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On **February 12, 2020**, ArtSpark Holdings Inc. announced revisions to its consolidated full-year FY12/19 earnings forecasts.

Revision to FY12/19 full-year consolidated forecast

- ▷ Sales: JPY5.4bn (previously JPY5.2bn)
- ▷ Operating profit: JPY241mn (previously JPY256mn)
- ▷ Recurring profit: JPY230mn (previously JPY204mn)
- ▷ Net income*: JPY241mn (previously JPY70mn)

*Net income attributable to owners of the parent

Reason for revision

- ▷ The sales forecast was revised upward to JPY5.4bn as sales in the Creator Support business exceeded initial forecast.
- ▷ Operating profit was revised down to JPY241mn as the company completed the accounting treatment of goodwill, confirming a JPY205mn increase in goodwill from the Candera acquisition. Goodwill amortization accordingly increased by JPY31mn to JPY350mn.
- ▷ Recurring profit was revised up to JPY230mn as interest payments and forex losses were less than initially forecast.
- ▷ Net income attributable to owners of the parent was revised upward to JPY241mn as tax effects, explained below, were applied.

Regarding booking of income taxes–deferred

- ▷ With the completion of the accounting treatment of goodwill (noted above), the company reviewed the asset allocation pertaining to subject goodwill, and after applying the statutory tax rate to the difference that resulted, it posted in its consolidated financial statements JPY94mn as deferred tax liabilities and income taxes–deferred.
- ▷ Further, revaluation of tax effects for the overall group including overseas subsidiaries resulted in bottom-line increase of JPY76mn versus initial forecast.

This note is the most recent addition to the [full report](#).

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