

FINANCIAL RELEASE

**FROM APRIL 1,2020
TO DECEMBER 31,2020**

HOSIDEN CORPORATION

1. Consolidated Results For The Nine Months Ended Dec.31,2020

(1)Consolidated Operating Resultss(Nine months ended Dec.31,2020)

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	%
Nine months ended Dec.31,2020	189,701	14.4	9,964	1.3	8,711	(13.3)	6,901	(14.0)
Nine months ended Dec.31,2019	165,794	(16.7)	9,832	5.6	10,053	(10.6)	8,024	(6.4)

	Net Income	Diluted Net
	Per Share	Income Per Share
	Yen	Yen
Nine months ended Dec.31,2020	118.33	110.15
Nine months ended Dec.31,2019	137.27	127.95

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

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of Dec.31,2020	157,258	106,302	67.6
As of Mar.31,2020	150,161	100,767	67.1

2.Dividends(Year 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)				15.00	25.00

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 Mar.31,2021	231,000	9.0	11,500	2.5	10,000	(11.9)	7,500	(20.5)	129.63

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS			
ACCOUNT ITEMS	As of March.31,2020	As of Dec.31,2020	
Current assets			
1. Cash and deposits	49,213	51,224	
2. Notes receivable and accounts receivable-trade	26,183	41,184	
3. Short-term investment securities	14,599	11,200	
4. Inventories	33,051	25,918	
5. Other current assets	4,445	4,391	
6. Allowance for doubtful receivables	(27)	(23)	
Total of current assets	127,468	133,896	
Fixed assets			
Property, plant and equipment	16,797	16,069	
Intangible assets	393	417	
Investments and other assets			
1. Investment securities	3,683	4,940	
2. Other investments	2,102	2,219	
Allowance for doubtful receivables	(284)	(285)	
Total of investments and other assets	5,501	6,875	
Total of fixed assets	22,693	23,362	
Total assets	150,161	157,258	

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2020	As of Dec.31,2020
Current liabilities		
1. Notes payable and accounts payable-trade	25,050	27,408
2. Short-term debt	1,990	1,960
3. Income tax payable	1,819	1,014
4. Other current liabilities	4,362	3,587
Total of current liabilities	33,223	33,970
Long-term liabilities		
1. Convertible bond-type bonds with subscription rights to shares	10,094	10,078
2. Retirement allowance	4,434	4,514
3. Other long-term liabilities	1,641	2,392
Total of long-term liabilities	16,170	16,985
Total liabilities	49,394	50,955
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	83,230
4. Treasury stock	(8,661)	(9,848)
Total of owner's equity	102,386	106,639
Accumulated other comprehensive income		
1. Unrealized gains on other securities	1,676	2,561
2. Foreign currency translation adjustments	(3,334)	(2,921)
3. Remeasurements of defined benefit plans	38	23
Total of accumulated other comprehensive income	(1,619)	(336)
Total shareholders' equity	100,767	106,302
Total liabilities and shareholders' equity	150,161	157,258

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec.31,2019	Nine months ended Dec.31,2020
Net sales	165,794	189,701
Cost of sales	148,591	172,371
Gross profit	17,203	17,329
Selling, general and administrative expenses	7,370	7,365
Operating income	9,832	9,964
Non-operating income	380	349
1. Interest income	145	71
2. Dividends received	96	101
3. Exchange gain	58	-
4. Subsidies for employment adjustment	1	95
5. Other	79	81
Non-operating expenses	(159)	(1,601)
1. Interest expenses	(89)	(36)
2. Exchange loss	-	(1,520)
3. Other	(69)	(44)
Ordinary income	10,053	8,711
Extraordinary income	345	186
1. Gains on sales of fixed assets	15	186
2. Gains on sales of investment securities	313	0
3. Other	15	-
Extraordinary loss	(144)	(31)
1. Loss on disposal and sales of fixed assets	(129)	(6)
2. Loss on valuation of investment securities	(14)	(13)
3. Loss on liquidation of subsidiaries	-	(11)
4. Other	(0)	(0)
Income before income taxes	10,254	8,866
Income taxes	2,229	1,965
1. Current income taxes	1,930	1,786
2. Deferred income taxes	299	178
Net income	8,024	6,901
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	8,024	6,901

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec.31,2019	Nine months ended Dec.31,2020
Net income	8,024	6,901
Other comprehensive income		
Net unrealized holding gains on securities	503	885
Foreign currency translation adjustments	(312)	413
Remeasurements of defined benefit plans	(46)	(15)
Total other comprehensive income	144	1,282
Comprehensive income	8,169	8,183
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,169	8,183
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec.31,2019	Nine months ended Dec.31,2020
Operating Activities		
1. Profit before income taxes	10,254	8,866
2. Depreciation	2,289	2,277
3. Decrease(Increase) in notes and accounts receivables- trade	(15,509)	(15,293)
4. Decrease(Increase) in inventories	(14,053)	6,598
5. Decrease(Increase) in accounts receivables from sub-contractors	(39)	(678)
6. Increase(Decrease) in notes and accounts payable-trade	11,762	3,663
7. Other-net	(1,827)	(209)
Sub-total	(7,123)	5,224
8. Interest and dividends - received	223	156
9. Interest - paid	(90)	(34)
10. Income taxes - paid	(2,873)	(2,845)
11. Income taxes - refunded	219	4
Net cash provided by operating activities	(9,644)	2,504
Investing Activities		
1. Decrease(Increase) from deposits	472	22
2. Capital expenditures	(4,428)	(1,561)
3. Gains on sales of investment securities	621	0
4. Other-net	152	282
Net cash used in investing activities	(3,182)	(1,256)
Financing Activities		
1. Increase(Decrease) in short-term debt	(26)	2
2. Purchases of treasury stock	(0)	(1,186)
3. Dividends paid	(1,461)	(1,461)
4. Other-net	(110)	(89)
Net cash used in financing activities	(1,599)	(2,735)
Effect of exchange rate changes on cash and cash equivalents	(336)	56
Net increase (Decrease) in cash and cash equivalents	(14,762)	(1,431)
Cash and cash equivalents at beginning of period	68,061	62,649
Cash and cash equivalents at end of period	53,298	61,218

NET SALES BY PRODUCTS

Yen (millions)

	Nine months ended Dec.31,2020	
	Amount	%
Electro-mechanical components	168,408	88.8
Acoustic components	8,361	4.4
Display components	6,070	3.2
Applied equipment and others	6,860	3.6
Total	189,701	100.0