

Consolidated Financial Results **for the Three Months Ended June 30, 2020** **[Under Japanese GAAP]**

July 30, 2020

Company name: Dexerials Corporation Listing: Tokyo Stock Exchange
Security code: 4980 URL: <https://www.dexerials.jp/en>
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Quarterly Securities Report (*Shihanki Hokokusho*) filing date: August 7, 2020
Schedule date of dividend payment: -
Preparation of supplementary briefing material on quarterly financial results: Yes
Investors meeting presentation for quarterly financial results: Yes (For securities analysts and institutional investors)

(Note) Amounts less than one million yen have been omitted.

1. Consolidated financial results for the three months ended June 30, 2020 (from April 1, 2020 - June 30, 2020)

(1) Consolidated operating results (cumulative)

(Percentage indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2020	13,839	(5.9)	1,256	31.1	1,241	36.5	776	37.9
June 30, 2019	14,713	(0.3)	958	141.3	909	37.4	563	29.2

Note: Comprehensive income

For the three months ended June 30, 2020: ¥721 million [223.8%]

For the three months ended June 30, 2019: ¥222 million [-16.6%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2020	12.76	12.71
June 30, 2019	9.29	9.26

(2) Consolidated financial position

	Total assets	Net assets	Capital to asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2020	85,024	49,214	57.9	808.66
March 31, 2020	86,279	49,567	57.5	814.68

Reference: Capital (Shareholders' equity + Accumulated other comprehensive income)

As of June 30, 2020: ¥49,214 million

As of March 31, 2020: ¥49,567 million

2. Dividends

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2020	-	17.00	-	17.00	34.00
Ending March 31, 2021	-	-	-	-	-
Ending March 31, 2021 (forecast)	-	17.00	-	17.00	34.00

Note: Revisions to earnings forecast published most recently: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2021 (from April 1, 2020 - March 31, 2021)

(Percentage indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		2Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year	58,000	0.5	4,000	(13.4)	3,500	(20.3)	700	(74.4)	11.53

Note: Revisions to dividend forecast published most recently: None

The above forecast remains unchanged, including the assumptions used in the forecast.

For more information on the consolidated financial results for the three months ended June 30, 2020, please refer to the supplementary briefing material on quarterly financial results, Quarterly Securities Report for the first quarter (available in Japanese only) to be filed on August 7, 2020 and other materials, which you can find on our website at <https://www.dexerials.jp/ir/library/index.html>

[Notes]

- (1) Changes in significant subsidiaries during the current period (Changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of accounting methods used specifically for preparing the quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatements of prior period financial statements
 - (a) Changes in accounting policies due to the application of new or revised accounting standards: None
 - (b) Changes in accounting policies due to reasons other than above (a): None
 - (c) Changes in accounting estimates: None
 - (d) Restatements of prior period financial statements: None
- (4) Number of shares of common stock issued
 - (a) Number of shares issued (including treasury stock)

As of June 30, 2020:	63,983,800 shares
As of March 31, 2020:	63,973,800 shares
 - (b) Number of shares of treasury stock

As of June 30, 2020:	3,124,303 shares
As of March 31, 2020:	3,131,103 shares
 - (c) Average number of shares of common stock during the period

As of June 30, 2020:	60,847,425 shares
As of June 30, 2019:	60,607,848 shares

Notes: 1. As a result of the exercise of stock options during the three months ended June 30, 2020, the number of shares issued as of June 30, 2020 has increased by 10,000 shares.

2. As the Company has introduced an Employee Stock Ownership Plan ("J-ESOP") and a Board Benefit Trust (BBT), the number of shares of the Company held by the Trust (3,124,303 shares as of June 30, 2020 and 3,131,103 shares as of March 31, 2020) was included in the number of shares of treasury stock as of such dates. In addition, the number of shares of the Company held by the Trust (3,128,133 shares for the three months ended June 30, 2020; and 3,209,252 shares for the three months ended June 30, 2019) was included in the number of shares of treasury stock for such periods, which was to be deducted from the calculation of the average number of shares of common stock during the period.

* This financial results report is not subject to audit procedures to be performed by certified public accountants or an audit firm.

* [Proper use of earnings forecast, and other special notes]

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including earnings forecast contained in this document are based on information currently available to us and certain assumptions that we believe are reasonable. Accordingly, we can give no assurance that such statements will prove to be correct. Actual results may differ from the results anticipated in these forward-looking statements due to a variety of factors.