Dexerials

Consolidated Financial Results for the Nine Months Ended December 31, 2020 [Under Japanese GAAP]

February 2, 2021

Company name: Dexerials Corporation Listing: Tokyo Stock Exchange
Security code: 4980 URL: https://www.dexerials.jp/en
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Quarterly Securities Report (*Shihanki Hokokusho*) filing date: February 10, 2021
Schedule date of dividend payment: –
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 1 million yen have been omitted.

1. Consolidated financial results for the nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2020	49,193	9.9	8,585	94.7	8,275	96.5	4,126	45.7
December 31, 2019	44,781	(5.8)	4,409	13.9	4,210	5.9	2,832	9.4

Note: Comprehensive income For the nine months ended December 31, 2020: ¥3,996 million [58.2%] For the nine months ended December 31, 2019: ¥2,525 million [5.5%]

Note: Cash flows from operating activities For the nine months ended December 31, 2020: ¥10,764 million [42.1%] For the nine months ended December 31, 2019: ¥7,574 million [97.0%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2020	67.84	67.46
December 31, 2019	46.67	46.45

(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
December 31, 2020	92,007	51,196	55.6	842.57
March 31, 2020	86,279	49,567	57.5	814.68

Reference: Capital (Shareholders' equity + Accumulated other comprehensive income)
As of December 31, 2020: 51,196 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	64,500	11.8	10,000	116.6	9,500	116.2	4,200	53.6	69.18

Note: Revisions to earnings forecast published most recently: Yes
Regarding the revision of the earnings forecast, please refer to "Notice of Revised Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2021" published on February 2, 2021.

For more information on the consolidated financial results for the nine months ended December 31, 2020, please refer to the supplementary briefing material on quarterly financial results, Quarterly Securities Report for the third quarter (available in Japanese only) to be filed on February 10, 2021 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 December 31, 2020:	64,140,800 shares
As of March 31, 2020:	63,973,800 shares

(b) Number of shares of treasury stock

As of December 31, 2020:	3,378,648 shares
As of March 31, 2020:	3,131,103 shares

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

Nine months ended December 31, 2020:	60,824,342 shares
Nine months ended December 31, 2019:	60,676,326 shares

Notes: 1. As a result of the exercise of stock options during the nine months ended December 31, 2020, the number of shares issued as of December 31, 2020 has increased by 167,000 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. (293,800 shares at the end of the third 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 (3,219,045 shares for the nine months ended December 31, 2020; and 3,178,232 shares for the nine months ended December 31, 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.