

Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter of Fiscal Year Ending March 31, 2022

Aug 6, 2021

Listed Company nms Holdings Corporation (nms HD)

Listings: Tokyo Stock Exchange

Securities code 2162 URL <http://www.n-ms.co.jp/>

Representative (Title) President and CEO (Name) Fumiaki Ono

Contact (Title) Managing Director General Manager, Corporate Division (Name) Toshiko Kono Tel 03-5333-1711

Scheduled Date of Filing Quarterly Securities Report: August 6, 2021

Scheduled date of commencement of dividend payment: —

Supplementary Documents for Quarterly Financial Results: Yes

Quarterly Financial Results Briefing: None

(Amounts in millions of yen rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2022 (April 1, 2021 – June 30, 2021)

(1) Consolidated results of operations

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY03/2022	14,944	8.9	40	—	402	—	75	—
1Q FY03/2021	13,725	(10.0)	(29)	—	(157)	—	(349)	—

Note: Comprehensive income 1Q FY03/2022 274 million yen (—%) 1Q FY03/2021 (691) million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY03/2022	4.52	—
1Q FY03/2021	(20.95)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1Q FY03/2022	31,953	4,910	15.3
FY03/2021	31,507	4,702	14.9

Reference: Shareholders' equity 1Q FY03/2022 4,901 million yen FY03/2021 4,693 million yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY03/2021	—	0.00	—	4.00	4.00
FY03/2022	—	—	—	—	—
FY03/2022 (forecast)	—	0.00	—	5.00	5.00

Note: Revision of the latest released dividend forecast: None

3. Consolidated forecasts for year ending March 2022 (April 1, 2021 to March 31, 2022)

(% shows the year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	32,000	22.8	170	22.3	330	—	10	—	0.60
Full year	69,000	25.8	1,200	74.1	1,200	655.0	600	—	36.01

Note: Revision of the latest released business performance forecast: None

* Notes

- (1) Changes in significant subsidiaries during the consolidated 1Q (three months) under review
(changes of specific subsidiaries in accordance with changes in the scope of consolidation): Yes
- (2) Application of accounting procedures specific to creation of quarterly consolidated financial statements: Yes

(3) Changes in accounting principles and changes or restatement of accounting estimates

- (i) Changes in accounting principles associated with revision of accounting standards, etc.: Yes
- (ii) Changes in accounting principles other than (i): None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of shares outstanding (common shares):

- (1) Number of shares outstanding at end of period (including treasury shares)
- (2) Number of treasury shares at end of period
- (3) Average number of shares outstanding during the term

1Q FY03/2022	21,611,000shares	FY03/2021	21,611,000shares
1Q FY03/2022	4,949,759shares	FY03/2021	4,949,759shares
1Q FY03/2022	16,661,241shares	1Q FY03/2021	16,699,878shares

* Financial summary reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Explanations and other special notes concerning the appropriate use of business performance forecasts
(Notes concerning the forward-looking statements)

The results forecasts and forward-looking statements included in this document are based on information that the Company has obtained and certain assumptions that the Company considers reasonable. The Company makes no guarantees with respect to the achievement of its results forecasts or forward-looking statements. Actual results might be significantly different from the forecasts in the document, depending on various factors.

(Availability of the supplementary documents for financial results)

The supplementary materials on financial results delivered in the briefing will be posted on our website.

4. Consolidated financial statements

(1) Consolidated balance sheet

(Thousand yen)

	FY03/2021 (March 31,2021)	1Q FY03/2022 (June 30,2021)
Assets		
Current assets		
Cash and deposits	4,746,154	4,102,653
Notes and accounts receivable - trade	10,300,146	—
	—	10,400,526
Finished goods	1,152,791	1,121,143
Work in process	546,250	603,805
Raw materials and supplies	3,852,590	4,212,442
Others	1,070,851	1,324,331
Allowance for doubtful accounts	(10,574)	(10,953)
Total current assets	21,658,210	21,753,946
Non-current assets		
Property, plant and equipment		
Land	1,166,687	1,166,687
Other, net	6,723,409	6,942,655
Total property, plant and equipment	7,890,096	8,109,342
Intangible assets		
Other	883,399	960,107
Total intangible assets	883,399	960,107
Investment and other assets		
Other	1,028,638	1,086,776
Allowance for doubtful accounts	(6,119)	(6,119)
Total investments and other accounts	1,022,518	1,080,656
Total non-current assets	9,796,014	10,150,105
Deferred assets		
Bond issuance cost	52,885	49,579
Total deferred assets	52,885	49,579
Total assets	31,507,110	31,953,632
Liability		
Current liability		
Notes and accounts payable - trade	3,968,835	4,130,839
Short-term loans payable	9,037,190	9,078,215
Accounts payable - other	1,906,819	2,147,181
Income tax payable	172,010	117,178
Accrued consumption taxes	362,066	429,971
Provision for bonuses	427,327	437,927
Other	1,586,388	1,482,790
Total current liabilities	17,460,639	17,824,103
Non-current liabilities		
Bonds payable	2,000,000	2,000,000
Long-term loans payable	5,956,696	5,996,663
Deferred tax liability	63,784	64,263
Non defined benefit liabilities	297,239	303,700
Other	1,026,435	854,717
Total non-current liabilities	9,344,157	9,219,343
Total liabilities	26,804,796	27,043,447

(Thousand yen)

	FY03/2021 (March 31,2021)	1Q FY03/2022 (June 30,2021)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	527,182	527,182
Retained earnings	5,486,514	5,495,153
Treasury shares	(1,043,513)	(1,043,513)
Total shareholders' equity	5,470,873	5,479,512
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	(6,301)	(5,712)
Foreign currency translation adjustment	(770,990)	(572,303)
Total other accumulated comprehensive income	(777,291)	(578,015)
Non-controlling interests	8,732	8,687
Total net assets	4,702,314	4,910,184
Total liabilities and net assets	31,507,110	31,953,632

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income) (1Q FY03/2022)

(Thousand yen)

	1Q FY03/2021 (From April 1, 2020 to June 30, 2020)	1Q FY03/2022 (From April 1, 2021 to June 30, 2021)
Net sales	13,725,251	14,944,676
Cost of sales	12,317,064	13,236,298
Gross profit	1,408,187	1,708,378
Selling, general and administrative expenses		
Salaries and bonuses	679,263	696,295
Provision for bonuses	44,483	73,666
Other	713,676	897,860
Total selling, general and administrative expenses	1,437,424	1,667,823
Operating income	(29,236)	40,554
Non-operating income		
Interest income	5,533	5,320
Dividend income	249	—
Foreign exchange gains	—	399,468
Real estate rent	9,928	—
Other	17,447	21,075
Total non-operating income	33,158	425,864
Non-operating expenses		
Interest expenses	64,343	49,201
Amortization of bond issuance cost	3,305	3,305
Foreign exchange losses	75,872	—
Rent cost of real estate	5,550	—
Foreign withholding tax	338	612
Other	11,602	10,649
Total non-operating expenses	161,012	63,768
Ordinary income/loss (-)	(157,091)	402,649
Extraordinary income		
Gain on sales of non-current assets	—	1,682
Gain on reversal of subscription rights to shares	3,056	—
Total extraordinary income	3,056	1,682
Extraordinary losses		
Loss on retirement of non-current assets	0	392
Business structure improvement expenses	—	156,886
COVID-19 expenses	193,267	21,672
Total extraordinary losses	193,267	178,951
Income before income/loss (-) taxes	(347,302)	225,380
Income taxes	2,839	150,207
Net income/loss (-)	(350,141)	75,173
Profit/Loss (-) attributable to owners of parent	(356)	(110)
Profit/Loss (-) attributable to owners of parent	(349,784)	75,284

(Quarterly consolidated statement of comprehensive income)

(1Q FY03/2022)

(Thousand yen)

	1Q FY03/2021 (From April 1, 2020 to June 30, 2020)	1Q FY03/2022 (From April 1, 2021 to June 30, 2021)
Net income/loss (-)	(350,141)	75,173
Other comprehensive income/loss (-)		
Valuation difference on available-for-sale securities	(2,821)	589
Foreign currency translation adjustment	(338,625)	198,995
Total other comprehensive income/loss (-)	(341,446)	199,584
Comprehensive income/loss (-)	(691,588)	274,758
Comprehensive income/loss (-) attributable to		
Owners of parent	(690,792)	274,560
Non-controlling interests	(796)	198