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February 9, 2021

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

Company name: **Iida Group Holdings Co., Ltd.**
 Listing: Tokyo Stock Exchange (First Section)
 Stock code: 3291
 URL: <https://www.ighd.co.jp/>
 Representative: Yoichi Nishikawa, President and Representative Director
 For Inquiry: Hiroshi Nishino, Senior Board Director
 Tel: +81-422-38-8828

Scheduled date to file quarterly securities report: February 9, 2021

Scheduled date to commence dividend payments: -

Preparation of supplementary material on quarterly financial results: Yes

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)

| | Revenue | | Operating profit | | Profit before income taxes | | Net profit | | Profit attributable to owners of the parent company | | Total comprehensive income | |
|-------------------|-----------------|------|------------------|-------|----------------------------|-------|-----------------|--------|---|--------|----------------------------|--------|
| Nine months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| December 31, 2020 | 1,101,832 | 13.7 | 86,758 | 32.9 | 84,861 | 34.5 | 57,828 | 34.0 | 57,471 | 34.1 | 57,713 | 43.5 |
| December 31, 2019 | 969,076 | 2.3 | 65,261 | (9.5) | 63,108 | (9.8) | 43,161 | (10.1) | 42,870 | (10.7) | 40,223 | (17.0) |

| | Basic earnings per share | Diluted earnings per share |
|-------------------|--------------------------|----------------------------|
| Nine months ended | Yen | Yen |
| December 31, 2020 | 199.29 | — |
| December 31, 2019 | 148.66 | — |

Note: “Basic earnings per share” is calculated based on “Profit attributable to owners of the parent company.”

(2) Consolidated financial position

| | Total assets | Total equity | Equity attributable to owners of the parent company | Ratio of equity attributable to owners of the parent company to total assets |
|-------------------|-----------------|-----------------|---|--|
| As of | Millions of yen | Millions of yen | Millions of yen | % |
| December 31, 2020 | 1,428,347 | 834,245 | 832,385 | 58.3 |
| March 31, 2020 | 1,536,537 | 794,639 | 793,068 | 51.6 |

2. Cash dividends

| | Annual dividends per share | | | | |
|---------------------------------------|----------------------------|-------|-----|-------|-------|
| | Q1 | Q2 | Q3 | Q4 | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2020 | — | 31.00 | — | 31.00 | 62.00 |
| Year ending March 31, 2021 | — | 31.00 | — | | |
| Year ending March 31, 2021 (Forecast) | | | | 31.00 | 62.00 |

Note: Revisions to the forecasts of cash dividends most recently announced: No

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

(Percentages indicate year-on-year changes)

| | Revenue | | Operating profit | | Profit before income taxes | | Net profit | | Profit attributable to owners of the parent company | | Basic earnings per share |
|-----------|-----------------|-------|------------------|-----|----------------------------|-----|-----------------|-----|---|-----|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | yen |
| Full year | 1,380,000 | (1.6) | 90,000 | 7.8 | 86,000 | 9.2 | 58,000 | 7.2 | 58,000 | 7.9 | 201.12 |

Note: Revisions to the consolidated financial results forecast most recently announced: No

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies and changes in accounting estimates

- | | |
|---|-----|
| a. Changes in accounting policies required by IFRSs: | Yes |
| b. Changes in accounting policies other than the above: | No |
| c. Changes in accounting estimates: | No |

(3) Number of issued shares (common stock)

| | | | | |
|---|-------------------------------------|--------------------|-------------------------------------|--------------------|
| Total number of issued shares at the end of the period (including treasury stock) | As of December 31, 2020 | 294,431,639 shares | As of March 31, 2020 | 294,431,639 shares |
| Number of treasury stock at the end of the period | As of December 31, 2020 | 6,051,677 shares | As of March 31, 2020 | 6,050,899 shares |
| Average number of shares during the period (Cumulative from the beginning of the fiscal year) | Nine months ended December 31, 2020 | 288,380,456 shares | Nine months ended December 31, 2019 | 288,381,297 shares |

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

* Explanation of appropriate use of financial results forecast and other remarks

(Cautionary note on forward-looking statement)

Financial results forecast and other forward-looking statements contained in this report are based on information available to the Company and certain assumptions judged to be reasonable on the date of this report's announcement, and they do not constitute the Company's intention to promise the accomplishment of the forecasts. In addition, actual results may differ significantly from the forecast due to various factors.

(How to obtain supplementary material on quarterly financial results)

Supplementary material on quarterly financial results for the Nine months ended December 31, 2020 is planned to be available on our website on February 9, 2021.

Condensed Quarterly Consolidated Financial Statements
Condensed Quarterly Consolidated Statement of Financial Position

(Unit: Millions of yen)

| | As of March 31, 2020 | As of December 31, 2020 |
|---|----------------------|-------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposit | 387,003 | 496,807 |
| Trade and other receivables | 6,887 | 5,344 |
| Contract assets | 4,183 | 7,054 |
| Inventories | 709,240 | 497,201 |
| Operating loans and operating accounts receivable | 38,606 | 33,181 |
| Income taxes receivable | 8,613 | 135 |
| Other financial assets | 3,841 | 3,236 |
| Other current assets | 12,159 | 9,266 |
| Total current assets | 1,170,535 | 1,052,229 |
| Non-current assets | | |
| Property, plant and equipment | 102,258 | 108,534 |
| Right-of-use assets | 16,887 | 16,516 |
| Goodwill | 199,776 | 199,776 |
| Intangible assets | 1,750 | 1,844 |
| Other financial assets | 33,003 | 38,568 |
| Deferred tax assets | 11,964 | 10,556 |
| Other non-current assets | 361 | 320 |
| Total non-current assets | 366,001 | 376,117 |
| Total assets | 1,536,537 | 1,428,347 |

(Unit: Millions of yen)

| | As of March 31, 2020 | As of December 31, 2020 |
|---|----------------------|-------------------------|
| Liabilities and equity | | |
| Liabilities | | |
| Current liabilities | | |
| Bonds and borrowings | 321,592 | 210,415 |
| Lease liabilities | 4,574 | 5,102 |
| Trade and other payables | 138,055 | 105,633 |
| Other financial liabilities | 10,101 | 5,386 |
| Income taxes payable | 13,023 | 15,021 |
| Contract liabilities | 5,533 | 6,404 |
| Other current liabilities | 16,753 | 15,067 |
| Total current liabilities | 509,635 | 363,031 |
| Non-current liabilities | | |
| Bonds and borrowings | 202,438 | 200,546 |
| Lease liabilities | 13,589 | 12,535 |
| Other financial liabilities | 1,309 | 1,747 |
| Retirement benefit liability | 9,489 | 10,144 |
| Provisions | 4,608 | 5,180 |
| Deferred tax liabilities | 569 | 466 |
| Other non-current liabilities | 257 | 448 |
| Total non-current liabilities | 232,262 | 231,070 |
| Total liabilities | 741,897 | 594,101 |
| Equity | | |
| Capital stock | 10,000 | 10,000 |
| Capital surplus | 418,941 | 418,161 |
| Retained earnings | 379,073 | 419,287 |
| Treasury stock | (13,203) | (13,205) |
| Other components of equity | (1,743) | (1,858) |
| Equity attributable to owners of the parent company | 793,068 | 832,385 |
| Non-controlling interests | 1,571 | 1,860 |
| Total equity | 794,639 | 834,245 |
| Total liabilities and equity | 1,536,537 | 1,428,347 |

Condensed Quarterly Consolidated Statement of Profit or Loss (Cumulative) and Condensed Quarterly Consolidated Statements of Comprehensive Income (Cumulative)

Condensed Quarterly Consolidated Statement of Profit or Loss (Cumulative)

| | (Unit: Millions of yen) | |
|--|--|--|
| | Nine Months Ended December 31, 2019 | Nine Months Ended December 31, 2020 |
| Revenue | 969,076 | 1,101,832 |
| Cost of sales | (814,078) | (921,665) |
| Gross profit | 154,997 | 180,167 |
| Selling, general and administrative expenses | (90,400) | (94,090) |
| Other income | 1,103 | 1,278 |
| Other expenses | (439) | (597) |
| Operating income | 65,261 | 86,758 |
| Financial income | 514 | 1,215 |
| Financial cost | (2,667) | (3,113) |
| Profit before income taxes | 63,108 | 84,861 |
| Income tax expenses | (19,946) | (27,033) |
| Net Profit | 43,161 | 57,828 |
| Attributable to | | |
| Owners of the parent company | 42,870 | 57,471 |
| Non-controlling interests | 291 | 356 |
| Net Profit | 43,161 | 57,828 |
| Earnings per share | | |
| Basic earnings per share (Unit: Yen) | 148.66 | 199.29 |
| Diluted earnings per share (Unit: Yen) | — | — |

Condensed Quarterly Consolidated Statements of Comprehensive Income (Cumulative)

| | (Unit: Millions of yen) | |
|--|--|--|
| | Nine Months Ended December 31, 2019 | Nine Months Ended December 31, 2020 |
| Profit | 43,161 | 57,828 |
| Other comprehensive income (loss) | | |
| Items that will not be reclassified subsequently to profit or loss | | |
| Financial assets measured at fair value through other comprehensive income | (2,938) | (114) |
| Total items that will not be reclassified subsequently to profit or loss | (2,938) | (114) |
| Other comprehensive income (loss) after income taxes | (2,938) | (114) |
| Comprehensive income | 40,223 | 57,713 |
| Attributable to | | |
| Owners of the parent company | 39,931 | 57,357 |
| Non-controlling interests | 291 | 356 |
| Comprehensive income | 40,223 | 57,713 |

Condensed Quarterly Consolidated Statement of Changes in Equity

Nine Months Ended December 31, 2019 (From April 1, 2019 to December 31, 2019)

(Unit: Millions of yen)

| | Equity attributable to owners of the parent company | | | | | |
|-----------------------------------|---|-----------------|-------------------|----------------|---|--|
| | Capital stock | Capital surplus | Retained earnings | Treasury stock | Other components of equity | |
| | | | | | Remeasurements of defined benefit pension plans | Financial assets measured at fair value through other comprehensive income |
| As of April 1, 2019 | 10,000 | 418,913 | 341,567 | (13,201) | (434) | 1,344 |
| Changes in accounting policies | — | — | (261) | — | — | — |
| Revised as of April 1, 2019 | 10,000 | 418,913 | 341,306 | (13,201) | (434) | 1,344 |
| Profit | — | — | 42,870 | — | — | — |
| Other comprehensive income (loss) | — | — | — | — | — | (2,938) |
| Comprehensive income | — | — | 42,870 | — | — | (2,938) |
| Dividends | — | — | (17,879) | — | — | — |
| Change of treasury stock | — | — | — | (1) | — | — |
| Other | — | 27 | 1,869 | — | — | — |
| Total transactions with owners | — | 27 | (16,009) | (1) | — | — |
| As of December 31, 2019 | 10,000 | 418,941 | 368,166 | (13,203) | (434) | (1,593) |

(Unit: Millions of yen)

| | Equity attributable to owners of the parent company | | Non-controlling interests | Total |
|-----------------------------------|---|----------|---------------------------|----------|
| | Other components of equity | Total | | |
| | Total | | | |
| As of April 1, 2019 | 910 | 758,190 | 30 | 758,220 |
| Changes in accounting policies | — | (261) | — | (261) |
| Revised as of April 1, 2019 | 910 | 757,929 | 30 | 757,959 |
| Profit | — | 42,870 | 291 | 43,161 |
| Other comprehensive income (loss) | (2,938) | (2,938) | — | (2,938) |
| Comprehensive income | (2,938) | 39,931 | 291 | 40,223 |
| Dividends | — | (17,879) | (44) | (17,924) |
| Change of treasury stock | — | (1) | — | (1) |
| Other | — | 1,897 | 1,233 | 3,130 |
| Total transactions with owners | — | (15,984) | 1,189 | (14,794) |
| As of December 31, 2019 | (2,027) | 781,876 | 1,511 | 783,388 |

Condensed Quarterly Consolidated Statement of Changes in Equity
Nine Months Ended December 31, 2020 (From April 1, 2020 to December 31, 2020)

(Unit: Millions of yen)

| | Equity attributable to owners of the parent company | | | | | |
|--|---|-----------------|-------------------|----------------|---|--|
| | Capital stock | Capital surplus | Retained earnings | Treasury stock | Other components of equity | |
| | | | | | Remeasurements of defined benefit pension plans | Financial assets measured at fair value through other comprehensive income |
| As of April 1, 2020 | 10,000 | 418,941 | 379,073 | (13,203) | (394) | (1,349) |
| Profit | — | — | 57,471 | — | — | — |
| Other comprehensive income (loss) | — | — | — | — | — | (114) |
| Comprehensive income | — | — | 57,471 | — | — | (114) |
| Dividends | — | — | (17,879) | — | — | — |
| Change of treasury stock | — | — | — | (1) | — | — |
| Forfeiture of share acquisition rights | — | (780) | 780 | — | — | — |
| Other | — | — | (159) | — | — | — |
| Total transactions with owners | — | (780) | (17,258) | (1) | — | — |
| As of December 31, 2020 | 10,000 | 418,161 | 419,287 | (13,205) | (394) | (1,463) |

(Unit: Millions of yen)

| | Equity attributable to owners of the parent company | | Non-controlling interests | Total |
|--|---|----------|---------------------------|----------|
| | Other components of equity | Total | | |
| | Total | | | |
| As of April 1, 2020 | (1,743) | 793,068 | 1,571 | 794,639 |
| Profit | — | 57,471 | 356 | 57,828 |
| Other comprehensive income (loss) | (114) | (114) | — | (114) |
| Comprehensive income | (114) | 57,357 | 356 | 57,713 |
| Dividends | — | (17,879) | (67) | (17,947) |
| Change of treasury stock | — | (1) | — | (1) |
| Forfeiture of share acquisition rights | — | — | — | — |
| Other | — | (159) | — | (159) |
| Total transactions with owners | — | (18,040) | (67) | (18,107) |
| As of December 31, 2020 | (1,858) | 832,385 | 1,860 | 834,245 |

Condensed Quarterly Consolidated Statement of Cash Flows

(Unit: Millions of yen)

| | Nine Months Ended December 31, 2019 | Nine Months Ended December 31, 2020 |
|---|--|--|
| Cash flows from operating activities | | |
| Profit before income taxes | 63,108 | 84,861 |
| Depreciation and amortization | 6,057 | 7,393 |
| Financial income | (514) | (1,215) |
| Financial cost | 2,667 | 3,113 |
| Decrease (increase) in inventories | (132,818) | 210,643 |
| Decrease (increase) in loans and receivables | 520 | 5,424 |
| Increase (decrease) in trade payables and other liabilities | (2,345) | (32,048) |
| Other | (4,427) | 2,870 |
| Subtotal | (67,752) | 281,042 |
| Proceeds from subsidy income | 2,801 | — |
| Interest and dividends received | 354 | 610 |
| Interest paid | (2,729) | (2,818) |
| Income taxes paid | (38,338) | (30,833) |
| Income taxes refunded | 9,630 | 8,739 |
| Net cash provided by (used in) operating activities | (96,033) | 256,741 |
| Cash flows from investing activities | | |
| Payments into time deposits | (2,372) | (1,039) |
| Proceeds from withdrawal of time deposits | 7,870 | 2,528 |
| Purchase of property, plant and equipment | (14,250) | (7,555) |
| Proceeds from sales of property, plant and equipment | 125 | 75 |
| Purchase of intangible assets | (563) | (513) |
| Purchase of investment securities | (590) | (5,048) |
| Proceeds from sale of investments, redemption | 0 | 141 |
| Payments of loans receivable | (9,144) | (1,601) |
| Proceeds from collection of loans | 1,241 | 2,770 |
| Payments for acquisition of subsidiaries | (5,444) | — |
| Other | (167) | (20) |
| Net cash provided by (used in) investing activities | (23,295) | (10,262) |
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term loans payable | 66,371 | (81,180) |
| Proceeds from long-term loans payable | — | 150 |
| Repayments of long-term loans payable | (2,625) | (2,194) |
| Redemption of bonds | — | (30,000) |
| Repayments of lease liabilities | (3,227) | (4,070) |
| Cash dividends paid | (17,873) | (17,876) |
| Other | 23 | (82) |
| Net cash provided by (used in) financing activities | 42,668 | (135,254) |
| Effect of exchange rate change on cash and cash equivalents | (1) | 68 |
| Net increase (decrease) in cash and cash equivalents | (76,661) | 111,293 |
| Cash and cash equivalents at the beginning of period | 337,110 | 384,335 |
| Cash and cash equivalents at the end of period | 260,449 | 495,628 |