This English translation of the financial report was prepared for reference purposes only and is qualified in its entirety by the original Japanese version. The financial information contained in this report is derived from our unaudited consolidated financial statements.

Consolidated Financial Report
For the Year Ended February 28, 2021 (IFRS)

April 14, 2021

Company Name： KOMEDA Holdings Co., Ltd. Stock Exchange Listing：Tokyo and Nagoya
Securities Code： 3543 URL：http://www.komeda-holdings.co.jp/en/index.html
Representative： Okitane Usui, President & CEO
Contact for enquiries Hiroki Shimizu, Director & CFO (TEL) +81-52-936-8880
Date of the ordinary general shareholders' meeting： May 27, 2021
Filing date of security report (as planned)： May 28, 2021
Dividend payable date (as planned) ： May 13, 2021
Supplemental material of financial results：Yes
Convening briefing of financial results ：Yes

(Millions of yen; amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Year Ended February 28, 2021

(1) Consolidated Operating Results (Percentages represent year-on-year changes)

	Revenue		Operating profit		Income before income taxes		Net income		Net income attributable to owners of the parent		Total comprehensive Income	
Fiscal year ended	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
February 28, 2021	28,836	(7.6)	5,511	(30.0)	5,391	(30.7)	3,602	(32.9)	3,590	(33.2)	3,612	(32.7)
February 29, 2020	31,219	2.9	7,878	4.1	7,775	4.2	5,369	5.0	5,376	5.0	5,369	5.4

	Basic earnings per share	Diluted earnings per share	Ratio of net income to equity attributable to owners of the parent	Ratio of income before income taxes to total assets	Ratio of operating profit to revenue
Fiscal year ended	(Yen)	(Yen)	(%)	(%)	(%)
February 28, 2021	77.89	77.67	10.6	5.2	19.1
February 29, 2020	117.27	116.69	17.2	9.4	25.2

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets	Equity per share attributable to owners of parent
As of	(Millions of yen)	(Millions of yen)	(Millions of yen)	(%)	(Yen)
February 28, 2021	109,536	34,833	34,792	31.8	754.27
February 29, 2020	98,438	33,213	33,186	33.7	719.87

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investment activities	Cash flows from financing activities	Cash and cash equivalents at end of the year
Fiscal year ended	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
February 28, 2021	10,359	(11,556)	1,889	7,301
February 29, 2020	9,318	(1,372)	(7,169)	6,609

2. Dividends

	Dividends per share					Total dividends	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of the parent (Consolidated)
	First quarter	Second quarter	Third quarter	Fourth quarter	Total			
Fiscal year ended	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions of yen)	(%)	(%)
February 29, 2020	—	25.00	—	26.00	51.00	2,349	43.5	7.5
February 28, 2021	—	18.00	—	21.00	39.00	1,798	50.1	5.3
Fiscal year ending February 28, 2022 (Forecasted)	—	25.00	—	26.00	51.00		—	

3. Forecasts on the Consolidated Financial Results for the Fiscal Year Ending February 28, 2022 (March 1, 2021 - February 28, 2022)

(Percentages represent year-on-year changes)

	Revenue		Operating profit		Income before income taxes		Net income		Net income attributable to owners of the parent		Basic earnings per share
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Yen)
Fiscal year ending February 28, 2022	32,900	14.2	7,250	31.6	7,100	31.7	4,865	35.1	4,850	35.1	105.18

(1) Changes in status of significant subsidiaries during the year (changes in specified subsidiaries accompanying changes in scope of consolidation) : No

The number of newly consolidated subsidiary

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required by IFRSs : No

(ii) Changes in accounting policies other than those in (i) : Yes (*)

(iii) Changes in accounting estimates : No

(*) The amendment to IFRS 16 “COVID-19 Related Rent Concessions”, published in May 2020, has been early adopted effective June 1, 2020. The impact of this adoption is immaterial.

(3) Number of issued shares (common stock)

(i) Number of issued shares (including treasury stock)	As of February 28, 2021	46,117,350	As of February 29, 2020	46,083,600
(ii) Number of treasury stock	As of February 28, 2021	7,183	As of February 29, 2020	3,977
(iii) Average number of issued shares during the year	Fiscal year ended February 28, 2021	46,091,272	Fiscal year ended February 29, 2020	45,838,444

* This report is not subject to audit procedures.

* Notes for using forecasted information and other matters

The forecasts above are based on information available at the date of this report and certain assumptions deemed to be reasonable. The Company does not provide any assurance as to achievement of these forecasts. In addition, the actual results may vary materially from the forecasts due to various uncertainties.

* Method of obtaining supplemental materials

Supplementary materials will be published on our website of KOMEDA Holdings Co., Ltd. on April 16, 2021.

* Change in Monetary Unit:

In previous consolidated financial statements, the unit for accounting items was stated at thousands of yen. However, starting from the first quarter ended May 31, 2020, the unit has been changed to millions of yen.
To ensure comparability, comparative information have been also restated to millions of yen.

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Consolidated Financial Statements

(1) Consolidated Statements of Financial Position (Unaudited)

(Millions of yen)

	As of	
	February 29, 2020	February 28, 2021
Assets		
Current assets		
Cash and cash equivalents	6,609	7,301
Trade and other receivables	6,341	5,195
Other financial assets	4,133	14,128
Inventories	201	317
Other current assets	936	997
Total current assets	18,220	27,938
Non-current assets		
Property, plant and equipment	12,162	12,819
Goodwill	38,354	38,354
Other intangible assets	163	217
Trade and other receivables	25,932	26,473
Other financial assets	3,004	3,206
Deferred tax assets	298	325
Other non-current assets	305	204
Total non-current assets	80,218	81,598
Total assets	98,438	109,536
Liabilities and equity		
Liabilities		
Current liabilities		
Trade payables	1,550	1,488
Short-term borrowings	3,095	12,705
Lease liabilities	2,292	3,056
Income tax payable	1,222	2,652
Other financial liabilities	1,740	1,955
Other current liabilities	1,374	1,915
Total current liabilities	11,273	23,771
Non-current liabilities		
Long-term debt	17,452	14,861
Lease liabilities	29,753	29,335
Other financial liabilities	6,129	6,057
Provisions	225	308
Other non-current liabilities	393	371
Total non-current liabilities	53,952	50,932
Total liabilities	65,225	74,703
Equity		
Common stock	613	625
Capital surplus	13,096	13,127
Retained earnings	19,495	21,057
Treasury stock	(10)	(17)
Other components of equity	(8)	(0)
Equity attributable to owners of the parent	33,186	34,792
Non-controlling interests	27	41
Total equity	33,213	34,833
Total liabilities and equity	98,438	109,536

Consolidated Financial Statements

(2) Consolidated Statements of Income (Unaudited)

(Millions of yen)

	Year ended	
	February 29, 2020	February 28, 2021
Revenue	31,219	28,836
Cost of sales	(19,132)	(18,477)
Gross profit	12,087	10,359
Other operating income	166	307
Selling, general and administrative expenses	(4,301)	(4,620)
Other operating expenses	(74)	(535)
Operating profit	7,878	5,511
Financial income	21	19
Financial expense	(124)	(139)
Income before income taxes	7,775	5,391
Income taxes	(2,406)	(1,789)
Net income	5,369	3,602
Net income attributable to:		
Owners of the parent	5,376	3,590
Non-controlling interests	(7)	12
Net income	5,369	3,602
Interim earnings per share		
Basic (Yen)	117.27	77.89
Diluted (Yen)	116.69	77.67

Consolidated Financial Statements

(3) Consolidated Statements of Cash Flows (Unaudited)

(Millions of yen)

	Year ended	
	February 29, 2020	February 28, 2021
Cash flows from operating activities		
Income before income taxes	7,775	5,391
Depreciation and amortization	1,114	1,429
Financial income	(21)	(19)
Financial expense	124	139
Decrease (increase) in trade and other receivables	290	706
Decrease (increase) in guarantee deposits and construction assistance fund receivables	(175)	(95)
Decrease (increase) in other financial assets	(14)	8
Increase (decrease) in trade payables	316	(127)
Increase (decrease) in guarantee deposits received and construction assistance fund received	22	(39)
Increase (decrease) in other financial liabilities	2,193	2,505
Others	343	920
Subtotal	11,968	10,818
Interest received	5	1
Interest paid	(63)	(66)
Income taxes paid	(3,081)	(928)
Income taxes refunded	489	534
Net cash provided by operating activities	9,318	10,359
Cash flows from investing activities		
Decrease (increase) in time deposits	—	(10,000)
Purchase of property, plant and equipment	(1,270)	(1,382)
Purchase of intangible assets	(105)	(102)
Others	4	(72)
Net cash used in investing activities	(1,372)	(11,556)
Cash flows from financing activities		
Proceeds from short-term borrowings	—	10,130
Repayment of long-term debt	(3,121)	(3,135)
Repayments of lease liabilities	(2,753)	(3,096)
Proceeds from issuance of common stock	89	20
Proceeds from disposal of treasury stock	898	—
Cash dividends paid to owners of the parent	(2,283)	(2,030)
Net cash provided by (used in) financing activities	(7,169)	1,889
Effect of exchange rate changes on cash and cash equivalents	(10)	0
Net increase (decrease) in cash and cash equivalents	767	692
Cash and cash equivalents at beginning of period	5,841	6,609
Cash and cash equivalents at end of period	6,609	7,301