

# Translation

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

February 1, 2021

Company name: Eagle Industry Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 6486 URL <https://www.ekkeagle.com/jp/>  
 Representative: Representative Director, President Tetsuji Tsuru  
 Senior Operating Officer, Division Manager Sumio Ikeda  
 Corporate Finance & Accounting Division TEL 03-3438-2291  
 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	94,410	(12.2)	3,286	(17.6)	4,639	(5.4)	2,034	(12.0)
Nine months ended December 31, 2019	107,538	(5.0)	3,990	(48.6)	4,907	(46.1)	2,311	(54.8)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2020	41.44	–
Nine months ended December 31, 2019	47.09	–

#### (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	170,177	85,097	45.6	1,579.46
As of March 31, 2020	166,800	82,019	44.9	1,524.62

### 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	–	25.00	–	25.00	50.00
Year ending March 31, 2021	–	25.00	–		
Year ending March 31, 2021 (Forecast)				25.00	50.00

### 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	128,300	(9.7)	4,300	(25.5)	6,200	(8.4)	3,000	3.2	61.12

#### 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: Yes
- 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	49,757,821 shares	As of March 31, 2020	49,757,821 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	673,943 shares	As of March 31, 2020	673,253 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2020	49,084,355 shares	Nine months ended December 31, 2019	49,085,196 shares
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## 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	21,438	26,508
Notes and accounts receivable - trade	27,152	—
Trade receivables and contract assets	—	27,406
Electronically recorded monetary claims - operating	3,092	3,578
Merchandise and finished goods	7,075	6,913
Work in process	5,794	6,448
Raw materials and supplies	9,699	9,277
Other	6,419	5,457
Allowance for doubtful accounts	(103)	(273)
Total current assets	80,567	85,316
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,666	23,294
Machinery, equipment and vehicles, net	24,755	24,091
Other, net	13,512	13,450
Total property, plant and equipment	61,934	60,835
Intangible assets		
Goodwill	2,167	1,807
Other	2,467	1,990
Total intangible assets	4,635	3,797
Investments and other assets		
Investment securities	11,365	12,186
Other	8,405	8,153
Allowance for doubtful accounts	(108)	(112)
Total investments and other assets	19,663	20,227
Total non-current assets	86,232	84,860
Total assets	166,800	170,177

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Accounts payable - trade	7,503	6,940
Electronically recorded obligations - operating	3,031	2,572
Short-term borrowings	14,442	18,706
Income taxes payable	1,207	972
Provision for bonuses	2,603	2,064
Other provisions	1,025	699
Other	11,395	11,915
Total current liabilities	41,208	43,871
Non-current liabilities		
Long-term borrowings	22,690	20,527
Provisions	307	316
Retirement benefit liability	18,890	18,850
Other	1,684	1,514
Total non-current liabilities	43,572	41,208
Total liabilities	84,780	85,079
Net assets		
Shareholders' equity		
Share capital	10,490	10,490
Capital surplus	11,310	11,310
Retained earnings	66,745	66,248
Treasury shares	(225)	(226)
Total shareholders' equity	88,320	87,823
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	292	348
Foreign currency translation adjustment	(8,095)	(5,376)
Remeasurements of defined benefit plans	(5,682)	(5,268)
Total accumulated other comprehensive income	(13,485)	(10,297)
Non-controlling interests	7,184	7,571
Total net assets	82,019	85,097
Total liabilities and net assets	166,800	170,177

**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	107,538	94,410
Cost of sales	84,409	73,698
Gross profit	23,128	20,712
Selling, general and administrative expenses	19,138	17,425
Operating profit	3,990	3,286
Non-operating income		
Interest income	198	183
Dividend income	21	17
Share of profit of entities accounted for using equity method	1,071	1,173
Other	513	747
Total non-operating income	1,804	2,121
Non-operating expenses		
Interest expenses	304	306
Foreign exchange losses	312	39
Donations	6	1
Loss on mothballing of operation	—	258
Other	264	162
Total non-operating expenses	888	769
Ordinary profit	4,907	4,639
Extraordinary income		
Gain on sales of non-current assets	22	2
Total extraordinary income	22	2
Extraordinary losses		
Loss on sales of non-current assets	42	5
Loss on retirement of non-current assets	127	42
Total extraordinary losses	169	47
Profit before income taxes	4,759	4,594
Income taxes	1,638	1,559
Profit	3,121	3,035
Profit attributable to non-controlling interests	810	1,001
Profit attributable to owners of parent	2,311	2,034

# Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	3,121	3,035
Other comprehensive income		
Valuation difference on available-for-sale securities	(8)	55
Foreign currency translation adjustment	(838)	2,240
Remeasurements of defined benefit plans, net of tax	436	502
Share of other comprehensive income of entities accounted for using equity method	(1,199)	338
Total other comprehensive income	(1,611)	3,137
Comprehensive income	1,510	6,173
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	863	5,222
Comprehensive income attributable to non-controlling interests	646	951