



[Translation]

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To Whom It May Concern

Company Name Marubeni Corporation  
[\(https://www.marubeni.com/jp/\)](https://www.marubeni.com/jp/)  
 Representative Masumi Kakinoki  
 President & CEO, Member of the Board  
 (TSE Code:8002 Listed: Tokyo, Nagoya)  
 Contact Masato Tachibana  
 General Manager, Media Relations Sec.  
 (TEL +81-3-3282-4803)

Notice Regarding Revision of Consolidated Earnings Forecasts for the Fiscal Year Ending  
March 2020 and Impairment Losses

Marubeni Corporation (hereinafter, "the Company") hereby announces a revision of consolidated earnings forecasts for the fiscal year ending March 31, 2020 announced on February 5, 2020 due to one-time losses, including impairment losses, expected for the current fiscal year. These losses are a result of remeasuring of the value of assets held in each of the Company's businesses due to the deterioration of the global business environment, including a sharp drop in crude oil prices, following the worldwide coronavirus outbreak and other factors.

The impact of the deterioration of the business environment including the Company's one-time losses and the assumptions on which business value is calculated are currently under detailed examination, and discussions with the accounting auditors are also underway.

If the business outlook should change again and the need for something to be disclosed arises, the Company will make a prompt announcement.

1. Consolidated Earnings Forecasts

(1) Summary of Revised Earnings Forecasts

Consolidated earnings forecasts for the fiscal year ending March 31, 2020 (From April 1, 2019 to March 31, 2020)

	Profit attributable to owners of the parent	Basic earnings per share <sup>1</sup>
	(millions of yen)	(yen)
Initial Forecasts (A)	200,000	112.99

Revised Forecasts (B)	(190,000)	(111.74)
Change (B-A)	(390,000)	(224.73)
Rate of Change (%)	-	-
(For reference) Results for the previous year (fiscal year ended March 31, 2019)	230,891	130.74

1. "Basic earnings per share" are based on "Profit attributable to owners of the parent" excluding the amount not attributable to ordinary shareholders.

(2) Details of One-time Losses

As a result of remeasuring the value of assets held in each business, one-time losses the Company expects to incur are as below.

Details of one-time losses			Impact on profit attributable to owners of the parent (after tax)
Oil and Gas E&P	Impairment loss on oil and gas E&P in the US Gulf of Mexico		Approx. ¥(80.0) billion
	Impairment loss and reversal of deferred tax assets on oil and gas E&P in the UK North Sea		Approx. ¥(65.0)billion
Total of Oil and Gas E&P ①			Approx. ¥(145.0)billion
US Grain Business	Impairment loss on grain business in Gavilon		Approx. ¥(80.0)billion
	Impairment loss on grain export business in the US West Coast		Approx. ¥(20.0)billion
Total of US Grain Business ②			Approx. ¥(100.0)billion
Impairment loss on Chilean copper mining business ③			Approx. ¥(60.0)billion
Impairment losses on overseas power business and infrastructure related businesses ④			Approx. ¥(40.0)billion
Others ⑤			Approx. ¥(25.0)billion
Total of one-time losses ⑥=①+②+③+④+⑤			Approx. ¥(370.0)billion
Decrease in adjusted net profit due to deterioration of market prices, etc. ⑦			Approx. ¥(20.0)billion
Total ⑥+⑦			Approx. ¥(390.0)billion

(Note) The impact of the deterioration of the business environment including the Company's

one-time losses and the assumption on which business value is calculated are currently under detailed examination, and discussion with the accounting auditors are also underway. If the business outlook should change again and the need for something to be disclosed arises, the Company will make a prompt announcement.

## 2. Main items of Impairment Losses

### (1) Impairment Loss on Oil and Gas E&P

The Company operates oil and gas E&P business in the US Gulf of Mexico through the Company's 100% subsidiary, Marubeni Oil & Gas (USA) LLC, and does so in the UK North Sea through the 100% subsidiary, Marubeni North Sea Ltd.

As a result of reassessing the production and drilling plan along with future oil prices following the current sharp drop in oil prices, the Company expects an impairment loss of approx. ¥80.0 billion on the tangible fixed assets of the oil and gas E&P business in the US Gulf of Mexico.

The Company also operates an oil and gas E&P business in the UK North Sea. The Company expects a total loss of approx. ¥65.0 billion due to impairment loss on tangible fixed assets and reversal of deferred tax assets.

### (2) Impairment Loss on US Grain Business

The Company operates grain business in the US through the 100% subsidiary Gavilon Agriculture Investment, Inc. ("Gavilon").

It is expected to recover from adverse impacts caused by US-China trade friction and last year's unusual bad weather. However the global economy is becoming increasingly uncertain due to the worldwide coronavirus outbreak.

Under these circumstances, the Company has reviewed future business plans and expects an impairment loss of approx. ¥80.0 billion on goodwill and intangible fixed assets for Gavilon Grain Business, and approx. ¥20.0 billion on investment in a JV of a grain export business in the US West Coast.

## 3. Dividend Forecast

The Annual dividend forecast for the fiscal year ending March 31, 2020 is unchanged at ¥35 per share (set as the minimum, interim 17.50 yen: already paid, year-end 17.50yen) as announced on May 9, 2019.

### (Notes)

Any descriptions of future events, such as the above forecasts, are based upon available information and assumptions at the time of announcement, about uncertain factors which would influence future businesses. Actual results may vary.