Dexerials

Consolidated Financial Results for the Six Months Ended September 30, 2020 〔Under Japanese GAAP〕

October 29, 2020

Company name: Dexerials Corporation Listing: Tokyo Stock Exchange
Security code: 4980 URL: https://www.dexerials.jp/en
Representative: Yoshihisa Shinya, Representative Director and President
Contact: Naoyuki Sanada, Senior Executive Officer, CFO, Corporate Planning & Control Division Head
Phone: +81-3-5435-3941
Quarterly Securities Report (*Shihanki Hokokusho*) filing date: November 9, 2020
Schedule date of dividend payment: December 1, 2020
Preparation of supplementary briefing material on quarterly financial results: Yes
Investors meeting presentation for quarterly financial results: Yes (for securities analysts and institutional investors)

(Note) Amounts less than one million yen have been omitted.

1. Consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Consolidated operating results (Percentage indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2020	30,744	2.7	4,653	64.6	4,697	61.4	2,123	2.8
September 30, 2019	29,925	(1.5)	2,827	44.8	2,911	29.2	2,066	41.1

Note: Comprehensive income
For the six months ended September 30, 2020: ¥1,937 million [32.9%]
For the six months ended September 30, 2019: ¥1,457 million [5.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2020	34.89	34.72
September 30, 2019	34.06	33.95

(2) Consolidated financial position

	Total assets	Net assets	Capital to asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2020	88,119	50,324	57.1	827.40
March 31, 2020	86,279	49,567	57.5	814.68

Reference: Capital (Shareholders' equity + Accumulated other comprehensive income)
As of September 30, 2020: ¥50,324 million As of March 31, 2020: ¥49,567 million

2. Dividends

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2020	—	17.00	—	17.00	34.00
Ending March 31, 2021	—	17.00			
Ending March 31, 2021 (forecast)			—	17.00	34.00

Note: Revisions to dividend forecast published most recently: None

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

(Percentage indicates year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year	61,000	5.7	7,000	51.6	6,800	54.8	2.500	(8.6)	41.18

Note: Revisions to earnings forecast published most recently: Yes
Regarding the revision of the earnings forecast, please refer to "Announcement of the revision of the full-year earnings forecast for the fiscal year ending March 31, 2021" published on October 29, 2020.

For more information on the consolidated financial results for the six months ended September 30, 2020, please refer to the supplementary briefing material on quarterly financial results, Quarterly Securities Report for the second quarter (available in Japanese only) to be filed on November 9, 2020 and other materials, which you can find on our website at https://www.dexerials.jp/en/ir/library/index.html.

[Notes]

(1) Changes in significant subsidiaries during the current period (Changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Application of accounting methods used specifically for preparing the quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and restatements of prior period financial statements

(a)	Changes in accounting policies due to application of new or revised accounting standards:	None
(b)	Changes in accounting policies due to reasons other than above (a):	None
(c)	Changes in accounting estimates:	None
(d)	Restatements of prior period financial statements:	None

(4) Number of shares of common stock issued

(a) Number of shares issued (including treasury stock)

As of September 30, 2020:	64,088,800 shares
As of March 31, 2020:	63,973,800 shares

(b) Number of shares of treasury stock

As of September 30, 2020:	3,266,903 shares
As of March 31, 2020:	3,131,103 shares

(c) Average number of shares of common stock during the period

Six months ended September 30, 2020:	60,869,149 shares
Six months ended September 30, 2019:	60,641,096 shares

Notes: 1. As a result of the exercise of stock options during the second quarter of the fiscal year ending March 31, 2021, the number of shares issued as of September 30, 2020 has increased by 115,000 shares.

2. The Company has introduced a stock-based compensation plan for delivering restricted-transfer shares, and acquired treasury stock during the quarter with the main purpose of allocating to restricted-transfer shares. (158,800 shares at the end of the second quarter of the fiscal year ending March 31, 2021)

3. As the Company has introduced an Employee Stock Ownership Plan (“J-ESOP”) and a Board Benefit Trust (BBT), the number of shares of the Company held by the Trust was included in the number of shares of treasury stock as of such dates. In addition, the number of shares of the Company held by the Trust was included in the number of shares of treasury stock for such periods (3,138,369 shares for the six months ended September 30, 2020; and 3,195,277 shares for the six months ended September 30, 2019), which was to be deducted from the calculation of the average number of shares of common stock during the period.

* This financial results report is not subject to audit procedures to be performed by certified public accountants or an audit firm.

* [Proper use of earning forecasts, and other special notes]
(Disclaimer with respect to earnings and other forecasts)
The forward-looking statements including earnings forecast contained in this document are based on information currently available to us and certain assumptions that we believe are reasonable. Accordingly, we can give no assurance that such statements will prove to be correct. Actual results may differ from the results anticipated in these forward-looking statements due to a variety of factors.