

CONSOLIDATED FINANCIAL STATEMENTS (IFRS) (Non-Audited) (for the first quarter of fiscal year 2021)

April 28, 2021

Company Name SUMIDA CORPORATION

Stock Exchange Listing: Tokyo Stock Exchange

Listing Code 6817 URL <https://www.sumida.com>

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Date of Submission of Marketable

May 13 2021

The date of payout of

May 31, 2021

Securities Filings :

dividends :

Supplementary Materials Prepared for the Financial Statements: Yes

Presentation Held to Explain the Quarterly Financial Statements : None

(Amounts of less than one million yen are omitted.)

1. Consolidated financial results for Three months ended March 31, 2021

(1) Operating results

(Percentages represent changes compared with the same period of the previous fiscal year.)

	Revenue		Operating profit		Quarterly profit before income taxes		Quarterly profit		Quarterly profit attributable to Owners of parent		Quarterly Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2021	25,049	21.8	1,361	—	995	—	661	—	644	—	2,606	—
Three months ended March 31, 2020	20,573	(11.3)	(260)	—	(574)	—	(459)	—	(481)	—	(880)	—

	Basic quarterly earnings per share	Diluted quarterly earnings per share
	Yen	Yen
Three months ended March 31, 2021	23.69	23.66
Three months ended March 31, 2020	(17.75)	(17.75)

(2) Financial position

	Assets	Equity	Equity attributable to owners of parent	Parent company owner's equity interest	Share attributable to parent company owner per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
At March 31, 2021	104,830	36,862	35,196	33.6	1,294.27
At December 31, 2020	98,063	34,557	32,990	33.6	1,213.75

2. Dividends (Year ended December 31, 2020 and year ended December 31, 2021)

	Cash dividends per share				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
2020	0.00	0.00	0.00	9.00	9.00
2021	3.00	—	—	—	—
2021 (forecast)	—	3.00	3.00	3.00	12.00

Note: Whether the dividend forecast under review has been revised: None

3. Forecast of Consolidated Results for FY 2021 (January 1, 2021–December 31, 2021)

(% change figures for revenues, operating income, recurring profit, and net income is presented in comparison with the same period of the previous fiscal year.)

	Revenue		Operating profit		Profit (loss) before income taxes		Profit (loss) attributable to Owners of parent		Basic quarterly earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending December 31, 2021	94,000	11.4	3,500	23.3	2,100	42.8	1,500	81.1	55.19

Note: Whether the forecasts for consolidated figures under review have been revised: None

※ Note

(1) Changes in significant subsidiaries during the three months ended March 31, 2021 (Changes in specific subsidiaries that caused change in scope of consolidation): None

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

- ① Changes in accounting policies required by IFRS: None
- ② Changes in accounting policies other than those in (1) above: None
- ③ Changes in accounting estimates: None

(3) Number of common shares outstanding (Shares)

①	Number of shares issued at the end of the period (including treasury stock)	As of March 31, 2021	27,444,317	As of ended December 31, 2020	27,444,317
②	Number of treasury stocks at the end of the period	As of March 31, 2021	250,316	As of ended December 31, 2020	263,694
③	Average number of shares issued during the period (Three months)	Three months ended March 31, 2021	27,186,836	Three months ended March 31, 2020	27,149,836

Note:

The quarterly financial statements are not subject to quarterly reviews.

Note:

Explanation of the appropriate use of performance forecasts and other related items

Portions of this report that refer to performance forecasts or any other future events are believed to be reasonable under information available at the time of the forecasts. Actual financial results may materially differ from these forecasts due to potential risks and uncertainties.

Condensed quarterly consolidated financial statements and main notes

(1) Consolidated Balance Sheets

(Units : Millions of yen)

	At December 31, 2020	At March 31, 2021
Assets		
Current assets		
Cash and cash equivalents	5,237	5,194
Trade and other receivables	17,832	20,600
Inventories	16,484	18,090
Other current assets	3,920	4,264
Total current assets	43,474	48,150
Non-current assets		
Property, plant and equipment	36,936	38,513
Right-of-use asset	4,298	4,420
Goodwill	4,122	4,326
Intangible assets	6,016	6,247
Financial assets	566	631
Deferred tax assets	2,197	2,155
Other non-current assets	451	385
Total non-current assets	54,589	56,680
Assets	98,063	104,830

(Units : Millions of yen)

	At December 31, 2020	At March 31, 2021
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	10,149	10,812
Interest-bearing liabilities	9,286	11,652
Current portion of long-term debt	5,538	4,986
Leased assets	836	811
Provisions	84	55
Income taxes payable	276	376
Accrued expenses	2,442	2,619
Other current liabilities	1,359	2,069
Total current liabilities	29,973	33,383
Total current liabilities		
Long-term debt	25,681	26,449
Lease obligation	3,245	3,401
Retirement benefit liability	1,587	1,628
Provisions	18	21
Deferred tax liabilities	1,510	1,526
Other non-current liabilities	1,489	1,556
Total non-current liabilities	33,532	34,584
Liabilities	63,505	67,967
Equity		
Share capital	10,150	10,150
Capital surplus	9,898	9,898
Other components of equity	4,850	4,850
Retained earnings	12,767	13,090
Share options	8	-
Treasury shares	(547)	(519)
Accumulated other comprehensive income	(4,135)	(2,272)
Equity attributable to owners of parent	32,990	35,196
Non-controlling interests	1,567	1,666
Equity	34,557	36,862
Liabilities and equity	98,063	104,830

(2) Consolidated Statement of Profit or Loss

(Units : Millions of yen)

	Three months ended March 31, 2020	Three months ended March 31, 2021
Revenue	20,573	25,049
Cost of sales	(18,266)	(21,346)
Gross profit	2,306	3,703
Selling, general and administrative expenses	(2,601)	(2,349)
Other operating income	52	16
Other operating expenses	(18)	(8)
Operating profit	(260)	1,361
Finance income	5	4
Finance costs	(319)	(370)
Quarterly profit before income taxes	(574)	995
Income taxes	114	(334)
Quarterly profit	(459)	661
Quarterly profit attributable to:		
Owners of parent	(481)	644
Non-controlling interests	22	17

(Units : Yen)

	Three months ended March 31, 2020	Three months ended March 31, 2021
Earnings per share		
Basic quarterly earnings per share	(17.75)	23.69
Diluted quarterly earnings per share	(17.75)	23.66

(3) Consolidated Statement of Comprehensive Income

(Units : Millions of yen)

	Three months ended March 31, 2020	Three months ended March 31, 2021
Quarterly profit	(459)	661
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Gains and losses from investments in equity instruments designated at fair value through other comprehensive income	(0)	0
Remeasurements of defined benefit plans	14	(16)
Total of items that will not be reclassified to profit or loss	14	(16)
Items that may be reclassified subsequently to profit or loss		
Effective portion of cash flow hedges	(108)	9
Exchange differences on translation of foreign operations	(326)	1,952
Total of items that may be reclassified subsequently to profit or loss	(435)	1,961
Other comprehensive income	(420)	1,945
Quarterly Comprehensive income	(880)	2,606
Comprehensive income attributable to:		
Owners of parent	(885)	2,507
Non-controlling interests	5	99

(4) Consolidated Statement of Change in Equity

(Units : Millions of yen)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Other components of equity	Retained earnings	Share options	Treasury shares
As of January 1, 2020	10,150	9,898	5,000	12,322	48	(616)
Quarterly profit				(481)		
Other comprehensive income						
Quarterly Comprehensive income	—	—	—	(481)	—	—
Dividends				(162)		
Distribution of other essential financial instruments to owners				(51)		
Disposal of treasury shares		(5)			(2)	8
Transfer disposal of treasury shares of losses		5		(5)		
Share-based payments						
Total transactions with owners	—	—	—	(220)	(2)	8
As of March 31, 2020	10,150	9,898	5,000	11,620	45	(607)

(Units : Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Equity
	Accumulated other comprehensive income					Total shareholders' equity		
	Remeasurements of defined benefit plans	Share of other comprehensive income of investments accounted for using the equity method	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Accumulated other comprehensive income/(loss)			
As of January 1, 2020	(603)	41	(79)	(3,147)	(3,789)	33,013	1,579	34,593
Quarterly profit					—	(481)	22	(459)
Other comprehensive income	14	(0)	(108)	(309)	(403)	(403)	(16)	(420)
Quarterly Comprehensive income	14	(0)	(108)	(309)	(403)	(885)	5	(880)
Dividends					—	(162)		(162)
Distribution of other essential financial instruments to owners					—	(51)		(51)
Disposal of treasury shares					—	0		0
Transfer disposal of treasury shares of losses					—	—		—
Share-based payments					—	—		—
Total transactions with owners	—	—	—	—	—	(214)	—	(214)
As of March 31, 2020	(588)	41	(188)	(3,457)	(4,192)	31,913	1,585	33,498

(Units : Millions of yen)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Other components of equity	Retained earnings	Share options	Treasury shares
As of January 1, 2021	10,150	9,898	4,850	12,767	8	(547)
Quarterly profit				644		
Other comprehensive income						
Quarterly Comprehensive income	—	—	—	644	—	—
Dividends				(244)		
Distribution of other essential financial instruments to owners				(56)		
Purchase of treasury shares						(0)
Disposal of treasury shares		(19)			(8)	28
Transfer disposal of treasury shares of losses		19		(19)		
Share-based payments						
Total transactions with owners	—	—	—	(320)	(8)	27
As of March 31, 2021	10,150	9,898	4,850	13,090	—	(519)

(Units : Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Equity
	Accumulated other comprehensive income					Total shareholders' equity		
	Remeasurements of defined benefit plans	Share of other comprehensive income of investments accounted for using the equity method	Effective portion of cash flow hedges	Exchange differences on translation of foreign operations	Accumulated other comprehensive income/(loss)			
As of January 1, 2021	(655)	41	(157)	(3,364)	(4,135)	32,990	1,567	34,557
Quarterly profit					—	644	17	661
Other comprehensive income	(15)	0	9	1,869	1,862	1,862	82	1,945
Quarterly Comprehensive income	(15)	0	9	1,869	1,862	2,507	99	2,606
Dividends					—	(244)		(244)
Distribution of other essential financial instruments to owners					—	(56)		(56)
Purchase of treasury shares					—	(0)		(0)
Disposal of treasury shares					—	0		0
Transfer disposal of treasury shares of losses					—	—		—
Share-based payments					—	—		—
Total transactions with owners	—	—	—	—	—	(301)	—	(301)
As of March 31, 2021	(671)	41	(148)	(1,494)	(2,272)	35,196	1,666	36,862

(5) Consolidated Statement of Cash Flows

(Units : Millions of yen)

	Three months ended March 31, 2020	Three months ended March 31, 2021
Cash flows from operating activities		
Profit (loss) before income taxes	(574)	995
Depreciation and amortization	1,449	1,599
Interest income	(3)	(3)
Interest expenses	283	250
(Gains) losses on sales of property, plant and equipment	1	(2)
(Increase) decrease in trade and other receivables	2,133	(1,873)
(Increase) decrease in inventories	463	(821)
Increase (decrease) in trade and other payables	(1,648)	369
Other	674	788
Subtotal	2,779	1,303
Interest and dividends received	3	3
Interest paid	(265)	(225)
Income taxes paid	(116)	(147)
Net cash provided by (used in) operating activities	2,401	933
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,307)	(1,141)
Proceeds from sales of property, plant and equipment	72	26
Purchase of intangible assets	(149)	(179)
Other	(0)	(0)
Net cash provided by (used in) investing activities	(1,384)	(1,294)

(Units : Millions of yen)

	Three months ended March 31, 2020	Three months ended March 31, 2021
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,111	1,810
Proceeds from long-term borrowings	219	43
Repayments of long-term borrowings	(731)	(1,269)
Dividends paid	(162)	(244)
Payment of distributions to owners of other capital instruments	(51)	(56)
Repayments of lease obligations	(226)	(205)
Other	0	(0)
Net cash provided by (used in) financing activities	158	79
Effect of exchange rate changes on cash and cash equivalents	(60)	239
Net increase (decrease) in cash and cash equivalents	1,115	(42)
Cash and cash equivalents as at January 1	3,286	5,237
Cash and cash equivalents as at March 31	4,402	5,194

(6) Assumptions for Goring Concern
None