

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

January 28, 2021

Company name: TOMEN DEVICES CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 2737 URL <https://www.tomendevices.co.jp>
 Representative: President Ichiro Tsumaki
 Inquiries: General manager, Accounting Department Hideki Hara TEL 03-3536-9150
 Scheduled date to file Quarterly Securities Report: February 12, 2021
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate 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	%
Nine months ended December 31, 2020	225,410	15.9	3,381	(8.4)	3,567	0.1	2,641	(1.4)
Nine months ended December 31, 2019	194,546	30.6	3,692	29.3	3,565	72.5	2,678	86.2

Note: Comprehensive income Nine months ended December 31, 2020 ¥2,320 million [(11.5)%]
 Nine months ended December 31, 2019 ¥2,621 million [77.1%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2020	388.40	328.25
Nine months ended December 31, 2019	393.80	326.94

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2020	103,142	33,326	32.0	4,853.27
As of March 31, 2020	92,510	31,917	34.2	4,653.66

Reference: Equity As of December 31, 2020 ¥33,008 million
 As of March 31, 2020 ¥31,651 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	0.00	–	150.00	150.00
Year ending March 31, 2021	–	0.00	–	–	–
Year ending March 31, 2021 (Forecast)	–	–	–	160.00	160.00

Note: Revisions to the cash dividend forecasts most recently announced: Yes

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

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	290,000	11.4	4,100	(9.4)	4,300	(1.7)	3,200	(5.4)	470.50

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2020	6,802,000 shares	As of March 31, 2020	6,802,000 shares
-------------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of December 31, 2020	774 shares	As of March 31, 2020	666 shares
-------------------------	------------	----------------------	------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2020	6,801,277 shares	Nine months ended December 31, 2019	6,801,378 shares
-------------------------------------	------------------	-------------------------------------	------------------

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

(Caution regarding forward-looking statements and others)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	6,594	3,304
Notes and accounts receivable - trade	50,567	56,867
Electronically recorded monetary claims - operating	3,765	2,861
Merchandise	22,941	34,011
Advance payments - trade	3,012	2,017
Deposits paid	3,309	1,647
Other	912	1,022
Total current assets	91,104	101,732
Non-current assets		
Property, plant and equipment	72	78
Intangible assets	199	160
Investments and other assets	1,133	1,171
Total non-current assets	1,406	1,410
Total assets	92,510	103,142
Liabilities		
Current liabilities		
Accounts payable - trade	37,059	36,775
Short-term borrowings	—	8,449
Income taxes payable	509	954
Advances received	9,246	9,777
Provision for bonuses	187	75
Accounts payable - other	12,028	13,175
Other	1,092	114
Total current liabilities	60,123	69,321
Non-current liabilities		
Retirement benefit liability	429	454
Deferred tax liabilities	0	0
Other	38	39
Total non-current liabilities	469	494
Total liabilities	60,593	69,816
Net assets		
Shareholders' equity		
Share capital	2,054	2,054
Capital surplus	1,984	1,984
Retained earnings	27,169	28,899
Treasury shares	(1)	(1)
Total shareholders' equity	31,205	32,936
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	136	190
Deferred gains or losses on hedges	(21)	24
Foreign currency translation adjustment	330	(143)
Total accumulated other comprehensive income	445	71
Non-controlling interests	266	318
Total net assets	31,917	33,326
Total liabilities and net assets	92,510	103,142

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net sales	194,546	225,410
Cost of sales	188,848	220,059
Gross profit	5,698	5,350
Selling, general and administrative expenses	2,006	1,969
Operating profit	3,692	3,381
Non-operating income		
Interest income	167	7
Dividend income	16	17
Foreign exchange gains	—	137
Share of profit of entities accounted for using equity method	36	12
Other	20	38
Total non-operating income	240	214
Non-operating expenses		
Interest expenses	53	9
Loss on transfer of receivables	13	1
Foreign exchange losses	280	—
Other	21	16
Total non-operating expenses	368	28
Ordinary profit	3,565	3,567
Profit before income taxes	3,565	3,567
Income taxes	820	866
Profit	2,744	2,700
Profit attributable to non-controlling interests	65	59
Profit attributable to owners of parent	2,678	2,641

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	2,744	2,700
Other comprehensive income		
Valuation difference on available-for-sale securities	(54)	54
Deferred gains or losses on hedges	(7)	46
Foreign currency translation adjustment	(60)	(481)
Total other comprehensive income	(122)	(380)
Comprehensive income	2,621	2,320
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,557	2,274
Comprehensive income attributable to non-controlling interests	63	45