

FINANCIAL RELEASE

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

HOSIDEN CORPORATION

1. Consolidated Results For The Six Months Ended September.30, 2021

(1)Consolidated Operating Results(Six months ended Sep.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	%
Six months ended Sep.30,2021	96,788	(18.1)	6,588	27.5	7,410	62.8	5,944	70.3
Six months ended Sep.30,2020	118,170	18.1	5,168	(8.8)	4,551	(12.1)	3,519	(21.1)

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
Six months ended Sep.30,2021	106.18	98.55
Six months ended Sep.30,2020	60.21	56.03

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

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of Sep.30,2021	167,948	114,958	68.4
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	-	10.00			
2022(Projected)			-	45.00	55.00

3.Consolidated Forecasts for 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
Year ending March.31,2022	215,000	(8.1)	12,500	1.0	13,500	0.7	10,500	1.6	185.99

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS			
ACCOUNT ITEMS	As of March.31,2021	As of Sep.30,2021	
Current assets			
1. Cash and deposits	52,371	52,540	
2. Notes receivable and accounts receivable-trade	25,738	-	
3. Notes receivable,accounts receivable-trade and contract assets	-	32,373	
4. Short-term investment securities	18,400	12,800	
5. Inventories	36,713	41,127	
6. Other current assets	4,948	4,671	
7. Allowance for doubtful receivables	(35)	(35)	
Total of current assets	138,138	143,479	
Fixed assets			
Property, plant and equipment	16,499	17,264	
Intangible assets	416	404	
Investments and other assets			
1. Investment securities	4,945	4,853	
2. Other investments	2,185	2,236	
Allowance for doubtful receivables	(290)	(290)	
Total of investments and other assets	6,840	6,798	
Total of fixed assets	23,756	24,468	
Total assets	161,894	167,948	

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2021	As of Sep.30,2021
Current liabilities		
1. Notes payable and accounts payable-trade	27,137	26,008
2. Short-term debt	1,941	2,001
3. Income tax payable	2,214	2,161
4. Other current liabilities	5,316	6,823
Total of current liabilities	36,609	36,994
Long-term liabilities		
1. Convertible bond-type bonds with subscription rights to shares	10,073	10,062
2. Retirement allowance	3,973	3,899
3. Other long-term liabilities	1,988	2,032
Total of long-term liabilities	16,034	15,995
Total liabilities	52,644	52,990
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	88,977
4. Treasury stock	(10,649)	(7,811)
Total of owner's equity	109,276	114,422
Accumulated other comprehensive income		
1. Unrealized gains on other securities	2,570	2,590
2. Foreign currency translation adjustments	(2,951)	(2,342)
3. Remeasurements of defined benefit plans	355	286
Total of accumulated other comprehensive income	(25)	535
Total shareholders' equity	109,250	114,958
Total liabilities and shareholders' equity	161,894	167,948

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2020	Six months ended Sep.30,2021
Net sales	118,170	96,788
Cost of sales	108,221	85,207
Gross profit	9,949	11,580
Selling, general and administrative expenses	4,780	4,992
Operating income	5,168	6,588
Non-operating income	257	851
1. Interest income	50	39
2. Dividends received	57	65
3. Exchange gain	-	568
4. Other	149	177
Non-operating expenses	(874)	(29)
1. Interest expenses	(30)	(15)
2. Exchange loss	(833)	-
3. Commission for syndicate loan	(8)	(8)
4. Other	(1)	(5)
Ordinary income	4,551	7,410
Extraordinary income	170	577
1. Gains on sales of fixed assets	170	351
2. Gains on sales of investment securities	-	225
3. Other	-	0
Extraordinary loss	(30)	(30)
1. Loss on disposal and sales of fixed assets	(5)	(30)
2. Loss on valuation of investment securities	(13)	-
3. Loss on liquidation of subsidiaries	(11)	-
4. Other	(0)	-
Income before income taxes	4,692	7,958
Income taxes	1,172	1,964
1. Current income taxes	1,095	1,894
2. Deferred income taxes	77	69
Net income	3,519	5,994
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	3,519	5,994

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2020	Six months ended Sep.30,2021
Net income	3,519	5,994
Other comprehensive income		
Net unrealized holding gains on securities	330	19
Foreign currency translation adjustments	164	609
Remeasurements of defined benefit plans	(10)	(68)
Total other comprehensive income	485	560
Comprehensive income	4,005	6,554
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,005	6,554
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Six months ended Sep.30,2020	Six months ended Sep.30,2021
Operating activities		
1. Profit before income taxes	4,692	7,958
2. Depreciation	1,464	1,381
3. Decrease(Increase) in notes and accounts receivables- trade	(12,699)	(6,120)
4. Decrease(Increase) in inventories	(2,413)	(3,979)
5. Decrease(Increase) in accounts receivables from sub-contractors	(586)	(159)
6. Increase(Decrease) in notes and accounts payable-trade	6,563	(1,917)
7. Other-net	(198)	1,324
Sub-total	(3,179)	(1,512)
8. Interest and dividends - received	97	96
9. Interest - paid	(32)	(14)
10. Subsidies for employment adjustment–received	82	90
11.Income taxes - paid	(1,611)	(2,152)
12.Income taxes - refunded	4	-
Net cash provided by operating activities	(4,639)	(3,493)
Investing activities		
1. Decrease(Increase) from deposits	5	-
2. Capital expenditures	(1,162)	(1,762)
3. Proceeds from sales of fixed assets	353	337
4. Proceeds from sales of investment securities	-	342
5. Other-net	(138)	18
Net cash used in investing activities	(941)	(1,063)
Financing activities		
1. Increase(Decrease) in short-term debt	85	(80)
2. Purchases of treasury stock	(0)	(0)
3. Dividends paid	(876)	(846)
4. Other-net	(51)	(39)
Net cash used in financing activities	(842)	(967)
Effect of exchange rate changes on cash and cash equivalents	(76)	112
Net increase (Decrease) in cash and cash equivalents	(6,499)	(5,411)
Cash and cash equivalents at beginning of period	62,649	69,522
Cash and cash equivalents at end of period	56,149	64,110

NET SALES BY PRODUCTS

Yen (millions)

	Six months ended Sep.30,2021	
	Amount	%
Electro-mechanical components	81,460	84.1
Acoustic components	6,653	6.9
Display components	4,454	4.6
Applied equipment and others	4,218	4.4
Total	96,788	100.0