

## Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter of Fiscal Year Ending March 31, 2021

Aug 7, 2020

**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 of Corporate Division

(Name) Toshiko Kono Telephone 03-5333-1711

Scheduled Date of Filing Quarterly Securities Report: August 7, 2020

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, 2021 (April 1, 2020 – June 30, 2020)

#### (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 FY03/2021	13,725	(10.0)	(29)	—	(157)	—	(349)	—
1Q FY03/2020	15,249	11.0	63	(75.6)	96	(52.8)	34	(46.3)

Note: Comprehensive income 1Q FY03/2021 (691) million yen (—%) 1Q FY03/2020 113 million yen (776.7%)

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY03/2021	(20.95)	—
1Q FY03/2020	1.99	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1Q FY03/2021	32,457	4,936	15.2
FY03/2020	33,470	5,849	17.4

Reference: Shareholders' equity 1Q FY03/2021 4,927 million yen FY03/2020 5,837 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
FY03/2020	—	0.00	—	5.00	5.00
FY03/2021	—	—	—	—	—
FY03/2021 (forecast)	—	0.00	—	4.00	4.00

Note: Revision of the latest released dividend forecast: Yes

### 3. Consolidated forecasts for year ending March 2021 (April 1, 2020 to March 31, 2021)

(% 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	26,100	(16.1)	(100)	—	(300)	—	(720)	—	(43.21)
Full year	56,500	(9.8)	600	(34.8)	350	(35.4)	(300)	—	(18.01)

Note: Revision of the latest released business performance forecast: Yes

\* 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): None

(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.: None

(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)

1Q FY03/2021	21,611,000shares	FY03/2020	21,611,000shares
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(2) Number of treasury shares at end of period

1Q FY03/2021	4,949,759shares	FY03/2020	4,449,759shares
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(3) Average number of shares outstanding during the term

1Q FY03/2021	16,699,878shares	1Q FY03/2020	17,161,274shares
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\* Statement relating to the execution status for audit procedures

This quarterly financial summary falls outside the scope of the quarterly report review based on the stipulations of the Financial Instruments and Exchange Act. The review procedures for the quarterly consolidated financial statements based on the stipulations of the said Act were conducted at the time when this quarterly financial summary was disclosed.

\* 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.

**4. Consolidated financial statements**  
**(1) Consolidated balance sheet**

(Thousand yen)

	FY03/2020 (March 31,2020)	1Q FY03/2021 (June 30,2020)
<b>Assets</b>		
Current assets		
Cash and deposits	4,177,174	4,327,260
Notes and accounts receivable - trade	11,812,540	10,155,794
Finished goods	1,472,875	1,047,728
Work in process	514,158	591,939
Raw materials and supplies	4,037,383	4,648,389
Others	1,113,115	1,194,548
Allowance for doubtful accounts	(11,982)	(9,784)
Total current assets	23,115,265	21,955,877
Non-current assets		
Property, plant and equipment		
Land	1,166,687	1,166,687
Other, net	6,893,475	7,107,666
Total property, plant and equipment	8,060,162	8,274,353
Intangible assets		
Other	1,095,508	1,011,808
Total intangible assets	1,095,508	1,011,808
Investment and other assets		
Other	1,139,242	1,158,437
Allowance for doubtful accounts	(6,119)	(6,119)
Total investments and other accounts	1,133,122	1,152,317
Total non-current assets	10,288,794	10,438,479
Deferred assets		
Bond issuance cost	66,106	62,801
Total deferred assets	66,106	62,801
Total assets	33,470,166	32,457,157
<b>Liability</b>		
Current liability		
Notes and accounts payable - trade	4,443,103	3,951,272
Short-term loans payable	7,018,201	8,485,733
Accounts payable - other	1,854,258	1,909,564
Income tax payable	172,312	68,188
Accrued consumption taxes	833,584	395,227
Provision for bonuses	472,090	408,615
Other	1,496,517	1,477,589
Total current liabilities	16,290,069	1,696,190
Non-current liabilities		
Bonds payable	2,000,000	2,000,000
Long-term loans payable	6,758,018	6,555,804
Deferred tax liability	65,824	67,043
Non defined benefit liabilities	363,628	350,596
Other	2,142,947	1,851,006
Total non-current liabilities	11,330,419	10,824,451
Total liabilities	27,620,488	27,520,642

	(Thousand yen)	
	FY03/2020 (March 31,2020)	1Q FY03/2021 (June 30,2020)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	527,182	527,182
Retained earnings	6,307,834	5,872,243
Treasury shares	(909,859)	(1,043,513)
Total shareholders' equity	6,425,848	5,856,603
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	(7,076)	(9,897)
Foreign currency translation adjustment	(580,843)	(919,029)
Total other accumulated comprehensive income	(587,919)	(928,927)
Subscription rights to shares	3,056	—
Non-controlling interests	8,692	8,839
Total net assets	5,849,677	4,936,515
Total liabilities and net assets	33,470,166	32,457,157

**(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income**  
**(Quarterly consolidated statements of income) (1Q FY03/2021)**

(Thousand yen)

	1Q FY03/2020 (From April 1, 2019 to June 30, 2019)	1Q FY03/2021 (From April 1, 2020 to June 30, 2020)
Net sales	15,249,375	13,725,251
Cost of sales	13,317,088	12,317,064
Gross profit	1,932,287	1,408,187
Selling, general and administrative expenses		
Salaries and bonuses	703,855	679,263
Provision for bonuses	35,423	44,483
Other	1,129,735	713,676
Total selling, general and administrative expenses	1,869,014	1,437,424
Operating income	63,272	(29,236)
Non-operating income		
Interest income	11,208	5,533
Dividend income	300	249
Foreign exchange gains	30,911	—
Real estate rent	9,692	9,928
Other	37,980	17,447
Total non-operating income	90,093	33,158
Non-operating expenses		
Interest expenses	48,400	64,343
Amortization of bond issuance cost	—	3,305
Foreign exchange losses	—	75,872
Rent cost of real estate	7,091	5,550
Other	1,742	11,940
Total non-operating expenses	57,235	161,012
Ordinary income/loss ( - )	96,130	(157,091)
Extraordinary income		
Gain on sales of non-current assets	2,732	—
Gain on reversal of subscription rights to shares	—	3,056
Total extraordinary income	2,732	3,056
Extraordinary losses		
Loss on retirement of non-current assets	1,303	0
COVID-19 expenses	—	193,267
Total extraordinary losses	1,303	193,267
Income before income/loss ( - ) taxes	97,558	(347,302)
Income taxes	63,205	2,839
Net income/loss ( - )	34,353	(350,141)
Profit/Loss ( - ) attributable to owners of parent	258	(356)
Profit/Loss ( - ) attributable to owners of parent	34,904	(349,784)

**(Quarterly consolidated statement of comprehensive income)**

**(1Q FY03/2021)**

(Thousand yen)

	1Q FY03/2020 (From April 1, 2019 to June 30, 2019)	1Q FY03/2021 (From April 1, 2020 to June 30, 2020)
Net income/loss ( - )	34,353	(350,141)
Other comprehensive income/loss ( - )		
Valuation difference on available-for-sale securities	(1,054)	(2,821)
Foreign currency translation adjustment	79,771	(338,625)
Total other comprehensive income/loss ( - )	78,717	(341,446)
Comprehensive income/loss ( - )	113,070	(691,588)
Comprehensive income/loss ( - ) attributable to		
Owners of parent	112,651	(690,792)
Non-controlling interests	419	(796)