

FINANCIAL RELEASE

**FROM APRIL 1,2020
TO SEPTEMBER 30,2020**

HOSIDEN CORPORATION

1. Consolidated Results For The Six Months Ended September.30, 2020

(1) Consolidated Operating Results (Six months ended Sep.30, 2020)

Percentages indicate year - on - year changes

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended Sep.30,2020	118,170	18.1	5,168	(8.8)	4,551	(12.1)	3,519	(21.1)
Six months ended Sep.30,2019	100,040	(26.4)	5,664	(0.8)	5,179	(43.4)	4,461	(36.2)

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
Six months ended Sep.30,2020	60.21	56.03
Six months ended Sep.30,2019	76.32	71.11

(2) Consolidated Financial Position (As of Sep.30,2020 and as of March.31,2020)

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of Sep.30,2020	158,523	103,895	65.5
As of March.31,2020	150,161	100,767	67.1

2. Dividends (Years ended March.31,2020 and the year ending March.31,2021)

	Dividends per Share (Yen)				
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
2020	-	10.00	-	15.00	25.00
2021	-	10.00			
2021 (Projected)			-	10.00	20.00

3. Consolidated Forecasts for the year ending March.31,2021

Percentages indicate year - on - year changes

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March.31,2021	230,000	8.5	9,500	(15.3)	9,500	(16.3)	6,600	(30.0)	112.90

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS		
ACCOUNT ITEMS	As of March.31,2020	As of Sep.30,2020
Current assets		
1. Cash and deposits	49,213	45,629
2. Notes receivable and accounts receivable-trade	26,183	38,571
3. Short-term investment securities	14,599	11,699
4. Inventories	33,051	35,049
5. Other current assets	4,445	4,741
6. Allowance for doubtful receivables	(27)	(26)
Total of current assets	127,468	135,665
Fixed assets		
Property, plant and equipment	16,797	16,323
Intangible assets	393	411
Investments and other assets		
1. Investment securities	3,683	4,145
2. Other investments	2,102	2,262
Allowance for doubtful receivables	(284)	(285)
Total of investments and other assets	5,501	6,122
Total of fixed assets	22,693	22,857
Total assets	150,161	158,523

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2020	As of Sep.30,2020
Current liabilities		
1. Notes payable and accounts payable-trade	25,050	30,649
2. Short-term debt	1,990	1,977
3. Income tax payable	1,819	1,445
4. Other current liabilities	4,362	3,951
Total of current liabilities	33,223	38,023
Long-term liabilities		
1. Convertible bond-type bonds with subscription rights to shares	10,094	10,083
2. Retirement allowance	4,434	4,497
3. Other long-term liabilities	1,641	2,023
Total of long-term liabilities	16,170	16,605
Total liabilities	49,394	54,628
SHAREHOLDERS' EQUITY		
Owner's equity		
1. Common stock	13,660	13,660
2. Additional paid-in capital	19,596	19,596
3. Retained earnings	77,791	80,434
4. Treasury stock	(8,661)	(8,662)
Total of owner's equity	102,386	105,029
Accumulated other comprehensive income		
1. Unrealized gains on other securities	1,676	2,007
2. Foreign currency translation adjustments	(3,334)	(3,169)
3. Remeasurements of defined benefit plans	38	28
Total of accumulated other comprehensive income	(1,619)	(1,133)
Total shareholders' equity	100,767	103,895
Total liabilities and shareholders' equity	150,161	158,523

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2019	Six months ended Sep.30,2020
Net sales	100,040	118,170
Cost of sales	89,438	108,221
Gross profit	10,601	9,949
Selling, general and administrative expenses	4,936	4,780
Operating income	5,664	5,168
Non-operating income	241	257
1. Interest income	103	50
2. Dividends received	57	57
3. Subsidies for employment adjustment	0	82
4. Other	80	67
Non-operating expenses	(726)	(874)
1. Interest expenses	(63)	(30)
2. Exchange loss	(549)	(833)
3. Other	(112)	(10)
Ordinary income	5,179	4,551
Extraordinary income	329	170
1. Gains on sales of fixed assets	4	170
2. Gains on sales of investment securities	313	-
3. Other	11	-
Extraordinary loss	(31)	(30)
1. Loss on disposal and sales of fixed assets	(16)	(5)
2. Loss on valuation of investment securities	(14)	(13)
3. Loss on liquidation of subsidiaries	-	(11)
4. Other	-	(0)
Income before income taxes	5,478	4,692
Income taxes	1,016	1,172
1. Current income taxes	895	1,095
2. Deferred income taxes	121	77
Net income	4,461	3,519
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	4,461	3,519

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2019	Six months ended Sep.30,2020
Net income	4,461	3,519
Other comprehensive income		
Net unrealized holding gains on securities	(2)	330
Foreign currency translation adjustments	(745)	164
Remeasurements of defined benefit plans	(31)	(10)
Total other comprehensive income	(778)	485
Comprehensive income	3,682	4,005
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,682	4,005
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2019	Six months ended Sep.30,2020
Operating activities		
1. Profit before income taxes	5,478	4,692
2. Depreciation	1,413	1,464
3. Decrease(Increase) in notes and accounts receivables- trade	(13,873)	(12,699)
4. Decrease(Increase) in inventories	(21,168)	(2,413)
5. Decrease(Increase) in accounts receivables from sub-contractors	(354)	(586)
6. Increase(Decrease) in notes and accounts payable-trade	24,659	6,563
7. Other-net	(1,738)	(116)
Sub-total	(5,584)	(3,096)
8. Interest and dividends - received	152	97
9. Interest - paid	(64)	(32)
10. Income taxes - paid	(1,713)	(1,611)
11. Income taxes - refunded	220	4
Net cash provided by operating activities	(6,989)	(4,639)
Investing activities		
1. Decrease(Increase) from deposits	380	5
2. Capital expenditures	(3,211)	(1,162)
3. Gains on sales of investment securities	621	-
4. Other-net	423	215
Net cash used in investing activities	(1,786)	(941)
Financing activities		
1. Increase(Decrease) in short-term debt	(37)	85
2. Purchases of treasury stock	(0)	(0)
3. Dividends paid	(876)	(876)
4. Other-net	(54)	(51)
Net cash used in financing activities	(969)	(842)
Effect of exchange rate changes on cash and cash equivalents	(554)	(76)
Net increase (Decrease) in cash and cash equivalents	(10,300)	(6,499)
Cash and cash equivalents at beginning of period	68,061	62,649
Cash and cash equivalents at end of period	57,760	56,149

NET SALES BY PRODUCTS

Yen (millions)

	Six months ended Sep.30,2020	
	Amount	%
Electro-mechanical components	105,710	89.5
Acoustic components	5,016	4.2
Display components	3,410	2.9
Applied equipment and others	4,033	3.4
Total	118,170	100.0