

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

October 29, 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

November 11 2021

The date of payout of

November 30 , 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 Nine months ended September 30, 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	%
Nine months ended September 30, 2021	77,469	28.1	4,678	-	3,663	-	2,730	-	2,674	-	5,150	-
Nine months ended September 30, 2020	60,487	(14.1)	116	(94.9)	(831)	-	(845)	-	(803)	-	(1,297)	-

	Basic quarterly earnings per share	Diluted quarterly earnings per share
	Yen	Yen
Nine months ended September 30, 2021	98.36	98.32
Nine months ended September 30, 2020	(29.58)	(29.58)

(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 September 30, 2021	110,720	39,195	37,480	33.9	1,378.26
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	3.00	11.00		
2021 (forecast)				11.00	28.00

Note: Whether the dividend forecast under review has been revised: Yes

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	102,000	20.8	5,500	93.8	4,200	185.7	3,000	262.3	110.32

Note: Whether the forecasts for consolidated figures under review have been revised: No

※ Note

(1) Changes in significant subsidiaries during the nine months ended September 30, 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 September 30, 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 September 30, 2021	250,395	As of ended December 31, 2020	263,694
③	Average number of shares issued during the period (Nine months)	As of September 30, 2021	27,191,618	Nine months ended September 30, 2020	27,151,711

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 September 30, 2021
Assets		
Current assets		
Cash and cash equivalents	5,237	4,665
Trade and other receivables	17,832	20,217
Inventories	16,484	24,101
Other current assets	3,920	4,626
Total current assets	43,474	53,611
Non-current assets		
Property, plant and equipment	36,936	39,238
Right-of-use asset	4,298	4,126
Goodwill	4,122	4,350
Intangible assets	6,016	6,265
Financial assets	566	655
Deferred tax assets	2,197	2,168
Other non-current assets	451	304
Total non-current assets	54,589	57,108
Assets	98,063	110,720

(Units : Millions of yen)

	At December 31, 2020	At September 30, 2021
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	10,149	12,461
Interest-bearing liabilities	9,286	13,676
Current portion of long-term debt	5,538	4,715
Leased assets	836	652
Provisions	84	77
Income taxes payable	276	452
Accrued expenses	2,442	2,944
Other current liabilities	1,359	1,872
Total current liabilities	29,973	36,852
Total non-current liabilities		
Long-term debt	25,681	26,684
Lease obligation	3,245	3,275
Retirement benefit liability	1,587	1,620
Provisions	18	21
Deferred tax liabilities	1,510	1,550
Other non-current liabilities	1,489	1,519
Total non-current liabilities	33,532	34,671
Liabilities	63,505	71,524
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	14,842
Share options	8	67
Treasury shares	(547)	(519)
Accumulated other comprehensive income	(4,135)	(1,808)
Equity attributable to owners of parent	32,990	37,480
Non-controlling interests	1,567	1,715
Equity	34,557	39,195
Liabilities and equity	98,063	110,720

(2) Consolidated Statement of Profit or Loss

(Units : Millions of yen)

	Nine months ended September 30, 2020	Nine months ended September 30, 2021
Revenue	60,487	77,469
Cost of sales	(53,785)	(65,722)
Gross profit	6,701	11,746
Selling, general and administrative expenses	(6,637)	(7,202)
Other operating income	86	174
Other operating expenses	(34)	(39)
Operating profit	116	4,678
Finance income	15	13
Finance costs	(963)	(1,028)
Quarterly profit before income taxes	(831)	3,663
Income taxes	(13)	(932)
Quarterly profit	(845)	2,730
Quarterly profit attributable to:		
Owners of parent	(803)	2,674
Non-controlling interests	(42)	56

(Units : Yen)

	Nine months ended September 30, 2020	Nine months ended September 30, 2021
Earnings per share		
Basic quarterly earnings per share	(29.58)	98.36
Diluted quarterly earnings per share	(29.58)	98.32

(3) Consolidated Statement of Comprehensive Income

(Units : Millions of yen)

	Nine months ended September 30, 2020	Nine months ended September 30, 2020
Quarterly profit	(845)	2,730
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	(8)	(13)
Total of items that will not be reclassified to profit or loss	(8)	(13)
Items that may be reclassified subsequently to profit or loss		
Effective portion of cash flow hedges	(113)	38
Exchange differences on translation of foreign operations	(330)	2,394
Total of items that may be reclassified subsequently to profit or loss	(444)	2,433
Other comprehensive income	(452)	2,419
Quarterly Comprehensive income	(1,297)	5,150
Comprehensive income attributable to:		
Owners of parent	(1,238)	5,001
Non-controlling interests	(59)	148

(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				(803)		
Other comprehensive income						
Quarterly Comprehensive income	—	—	—	(803)	—	—
Dividends				(162)		
Distribution of other essential financial instruments to owners				(153)		
Purchase of treasury shares						(0)
Disposal of treasury shares		(13)			(5)	18
Transfer disposal of treasury shares of losses		13		(13)		
Share-based payments					21	
Total transactions with owners	—	—	—	(329)	16	18
As of September 30, 2020	10,150	9,898	5,000	11,189	64	(597)

(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					—	(803)	(42)	(845)
Other comprehensive income	(7)	0	(113)	(313)	(435)	(435)	(17)	(452)
Quarterly Comprehensive income	(7)	0	(113)	(313)	(435)	(1,238)	(59)	(1,297)
Dividends					—	(162)		(162)
Distribution of other essential financial instruments to owners					—	(153)		(153)
Purchase of treasury shares					—	(0)		(0)
Disposal of treasury shares					—	0		0
Transfer disposal of treasury shares of losses					—	—		—
Share-based payments					—	21		21
Total transactions with owners	—	—	—	—	—	(294)	—	(294)
As of September 30, 2020	(610)	41	(193)	(3,461)	(4,224)	31,480	1,520	33,001

(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				2,674		
Other comprehensive income						
Quarterly Comprehensive income	—	—	—	2,674	—	—
Dividends				(407)		
Distribution of other essential financial instruments to owners				(171)		
Purchase of treasury shares						(0)
Disposal of treasury shares		(19)			(8)	28
Transfer disposal of treasury shares of losses		19		(19)		
Share-based payments					67	
Total transactions with owners	—	—	—	(598)	58	27
As of September 30, 2021	10,150	9,898	4,850	14,842	67	(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					—	2,674	56	2,730
Other comprehensive income	(13)	0	38	2,301	2,327	2,327	92	2,419
Quarterly Comprehensive income	(13)	0	38	2,301	2,327	5,001	148	5,150
Dividends					—	(407)		(407)
Distribution of other essential financial instruments to owners					—	(171)		(171)
Purchase of treasury shares					—	(0)		(0)
Disposal of treasury shares					—	0		0
Transfer disposal of treasury shares of losses					—	—		—
Share-based payments					—	67		67
Total transactions with owners	—	—	—	—	—	(512)	—	(512)
As of September 30, 2021	(668)	41	(118)	(1,062)	(1,808)	37,480	1,715	39,195

(5) Consolidated Statement of Cash Flows

(Units : Millions of yen)

	Nine months ended September 30, 2020	Nine months ended September 30, 2021
Cash flows from operating activities		
Profit (loss) before income taxes	(831)	3,663
Depreciation and amortization	4,387	4,908
Impairment loss	911	20
Interest income	(11)	(11)
Interest expenses	792	771
(Gains) losses on sales of property, plant and equipment	10	0
(Increase) decrease in trade and other receivables	521	(1,329)
(Increase) decrease in inventories	403	(6,622)
Increase (decrease) in trade and other payables	(1,707)	1,677
Other	613	951
Subtotal	5,090	4,030
Interest and dividends received	11	11
Interest paid	(780)	(761)
Income taxes paid	(294)	(679)
Net cash provided by (used in) operating activities	4,026	2,600
Cash flows from investing activities		
Purchase of property, plant and equipment	(4,308)	(3,865)
Proceeds from sales of property, plant and equipment	105	85
Purchase of intangible assets	(523)	(624)
Other	(1)	(19)
Net cash provided by (used in) investing activities	(4,728)	(4,424)

(Units : Millions of yen)

	Nine months ended September 30, 2020	Nine months ended September 30, 2021
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,138	3,756
Proceeds from long-term borrowings	3,610	851
Repayments of long-term borrowings	(1,947)	(2,359)
Dividends paid	(163)	(406)
Payment of distributions to owners of other capital instruments	(152)	(172)
Repayments of lease obligations	(703)	(692)
Other	(0)	(0)
Net cash provided by (used in) financing activities	1,782	976
Effect of exchange rate changes on cash and cash equivalents	(46)	275
Net increase (decrease) in cash and cash equivalents	1,035	(571)
Cash and cash equivalents as at January 1	3,286	5,237
Cash and cash equivalents as at September 30	4,321	4,665

(6) Assumptions for Goring Concern
None