



## Summary of Business Results for the Second Quarter Ended September 30, 2020 [Japan GAAP] (Consolidated)

November 10, 2020

Company name: DIGITAL HEARTS HOLDINGS Co., Ltd.	Listed on the TSE
Stock code: 3676	URL: <a href="https://www.digitalhearts-hd.com/">https://www.digitalhearts-hd.com/</a>
Representative: Genichi Tamatsuka, President and CEO	
Contact: Toshiya Tsukushi, Director and CFO	TEL: +81-3-3373-0081
Scheduled date of submission of financial reports	: November 11, 2020
Scheduled commencement of dividend payment	: December 4, 2020
Preparation of supplementary material for quarterly financial results	: Yes
Holding of quarterly financial results meeting	: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen.)

### 1. Consolidated results for the second quarter ended September 30, 2020 (April 1, 2020 - September 30, 2020)

(1) Consolidated business results (Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Six Months Ended	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
September 30, 2020	10,531	3.0	527	1.8	570	11.1	355	28.1
September 30, 2019	10,222	9.5	518	-33.3	513	-32.0	277	-45.4

(Reference) Comprehensive income: Six months ended September 30, 2020: 323 million yen (22.1%)  
Six months ended September 30, 2019: 264 million yen (-72.7%)

	Net income per share	Diluted net income per share
Six Months Ended	(yen)	(yen)
September 30, 2020	16.50	—
September 30, 2019	12.68	12.44

(Note) Diluted net income per share for the second quarter ended September 30, 2020 is not included because there are no potential shares with an effect.

### (2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	(Millions of yen)	(Millions of yen)	(%)
As of September 30, 2020	10,459	5,670	49.7
As of March 31, 2020	10,637	5,438	46.3

(Reference) Shareholders' equity: 5,193 million yen (As of September 30, 2020) 4,922 million yen (As of March 31, 2020)

### 2. Dividends

	Annual dividends				
	Q1	Q2	Q3	Year End	Total
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Fiscal year ended March 31, 2020	—	7.00	—	7.00	14.00
Fiscal year ending March 31, 2021	—	7.00	—	—	—
Fiscal year ending March 31, 2021 (Forecasts)	—	—	—	7.00	14.00

(Note) Changes from the latest released dividend forecasts: None

### 3. Consolidated earnings forecasts for the fiscal year ending March 2021 (April 1, 2020 - March 31, 2021)

(Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
Full fiscal year	23,080	9.2	1,600	14.8	1,600	16.6	1,100	38.9	51.09

(Note) Changes from the latest released earnings forecasts: None

\* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Application of specified accounting treatment used in preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting estimates and restatement

(a) Changes in accounting policies associated with revision of accounting standards :None

(b) Changes in accounting policies other than (a) above :None

(c) Changes in accounting estimates :None

(d) Restatement :None

(4) Shares outstanding (common stock)

(a) Number of issued shares (including treasury stock)	As of September 30, 2020	23,890,800 shares	As of March 31, 2020	23,890,800 shares
(b) Number of treasury stock	As of September 30, 2020	2,277,344 shares	As of March 31, 2020	2,360,727 shares
(c) Average number of shares during the period	Six months ended September 30, 2020	21,552,756 shares	Six months ended September 30, 2019	21,902,346 shares

\* The certified public accountant or the audit procedures are not applicable to this Quarterly Financial Report.

\* Explanation for proper use of the earnings forecasts and other special notes

- Any forward-looking statements included in this report such as earnings forecasts are based on the information available to the Company at this time and certain assumptions considered reasonable; and accordingly, actual results may differ significantly from the forecasts due to various factors.
- A financial results meeting for the second quarter for institutional investors and analysts is scheduled to be held on November 11, 2020. Materials for this meeting will be posted on TD net and the Company's website.