

[Translation based on material released on Tokyo Stock Exchange by Sharp Corporation]

March 12, 2021

Company Name: Sharp Corporation
Representative: J.W. Tai
Chairman & Chief Executive Officer
(Code No. 6753)

**Notice on Submission of Consolidated Financial Results for the Third Quarter
Ended December 31, 2020 and Restatement of Past Consolidated Financial Releases Etc.**

Sharp Corporation (“the Company”) announces its submission of Consolidated Financial Results for the Third Quarter Ended December 31, 2020 together with restatement of past Consolidated Financial Releases etc. today, March 12, 2021.

1. Background and Reason for Restatement

The Company acknowledged improper accounting treatment occurred at its consolidated subsidiary, Kantatsu Co. Ltd. (“Kantatsu”) and established an investigation committee formed by members including lawyers and accountants to confirm the actual events. As a result, as announced in “Notice on Receipt of Investigation Report from Investigation Committee” today, March 12, 2021, the Company received the Investigation Report from the Investigation Committee.

Based on the above, the Company cancelled Kantatsu’s sales records that do not meet standards to be recorded and recorded losses on valuation of inventories and fixed assets, mainly in past consolidated financial results, and restates its past consolidated financial results together with other unfixed items.

2. Restated Past Annual Consolidated Financial Release and Quarterly Consolidated Financial Releases Announced Today, March 12, 2021

Annual Consolidated Financial Release

Financial release ended March 31, 2020 [Japanese Accounting Standards] (Consolidated)

Quarterly Consolidated Financial Release

Financial release ending March 31, 2021, First Fiscal Quarter [Japanese Accounting Standards] (Consolidated)

Financial release ending March 31, 2021, Second Fiscal Quarter [Japanese Accounting Standards] (Consolidated)

3. Impact to Consolidated Business Results due to Restatement

(1) Annual Consolidated Financial Releases

(Unit: million yen)

Term	Item	Before Restatement	After Restatement	Impact	Ratio
125th Annual Business Results Ended March 31, 2019	Net sales	2,400,072	2,394,767	(5,304)	(0.2%)
	Operating income	84,140	77,388	(6,751)	(8.0%)
	Recurring profit	69,011	62,849	(6,162)	(8.9%)
	Net income attributable to owners of parent	74,226	64,012	(10,214)	(13.8%)
	Total Assets	1,866,349	1,848,551	(17,797)	(1.0%)
	Net Assets	372,471	357,331	(15,140)	(4.1%)
126th Annual Business Results Ended March 31, 2020	Net sales	2,271,248	2,262,284	(8,963)	(0.4%)
	Operating income	52,773	51,464	(1,309)	(2.5%)
	Recurring profit	55,541	50,175	(5,365)	(9.7%)
	Net income attributable to owners of parent	20,958	13,726	(7,232)	(34.5%)
	Total Assets	1,832,349	1,811,907	(20,441)	(1.1%)
	Net Assets	295,138	270,959	(24,179)	(8.2%)

(2) Quarterly Securities Reports, Quarterly Consolidated Financial Releases

(Unit: million yen)

Term	Item	Before Restatement	After Restatement	Impact	Ratio
125th Business Results Ended March 31, 2019, Second Fiscal Quarter	Net sales	1,129,035	1,125,243	(3,792)	(0.3%)
	Operating income	47,002	42,029	(4,973)	(10.6%)
	Recurring profit	43,212	38,239	(4,973)	(11.5%)
	Net income attributable to owners of parent	40,930	36,266	(4,664)	(11.4%)
	Total Assets	1,878,179	1,874,287	(3,891)	(0.2%)
	Net Assets	431,702	427,909	(3,793)	(0.9%)
125th Business Results Ended March 31, 2019, Third Fiscal Quarter	Net sales	1,771,537	1,770,170	(1,367)	(0.1%)
	Operating income	68,247	66,390	(1,857)	(2.7%)
	Recurring profit	62,016	60,159	(1,857)	(3.0%)
	Net income attributable to owners of parent	63,079	61,931	(1,148)	(1.8%)
	Total Assets	1,962,699	1,962,968	269	0.0%
	Net Assets	444,673	444,547	(126)	(0.0%)
126th Business Results Ended	Net sales	514,992	514,634	(357)	(0.1%)
	Operating income	14,613	13,213	(1,400)	(9.6%)
	Recurring profit	13,938	11,980	(1,957)	(14.0%)

March 31, 2020, First Fiscal Quarter	Net income attributable to owners of parent	12,543	8,767	(3,776)	(30.1%)
	Total Assets	1,846,463	1,829,778	(16,684)	(0.9%)
	Net Assets	267,378	250,612	(16,766)	(6.3%)
126th Business Results Ended March 31, 2020, Second Fiscal Quarter	Net sales	1,120,665	1,117,101	(3,564)	(0.3%)
	Operating income	36,957	35,114	(1,842)	(5.0%)
	Recurring profit	33,107	29,425	(3,681)	(11.1%)
	Net income attributable to owners of parent	27,397	21,874	(5,523)	(20.2%)
	Total Assets	1,865,294	1,847,872	(17,421)	(0.9%)
	Net Assets	293,129	272,373	(20,756)	(7.1%)
126th Business Results Ended March 31, 2020, Third Fiscal Quarter	Net sales	1,755,574	1,750,437	(5,137)	(0.3%)
	Operating income	66,377	61,791	(4,586)	(6.9%)
	Recurring profit	64,119	59,777	(4,342)	(6.8%)
	Net income attributable to owners of parent	52,441	46,107	(6,333)	(12.1%)
	Total Assets	1,930,485	1,913,072	(17,413)	(0.9%)
	Net Assets	335,722	313,728	(21,993)	(6.6%)
127th Business Results Ending March 31, 2021, First Fiscal Quarter	Net sales	517,290	514,468	(2,821)	(0.5%)
	Operating income	9,083	9,858	775	8.5%
	Recurring profit	7,794	11,284	3,489	44.8%
	Net income attributable to owners of parent	7,950	8,196	246	3.1%
	Total Assets	1,837,991	1,823,247	(14,743)	(0.8%)
	Net Assets	297,930	276,509	(21,420)	(7.2%)
127th Business Results Ending March 31, 2021, Second Fiscal Quarter	Net sales	1,142,165	1,143,453	1,288	0.1%
	Operating income	27,599	29,645	2,046	7.4%
	Recurring profit	24,213	29,882	5,669	23.4%
	Net income attributable to owners of parent	22,519	23,765	1,245	5.5%
	Total Assets	1,844,796	1,831,173	(13,623)	(0.7%)
	Net Assets	309,246	289,471	(19,775)	(6.4%)

4. Impact to Annual Business Results due to Restatement

(Unit: million yen)

Term	Item	Before Restatement	After Restatement	Impact	Ratio
125th Annual Business Results Ended	Net sales	1,592,005	1,585,576	(6,429)	(0.4%)
	Operating income	49,376	45,870	(3,506)	(7.1%)
	Recurring profit	61,201	56,851	(4,349)	(7.1%)

March 31, 2019	Net income	66,018	47,309	(18,709)	(28.3%)
	Total Assets	1,450,749	1,439,993	(10,756)	(0.7%)
	Net Assets	319,979	301,269	(18,709)	(5.8%)
126th Annual Business Results Ended March 31, 2020	Net sales	1,348,738	1,352,996	4,258	0.3%
	Operating income	21,908	23,053	1,145	5.2%
	Recurring profit	39,716	38,388	(1,328)	(3.3%)
	Net income	31,350	29,090	(2,260)	(7.2%)
	Total Assets	1,506,260	1,494,654	(11,606)	(0.8%)
	Net Assets	221,112	197,823	(23,289)	(10.5%)

End