, the tax expenses decreased due to recording greater than expected deferred tax assets, and as a result, net income attributable to owners of the parent company exceeded the previous forecast.

2 . Dividends from Surplus

(1) Particulars of Dividends

	Decided Amount	Most Recent Dividend Estimate (announced on May 9, 2018)	Dividend for the Last Fiscal Year (Fiscal Year ended March 2018)
Record Date	March 31, 2019	March 31, 2019	March 31, 2018
Dividend per Share	85 yen	80 yen	80 yen
Total Dividends	6,002 million yen	-	5,649 million yen
Effective Date	June 28, 2019	-	June 25, 2018
Dividend Source	Other Retained Earnings	-	Other Retained Earnings

(2) Reason

Furukawa Electric is aiming to manage the company with a focus on capital efficiency and has set forth a basic capital policy of balancing between providing shareholder returns and making strategic investments in future growth, fostering next generation new businesses and improving financial health. Based on this basic policy, under the medium-term management plan "Furukawa G Plan 2020", the company will give priority to allocating management resources to capital investments and research and development for creating new businesses and expanding profits in the key business segments (infrastructure/ automotive) that support the sustainable growth of the Group, and along with enhancing the earnings capability of the Group, continued efforts will be made to improve the company's financial health. Regarding shareholder returns, maintaining a stable dividend has been designated as one of the most important management matters.

Concerning the year-end dividend for the fiscal year ended in March 2019, based on the business performance in FY2018, with the aim of increasing the profits returned to shareholders, the dividend has been revised from JPY 80 per share by an increase of JPY 5 per share to JPY 85 per share.