

FINANCIAL RELEASE

**FROM APRIL 1,2021
TO JUNE 30,2021**

HOSIDEN CORPORATION

1. Consolidated Results For The Three Months Ended June.30, 2021

(1)Consolidated Operating Results(Three months ended June.30 ,2021)

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	%
Three months ended June.30,2021	51,101	0.8	2,938	84.9	3,066	113.4	2,219	99.3
Three months ended June.30,2020	50,688	49.4	1,589	9.6	1,436	66.0	1,113	28.8

	Net Income	Diluted Net
	Per Share	Income Per Share
	Yen	Yen
Three months ended June.30,2021	39.32	36.48
Three months ended June.30,2020	19.05	17.70

(2)Consolidated Financial Position(As of June.30,2021 and as of March.31,2021)

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of June.30,2021	164,371	111,476	67.8
As of March.31,2021	161,894	109,250	67.5

2.Dividends(Years ended March.31,2021 and the year ending March.31,2022)

	Dividends per Share(Yen)				
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
2021	-	10.00	-	15.00	25.00
2022	-				
2022(Projected)		10.00	-	10.00	20.00

3.Consolidated Forecasts for the six months ending September.30,2021 and the year ending March.31,2022

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
Six months ending September.30,2021	116,000	(1.8)	5,100	(1.3)	5,100	12.0	3,800	8.0	65.68
Year ending March.31,2022	260,000	11.1	11,500	(7.1)	11,500	(14.2)	8,500	(17.8)	146.92

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS			
ACCOUNT ITEMS	As of March.31,2021	As of June.30,2021	
Current assets			
1. Cash and deposits	52,371	48,185	
2. Notes receivable and accounts receivable-trade	25,738	-	
3. Notes receivable,accounts receivable-trade and contract assets	-	25,735	
4. Short-term investment securities	18,400	14,500	
5. Inventories	36,713	47,099	
6. Other current assets	4,948	4,724	
7. Allowance for doubtful receivables	(35)	(40)	
Total of current assets	138,138	140,206	
Fixed assets			
Property, plant and equipment	16,499	17,082	
Intangible assets	416	409	
Investments and other assets			
1. Investment securities	4,945	4,842	
2. Other investments	2,185	2,120	
Allowance for doubtful receivables	(290)	(290)	
Total of investments and other assets	6,840	6,671	
Total of fixed assets	23,756	24,164	
Total assets	161,894	164,371	

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2021	As of June.30,2021
Current liabilities		
1. Notes payable and accounts payable-trade	27,137	26,460
2. Short-term debt	1,941	2,002
3. Income tax payable	2,214	1,021
4. Other current liabilities	5,316	7,314
Total of current liabilities	36,609	36,798
Long-term liabilities		
1. Convertible bond-type bonds with subscription rights to shares	10,073	10,067
2. Retirement allowance	3,973	3,961
3. Other long-term liabilities	1,988	2,066
Total of long-term liabilities	16,034	16,095
Total liabilities	52,644	52,894
SHAREHOLDERS' EQUITY		
Owner's equity		
1. Common stock	13,660	13,660
2. Additional paid-in capital	19,596	19,596
3. Retained earnings	86,668	85,202
4. Treasury stock	(10,649)	(7,810)
Total of owner's equity	109,276	110,648
Accumulated other comprehensive income		
1. Unrealized gains on other securities	2,570	2,524
2. Foreign currency translation adjustments	(2,951)	(2,017)
3. Remeasurements of defined benefit plans	355	321
Total of accumulated other comprehensive income(loss)	(25)	827
Total shareholders' equity	109,250	111,476
Total liabilities and shareholders' equity	161,894	164,371

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30,2020	Three months ended June.30,2021
Net sales	50,688	51,101
Cost of sales	46,841	45,626
Gross profit	3,846	5,474
Selling, general and administrative expenses	2,257	2,536
Operating income	1,589	2,938
Non-operating income	95	140
1. Interest income	25	17
2. Dividends received	48	56
3. Exchange gain	-	20
4. Subsidies for employment adjustment	7	32
5. Other	12	13
Non-operating expenses	(247)	(12)
1. Interest expenses	(15)	(7)
2. Exchange loss	(227)	(-)
3. Commission for syndicate loan	(4)	(4)
4. Other	(0)	(1)
Ordinary income	1,436	3,066
Extraordinary income	167	107
1. Gains on sales of fixed assets	167	0
2. Gains on sales of investment securities	-	106
Extraordinary loss	(25)	(7)
1. Loss on disposal and sales of fixed assets	(1)	(7)
2. Loss on valuation of investment securities	(12)	(-)
3. Loss on liquidation of subsidiaries	(11)	(-)
4. Other	(0)	(-)
Income before income taxes	1,577	3,166
Income taxes	464	946
1. Current income taxes	292	735
2. Deferred income taxes	171	211
Net income	1,113	2,219
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	1,113	2,219

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30,2020	Three months ended June.30,2021
Net income	1,113	2,219
Other comprehensive income		
Net unrealized holding gains on securities	192	(46)
Foreign currency translation adjustments	(118)	933
Remeasurements of defined benefit plans	(5)	(34)
Total other comprehensive income	68	852
Comprehensive income	1,181	3,072
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,181	3,072
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30.2020	Three months ended June.30.2021
Operating activities		
1. Profit before income taxes	1,577	3,166
2. Depreciation	723	679
3. Decrease(Increase) in notes and accounts receivables – trade	(4,922)	517
4. Decrease(Increase) in inventories	(919)	(10,005)
5. Decrease(Increase) in accounts receivables from sub-contractors	(430)	(253)
6. Increase(Decrease) in notes and accounts payable-trade	4,761	(1,375)
7. Other – net	(693)	2,206
Sub-total	96	(5,063)
8. Interest and dividends – received	63	69
9. Interest – paid	(10)	(5)
10. Subsidies for employment adjustment–received	7	32
11. Income taxes– paid	(1,472)	(2,030)
12. Income taxes– refunded	4	-
Net cash provided by operating activities	(1,310)	(6,996)
Investing activities		
1. Decrease(Increase) from deposits	(6)	-
2. Capital expenditures	(341)	(736)
3. Proceeds from sales of fixed assets	351	-
4. Proceeds from sales of investment securities	-	131
5. Other – net	164	68
Net cash used in investing activities	167	(535)
Financing activities		
1. Increase(Decrease) in short-term debt	72	2
2. Purchases of treasury stock	-	(0)
3. Dividends paid	(876)	(846)
4. Other – net	(29)	(23)
Net cash used in financing activities	(834)	(868)
Effect of exchange rate changes on cash and cash equivalents	(83)	308
Net increase (decrease) in cash and cash equivalents	(2,060)	(8,092)
Cash and cash equivalents at beginning of period	62,649	69,522
Cash and cash equivalents at end of period	60,588	61,430

NET SALES BY PRODUCTS

Yen (millions)

	Three months ended June.30,2021	
	Amount	%
Electro-mechanical components	43,143	84.4
Acoustic components	3,251	6.4
Display components	2,264	4.4
Applied equipment and others	2,442	4.8
Total	51,101	100.0