(Translation)

Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 (under Japanese GAAP)

April 30, 2021

Company name: SG Holdings Co., Ltd. Listing: Tokyo Stock Exchange
Securities code: 9143 URL: http://www.sg-hldgs.co.jp/
Representative: Hideo Araki, President and COO
Contact: Shunichi Nakajima, Director (Finance and Accounting)
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Planned date of the annual general meeting of the shareholders: June 25, 2021
Planned start date for payment of dividends: June 7, 2021
Planned date of the submission of an annual securities report: June 28, 2021
Preparation of supplemental explanatory material for financial results: Yes
Holding of briefing for financial results: Yes
(for analysts and institutional investors)

(Note: Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 (April 1, 2020 to March 31, 2021)

(1) Consolidated Operating Results

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2021	1,312,085	11.8	101,726	34.8	103,666	28.7	74,342	57.2
Fiscal year ended March 31, 2020	1,173,498	5.0	75,447	7.2	80,532	7.7	47,292	8.8

(Note) Comprehensive income:
Fiscal year ended March 31, 2021 92,981 million yen (up 81.5%)
Fiscal year ended March 31, 2020 51,241 million yen (up 1.3%)

	Basic net income per share	Diluted net income per share	Return on equity (ROE)	Ratio of ordinary income to total assets	Ratio of operating income to operating revenues
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2021	117.03	—	19.0	13.3	7.8
Fiscal year ended March 31, 2020	74.45	—	12.8	10.5	6.4

(Reference) Equity in earnings of associated companies:
Fiscal year ended March 31, 2021 629 million yen
Fiscal year ended March 31, 2020 4,165 million yen

(Note) The Company conducted a split of the shares of its common stock on a 2-for-1 basis effective November 1, 2020. Basic net income per share was calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity ratio	Total equity per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2021	790,259	404,845	50.4	627.09
As of March 31, 2020	772,744	423,082	49.7	604.48

(Reference) Equity (Total equity – non-controlling interests):
As of March 31, 2021 398,342 million yen
As of March 31, 2020 383,977 million yen

(Notes) 1. The Company conducted a split of the shares of its common stock on a 2-for-1 basis effective November 1, 2020. Total equity per share was calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.
2. During the fiscal year ended March 31, 2021, the provisional accounting treatment for business combinations was finalized and related necessary adjustments are accordingly reflected in the consolidated financial statements for the fiscal year ended March 31, 2020.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2021	121,294	504	(121,931)	69,165
Fiscal year ended March 31, 2020	53,589	(61,531)	(24,372)	68,706

2. Dividend Status

	Dividend per share					Total dividends (Annual)	Dividend payout ratio (Consolidated)	Ratio of dividends to total equity (Consolidated)
	1Q-end	2Q-end	3Q-end	4Q-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2020	—	22.00	—	22.00	44.00	13,974	29.5	3.8
Fiscal year ended March 31, 2021	—	36.00	—	17.00	—	22,232	29.9	5.7
Fiscal year ending March 31, 2022 (Forecast)	—	18.00	—	18.00	36.00		30.9	

(Notes) 1. Interim dividend for the first six months of the fiscal year ended March 31, 2021: ordinary dividend of 26.00 yen per share and special dividend of 10.00 yen per share.
2. The Company conducted a split of the shares of its common stock on a 2-for-1 basis effective November 1, 2020. Regarding interim dividend per share for the first six months of the fiscal year ended March 31, 2021, the dividend per share indicates the actual amount before the stock split, while the annual dividend is indicated as "—".
3. The year-end dividend for the fiscal year ended March 31, 2021 has been revised from the most recent forecast. For more details, please refer to the "Notice Concerning Revision of Dividend Forecast" released on April 30, 2021.

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2022
(April 1, 2021 to March 31, 2022)

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year	660,000	—	46,000	—	46,500	—	32,000	—	50.38
Full year	1,325,000	—	107,000	—	108,500	—	74,000	—	116.49

(Notes) 1. The number of shares issued as of March 31, 2021 (excluding treasury stock) has been used as the average number of shares during the period, which serves as the basis for calculating basic net income per share.

2. Due to the adoption of "Accounting Standard for Revenue Recognition" (Accounting Standards Board of Japan Statement No. 29) and its implementation guidance from the beginning of the fiscal year ending March 31, 2022, the effect of the adoption is reflected in the consolidated earnings forecasts listed above and therefore the percentage figures which represent year-on-year changes are indicated as "—". The effect on the consolidated statement of income for the fiscal year ending March 31, 2022 will be immaterial.

* Notes

(1) Changes in significant subsidiaries during the period
(Changes in specified subsidiaries resulting in changes in scope of consolidation): None
Newly added: - companies
Excluded: - companies

(2) Changes in accounting policies, changes in accounting estimates, and restatements
(i) Changes in accounting policies due to revisions to accounting standards: None
(ii) Changes in accounting policies due to other reasons: None
(iii) Changes in accounting estimates: None
(iv) Restatements: None

(3) Number of shares issued (common stock)
(i) Number of shares issued at the end of the period (including treasury stock)
As of March 31, 2021 640,394,400 shares
As of March 31, 2020 640,394,400 shares
(ii) Number of treasury stock at the end of the period
As of March 31, 2021 5,169,214 shares
As of March 31, 2020 5,169,878 shares
(iii) Average number of shares during the period
Fiscal year ended March 31, 2021 635,225,041 shares
Fiscal year ended March 31, 2020 635,217,804 shares
(Note) The Company conducted a split of the shares of its common stock on a 2-for-1 basis effective November 1, 2020. The number of shares issued (common stock) was calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

* This report is not subject to audits by certified public accountants or audit firms.

* Description concerning the appropriate use of earnings forecasts and other remarks
The descriptions concerning earnings forecasts included in this document are based on information currently available to the Company and the certain assumptions reasonably judged to be valid. Actual results may differ substantially from these forecasts due to a variety of factors. For the assumptions on which the earnings forecasts were based and the notes for use of the forecasts, please refer to "1. Overview of Operating Results,etc. (4) Future Outlook" in the Appendix.

- The Company plans to promptly publish supplemental explanatory material for consolidated financial results on its website following the financial results announcement.
- The Company plans to hold a results presentation briefing for analysts and institutional investors on May 6, 2021.