

Consolidated Financial Results for the Three Months Ended March 31, 2021 (IFRS) (Q1 FY ending December 2021)

Company name: NIKKISO CO., LTD.
 Stock exchange listing: Tokyo Stock Exchange
 Stock code: 6376
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Scheduled date for filing of securities report: May 14, 2021
 Supplementary documents for quarterly results: Yes
 Financial results briefing: None

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended March 31, 2021 (January 1, 2021 - March 31, 2021)

(1) Consolidated Results of Operations

(Percentages show year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit for the year	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
Mar.31, 2021	38,257	4.9	2,728	115.1	3,352	237.3	2,296	198.5
Mar.31, 2020	36,481	(2.7)	1,268	(41.1)	993	(48.4)	769	(47.6)

	Profit for the year attributable to owners of the company		Total amount of comprehensive income		Basic earnings per share	Diluted earnings per share
	Million yen	%	Million yen	%	Yen	Yen
Three months ended						
Mar.31, 2021	2,226	203.6	7,633	—	31.25	31.22
Mar.31, 2020	733	(47.7)	(2,693)	—	10.30	10.28

(Reference) Profit and loss from investment accounted for using equity method: Financial period ended in December 2020 (384) million yen
 Financial period ended in December 2019 (262) million yen

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the company	Equity ratio
	Million yen	Million yen	Million yen	%
Three months ended				
Mar.31,2021	288,647	95,029	93,101	32.3
Year ended				
Dec.31,2020	272,894	88,179	86,322	31.6

2. Dividend Conditions

	Dividends				
	End of the first quarter	End of the second quarter	End of the third quarter	Term-end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2020	-	10.00	-	10.00	20.00
FY 2021	-				
FY 2021(Forecast)		10.00		10.00	20.00

Note) Revisions to dividend forecasts made during the quarter under review: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2021 (January 1, 2021 - December 31, 2021)

(Percentages show year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit for the year attributable to owners of the company		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
The second quarter (cumulative)	81,000	8.2	3,000	(27.9)	2,300	(40.5)	1,600	(43.8)	22.46
Annual	184,000	16.1	10,500	2.6	9,400	3.9	6,800	3.7	95.44

* Note

(1) Important changes in subsidiaries during the period
(change of specific subsidiaries in accordance with changes in the scope of consolidation)
Newly included: None, Excluded: None

(2) Application of particular accounts procedures to the preparation of consolidated financial statements

(i) Changes in accounting policies required by IFRSs:	None
(ii) Changes other than (i) in accounting methods:	None
(iii) Changes in accounting estimates:	None

(3) Number of ordinary shares issued

(i) Number of shares issued as of term-end (including treasury shares)	
As of March 31, 2021	74,286,464 shares
As of December 31, 2020	74,286,464 shares
(ii) Treasury shares as of term-end	
As of March 31, 2021	3,038,263 shares
As of December 31, 2020	3,038,263 shares
(iii) Average number of shares outstanding	
Three months ended March 31, 2021	71,248,188 shares
Three months ended March 31, 2020	71,218,726 shares

* Immediate report of financial results is out of the scope of audit.

* Disclaimer regarding forward-looking information including appropriate use of forecast financial results

The forecast statements shown in these materials are based on information currently available and certain assumptions that the Company regards as reasonable. Actual performance and other results may differ from these forecast figures due to various factors.

3. Consolidated Financial Statements
 (1) Consolidated Statement of Financial Position

(Unit: million yen)

	As of December 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and cash equivalents	28,570	34,600
Trade and other receivables	51,467	49,859
Other short-term financial assets	487	505
Inventories	40,300	42,987
Income tax refund receivable	421	397
Other current assets	3,314	5,145
Total current assets	124,562	133,495
Non-current assets		
Property, plant and equipment	48,480	51,853
Goodwill and Intangible assets	59,090	61,857
Right-of-use assets	15,471	16,242
Investments accounted for using the equity method	3,269	2,943
Long-term financial assets	17,763	17,832
Deferred tax assets	3,650	3,897
Other non-current assets	605	524
Total non-current assets	148,332	155,151
Total assets	272,894	288,647

(Unit: million yen)

	As of December 31, 2020	As of March 31, 2021
Liabilities and equity		
Liabilities		
Current liabilities		
Short-term borrowings	20,992	35,162
Trade and other payables	26,769	27,441
Lease liabilities	2,359	2,450
Other short-term financial liabilities	790	833
Income taxes payable	1,094	1,500
Provisions	1,263	1,463
Other current liabilities	14,063	14,914
Total current liabilities	67,333	83,766
Non-current liabilities		
Long-term borrowings	96,588	88,878
Lease liabilities	12,332	12,964
Other long-term financial liabilities	1,402	752
Net defined benefit liabilities	3,028	3,002
Provisions	265	278
Deferred tax liabilities	3,687	3,899
Other non-current liabilities	77	77
Total non-current liabilities	117,381	109,852
Total liabilities	184,715	193,618
Equity		
Share capital	6,544	6,544
Capital surplus	10,976	10,976
Treasury shares	(2,495)	(2,495)
Other components of equity	794	6,059
Retained earnings	70,501	72,016
Equity attributable to owners of the Company	86,322	93,101
Non-controlling interests	1,856	1,927
Total equity	88,179	95,029
Total liabilities and equity	272,894	288,647

(2) Consolidated Statement of Profit or Loss and Consolidated Statement of Other Comprehensive Income

(Consolidated Statement of Profit or Loss)

(Unit: million yen)

	FY 2020 (From January 1, 2020 to March 31, 2020)	FY 2021 (From January 1, 2021 to March 31, 2021)
Revenue	36,481	38,257
Cost of sales	(25,137)	(24,982)
Gross profit	11,343	13,274
Selling, general and administrative expense	(10,632)	(11,183)
Other income	615	657
Other expenses	(58)	(20)
Operating profit	1,268	2,728
Financial income	83	876
Financial costs	(359)	(260)
Share of profit (loss) of associates and joint ventures accounted for using the equity method	0	7
Profit before tax	993	3,352
Income tax expenses	(224)	(1,055)
Profit for the year	769	2,296
Profit for the year attributable to:		
Owners of the Company	733	2,226
Non-controlling interests	35	69
Profit for the year	769	2,296
Earnings per share		
Basic (Yen)	10.30	31.25
Diluted (Yen)	10.28	31.22

(Consolidated Statement of Other Comprehensive Income)

(Unit: million yen)

	FY 2020 (From January 1, 2020 to March 31, 2020)	FY 2021 (From January 1, 2021 to March 31, 2021)
Profit for the year	769	2,296
Other comprehensive income:		
Items that will not be reclassified subsequently to profit or loss		
Financial assets measured at fair value through other comprehensive income (loss)	(1,735)	43
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	3	(1)
Total	(1,732)	42
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	(1,514)	4,806
Gain (loss) on cash flow hedges	(90)	250
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	(125)	236
Total	(1,730)	5,294
Other comprehensive income (loss), net of tax	(3,463)	5,336
Total comprehensive income	(2,693)	7,633
Total comprehensive income attributable to:		
Owners of the Company	(2,596)	7,491
Non-controlling interests	(96)	141
Total comprehensive income	(2,693)	7,633