

## Consolidated Financial Results for the Three Months Ended March,31 2020 (IFRS) (Q1 FY ending December 2020)

Company name: NIKKISO CO., LTD.  
 Stock exchange listing: Tokyo Stock Exchange  
 Stock code: 6376  
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 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, 2020 (January 1, 2020 - March 31, 2020)

#### (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, 2020	36,481	(2.7)	1,268	(41.1)	993	(48.4)	769	(47.6)
Mar.31, 2019	37,480	8.7	2,154	149.4	1,927	—	1,468	—

  

	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	%
Three months ended Mar.31, 2020	733	(47.7)	(2,693)		10.30	10.28
Mar.31, 2019	1,402	—	1,461	—	19.70	19.67

#### (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, 2020	261,543	79,942	78,228	29.9
Financial period ended in December 2019	252,984	83,413	81,537	32.2

#### 2. Dividend Conditions

	Dividends				
	End of the first quarter	End of the second quarter	End of the third quarter	Term-end	Total
Financial period ended in December 2019	Yen	Yen	Yen	Yen	Yen
Financial period ending in December 2020	-	10.00	-	10.00	20.00
Financial period ending in December 2020 (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 Financial Period ending in December 2020 (January 1, 2020 - December 31, 2020)

(Percentages represent year-over-year change)

	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)	84,000	6.4	4,000	12.4	3,500	16.7	2,300	20.7	32.30
Annual	174,000	5.0	11,000	(11.8)	10,000	(12.1)	6,000	(11.9)	84.26

(Note) Revisions to consolidated financial forecasts made during the quarter under review: None

\* 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, 2020	74,286,464 shares
As of December 31, 2019	74,286,464 shares
(ii) Treasury shares as of term-end	
As of March 31, 2020	3,067,749 shares
As of December,31 2019	3,067,681 shares
(iii) Average number of shares outstanding	
Three months ended March 31, 2020	71,218,726 shares
Three months ended March 31, 2019	71,187,408 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)

	End of consolidated FY2019 (as of December 31, 2019)	End of the first three- month period of consolidated FY 2020 (as of March 31, 2020)
<b>Assets</b>		
Current assets		
Cash and cash equivalents	20,303	27,912
Trade and other receivables	53,256	49,194
Other short-term financial assets	468	483
Inventories	35,523	38,563
Income tax refund receivable	470	688
Other current assets	2,997	3,297
<b>Total current assets</b>	<b>113,020</b>	<b>120,139</b>
Non-current assets		
Property, plant and equipment	41,849	43,836
Goodwill and Intangible assets	61,105	61,263
Right-of-use assets	14,696	15,854
Investments accounted for using the equity method	2,947	3,375
Long-term financial assets	15,392	12,947
Deferred tax assets	3,315	3,505
Other non-current assets	657	620
<b>Total non-current assets</b>	<b>139,964</b>	<b>141,403</b>
<b>Total assets</b>	<b>252,984</b>	<b>261,543</b>

(Unit: million yen)

	End of consolidated FY2019 (as of December 31, 2019)	End of the first three- month period of consolidated FY 2020 (as of March 31, 2020)
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Short-term borrowings	21,680	22,131
Trade and other payables	28,231	26,446
Lease liabilities	2,550	2,590
Other short-term financial liabilities	820	855
Income taxes payable	869	922
Provisions	1,355	1,370
Other current liabilities	12,117	12,810
<b>Total current liabilities</b>	<b>67,625</b>	<b>67,127</b>
<b>Non-current liabilities</b>		
Long-term borrowings	83,050	95,199
Lease liabilities	11,830	12,964
Other long-term financial liabilities	949	1,075
Net defined benefit liabilities	3,315	3,293
Provisions	284	282
Deferred tax liabilities	2,399	1,542
Other non-current liabilities	115	115
<b>Total non-current liabilities</b>	<b>101,946</b>	<b>114,473</b>
<b>Total liabilities</b>	<b>169,571</b>	<b>181,600</b>
<b>Equity</b>		
Share capital	6,544	6,544
Capital surplus	11,001	11,001
Treasury shares	(2,519)	(2,519)
Other components of equity	1,447	(1,883)
Retained earnings	65,063	65,085
<b>Equity attributable to owners of the Company</b>	<b>81,537</b>	<b>78,228</b>
Non-controlling interests	1,875	1,714
<b>Total equity</b>	<b>83,413</b>	<b>79,942</b>
<b>Total liabilities and equity</b>	<b>252,984</b>	<b>261,543</b>

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

(Consolidated Statement of Profit or Loss)

(Unit: million yen)

	First three-month period of consolidated FY 2019 (From January 1, 2019 to March 31, 2019)	First three-month period of consolidated FY 2020 (From January 1, 2020 to March 31, 2020)
Revenue	37,480	36,481
Cost of sales	(24,630)	(25,137)
Gross profit	12,849	11,343
Selling, general and administrative expense	(10,843)	(10,632)
Other income	156	615
Other expenses	(7)	(58)
Operating profit	2,154	1,268
Financial income	39	83
Financial costs	(336)	(359)
Share of profit (loss) of associates and joint ventures accounted for using the equity method	70	0
Profit before tax	1,927	993
Income tax expenses	(459)	(224)
Profit for the year	1,468	769
Profit for the year attributable to:		
Owners of the Company	1,402	733
Non-controlling interests	65	35
Profit for the year	1,468	769
Earnings per share		
Basic (Yen)	19.70	10.30
Diluted (Yen)	19.67	10.28

## (Consolidated Statement of Other Comprehensive Income)

(Unit: million yen)

	First three-month period of consolidated FY 2019 (From January 1, 2019 to March 31, 2019)	First three-month period of consolidated FY 2020 (From January 1, 2020 to March 31, 2020)
Profit for the year	1,468	769
Other comprehensive income:		
Items that will not be reclassified subsequently to profit or loss		
Financial assets measured at fair value through other comprehensive income	68	(1,735)
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	(1)	3
Total	67	(1,732)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	(93)	(1,514)
Gain (loss) on cash flow hedges	(4)	(90)
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	23	(125)
Total	(74)	(1,730)
Other comprehensive income, net of tax	(7)	(3,463)
Total comprehensive income	1,461	(2,693)
Total comprehensive income attributable to:		
Owners of the Company	1,359	(2,596)
Non-controlling interests	101	(96)
Total comprehensive income	1,461	(2,693)