

Consolidated Financial Results for the Fiscal Year Ended June 30, 2020 [Japanese GAAP]



August 31, 2020

Company name: Nippon Koei Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 1954

URL: <https://www.n-koei.co.jp/english>

Representative: Ryuichi Arimoto, Representative Director and President

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Scheduled date of holding general shareholder's meeting: September 29, 2020

Scheduled date of commencing dividend payments: September 9, 2020

Scheduled date of filing securities report: September 30, 2020

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes (for institutional investors and securities analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended June 30, 2020 (July 1, 2019 to June 30, 2020)

(1) Consolidated Operating Results

(% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2020	112,604	3.7	5,372	5.1	5,384	(3.6)	3,315	(0.1)
June 30, 2019	108,589	2.4	5,110	(22.1)	5,584	(16.9)	3,318	(27.2)

(Note) Comprehensive income: Fiscal year ended June 30, 2020 : ¥2,855 million [111.6%]

Fiscal year ended June 30, 2019 : ¥1,349 million [(71.3)%]

	Net income per share	Diluted net income per share	Return on equity	Return on assets	Operating income on Net sales
Fiscal year ended	Yen	Yen	%	%	%
June 30, 2020	219.21	-	5.6	4.4	4.8
June 30, 2019	212.50	-	5.7	4.9	4.7

(Reference) Income(loss) from investment in affiliates (Equity method): Fiscal year ended June 30, 2020: ¥62 million

Fiscal year ended June 30, 2019: ¥(129) million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended	Million yen	Million yen	%	Yen
June 30, 2020	130,587	60,059	45.1	3,903.53
June 30, 2019	113,175	60,205	52.2	3,767.50

(Reference) Equity: Fiscal year ended June 30, 2020 : ¥58,834 million

Fiscal year ended June 30, 2019 : ¥59,090 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
June 30, 2020	2,821	(7,463)	6,937	14,771
June 30, 2019	3,109	(3,504)	(1,936)	12,633

2. Dividends

	Dividends per share					Total dividends paid (annual)	Payout ratio (consolidated)	Dividend on net assets ratio (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended June 30, 2019	-	-	-	75.00	75.00	1,193	35.3	2.0
Fiscal year ended June 30, 2020	-	-	-	75.00	75.00	1,138	34.2	1.9
Fiscal year ending June 30, 2021 (Forecast)	-	-	-	75.00	75.00		91.7	

(Note) "Total dividends paid (annual)" includes dividends on the Company's shares held by the Employee Share Ownership Plan (ESOP) trust.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2021 (July 1, 2020 to June 30, 2021)

(% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
【 Japanese GAAP 】	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	102,600	(8.9)	1,500	(72.1)	2,100	(61.0)	500	(84.9)	33.17

(% indicates changes from the previous fiscal year.)

	Revenue		Operating income		Income before tax		Income attributable to owners of parent		Basic earnings per share
【 IFRS 】	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	102,600	-	3,000	-	2,900	-	1,200	-	79.62

(Note) Given the growing repercussions of the novel coronavirus (COVID-19), this forecast was developed on the assumption that the repercussions will continue until the end of the fiscal year ending June 2021. Since the forecast may change significantly depending on when the COVID-19 is contained and other variables, the Company will disclose revised forecasts as soon as possible if any revisions become necessary based on its performance outlook.

(Note) The Company has decided to voluntarily apply International Financial Reporting Standards (IFRS) from the year-end of fiscal year ending June 30, 2021. Accordingly, in addition to the consolidated financial results forecast based on Japanese GAAP, the Company discloses financial estimates based on IFRS. The percentage change from the fiscal year ended June 30, 2020, for which the Japanese GAAP was applied, is not shown in the above table.

* Notes

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): None
New companies: None
Excluded companies: None
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (3) Total number of issued shares (common stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock)

Fiscal year ended June 30, 2020	: 15,933,058 shares
Fiscal year ended June 30, 2019	: 15,919,544 shares
 - 2) Total number of treasury stock at the end of the period

Fiscal year ended June 30, 2020	: 861,023 shares
Fiscal year ended June 30, 2019	: 235,268 shares
 - 3) Average number of shares during the period

Fiscal year ended June 30, 2020	: 15,124,770 shares
Fiscal year ended June 30, 2019	: 15,616,157 shares

(Reference) Nonconsolidated Financial Results**1. Nonconsolidated Financial Results for the Fiscal Year Ended June 30, 2020 (July 1, 2019 to June 30, 2020)****(1) Nonconsolidated Operating Results**

(% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2020	69,821	2.7	2,394	(11.7)	3,917	16.6	3,115	33.8
June 30, 2019	68,013	5.0	2,711	(22.1)	3,359	(16.2)	2,329	(20.3)

	Net income per share	Diluted net income per share
Fiscal year ended	Yen	Yen
June 30, 2020	205.99	-
June 30, 2019	149.16	-

(2) Nonconsolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended	Million yen	Million yen	%	Yen
June 30, 2020	106,611	54,033	50.7	3,585.00
June 30, 2019	95,339	53,866	56.5	3,434.43

(Reference) Equity: Fiscal year ended June 30, 2020: ¥54,033 million

Fiscal year ended June 30, 2019: ¥53,866 million

2. Nonconsolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2021 (July 1, 2020 to June 30, 2021)

(% indicates changes from the previous fiscal year.)

	Net sales		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	63,900	(8.5)	2,100	(46.4)	1,400	(55.1)	92.89

(Note) Given the growing repercussions of the novel coronavirus (COVID-19), this forecast was developed on the assumption that the repercussions will continue until the end of the fiscal year ending June 2021. Since the forecast may change significantly depending on when the COVID-19 is contained and other variables, the Company will disclose revised forecasts as soon as possible if any revisions become necessary based on its performance outlook.

* These consolidated financial results are not subject to audit procedures by certified public accountants or audit firm.

* Explanation of the proper use of financial results forecast and other notes:

1. The earnings forecasts and other forward-looking statements disclosed herein are based on information available to the Company as of the date of publication of this document and certain assumptions deemed reasonable. Actual results, etc. may differ significantly due to a wide range of factors.
2. The Company is scheduled to hold a financial results briefing session for investors and analysts on September 1, 2020. The financial briefing materials to be distributed at this briefing session will be subsequently posted on the Company's website.