



May 14, 2021

**Quarterly Financial Results for the Fiscal Year Ending September 30, 2021 (J-GAAP)
(2nd Quarter / October 1, 2020 - March 31, 2021)**

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(Figures are rounded down to the nearest million yen)

1. Quarterly Consolidated Financial Results (October 1, 2020 to March 31, 2021)

(1) Consolidated Results of Operation (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2nd quarter ended Mar. 2021	27,631	3.8	2,552	36.5	2,695	33.5	1,929	58.0
2nd quarter ended Mar. 2020	26,630	(5.9)	1,869	(43.0)	2,019	(40.0)	1,220	(48.4)

(Reference) Comprehensive Income (million Yen) 2nd quarter ended Mar.2021: 3,300 2nd quarter ended Mar.2020: 1,356

	Earnings per share	Diluted earnings per share
	Yen	Yen
2nd quarter ended Mar. 2021	238.20	237.40
2nd quarter ended Mar. 2020	150.84	150.31

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Mar. 31, 2021	69,620	43,459	62.3
As of Sept. 30, 2020	65,180	40,575	62.1

(Reference) Shareholders' Equity (million Yen) Mar. 2021: 43,360 Sept. 2020: 40,456

2. Dividends

	Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended Sept. 2020 (actual)	—	55.00	—	55.00	110.00
Year ended Sept. 2021 (actual)	—	55.00			
Year ended Sept. 2021 (forecast)			—	55.00	110.00

Note : Revisions of the forecast dividends since the latest announcement: No

3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2021
(October 1, 2020 - September 30, 2021)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full Year	53,000	(0.9)	4,000	(16.5)	4,000	(20.1)	2,700	(18.6)	333.63

Note : Revisions of the Consolidated forecast since the latest announcement: No

4. Others

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None

(2) Adoption of simplified accounting treatment for quarterly closing: Yes

(3) Changes in accounting treatment for quarterly consolidated financial statement:

1) Changes in accounting policies due to the revision of accounting standards: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of the period (incl. treasury stock)

Mar. 2021: 8,615,269 shares Sept. 2020: 8,615,269 shares

2) Number of treasury stock at the end of the period

Mar. 2021: 511,755 shares Sept. 2020: 522,836 shares

3) Average number of shares in the fiscal year

Mar. 2021: 8,098,381 shares Mar. 2020: 8,093,070 shares

* This quarterly consolidated financial statements is not subject to quarterly review procedures.

* Explanation regarding appropriate use of earnings forecasts and other special notes

Note : The forecasts above are based on currently available information at the time of announcement. Actual results may differ from these forecasts for a number of factors.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2020	As of March 31, 2021
Assets		
Current Assets		
Cash and deposits	15,445	19,276
Notes and accounts receivable-trade	14,128	14,199
Securities	1,999	999
Finished goods	2,188	2,707
Work in process	3,965	3,513
Raw materials and supplies	1,885	1,991
Other	1,126	1,162
Allowance for doubtful accounts	(182)	(167)
Total Current Assets	40,557	43,683
Non-Current Assets		
Property, plant and equipment		
Buildings and structures	20,321	21,558
Machinery, equipment and vehicles	11,863	12,191
Land	4,989	5,900
Construction in progress	529	218
Other	2,335	2,534
Accumulated depreciation and impairment loss	(18,357)	(19,503)
Total property, plant and equipment	21,681	22,900
Intangible assets		
Goodwill	184	187
Other	410	490
Total intangible assets	595	677
Investments and other assets		
Investment securities	1,418	1,508
Deferred tax assets	769	751
Other	179	119
Allowance for doubtful accounts	(20)	(19)
Total investments and other assets	2,347	2,359
Total Non-Current Assets	24,623	25,937
Total Assets	65,180	69,620

(Millions of Yen)

	As of September 30, 2020	As of March 31, 2021
Liabilities		
Current Liabilities		
Notes and accounts payable-trade	6,538	6,366
Current portion of long-term loans payable	426	214
Accrued expenses	2,543	2,476
Income taxes payable	906	537
Advances received	4,345	7,043
Provision for bonuses	525	295
Provision for directors' bonuses	72	41
Provision for product warranties	678	640
Other	1,988	1,809
Total Current Liabilities	18,024	19,426
Non-Current Liabilities		
Long-term loans payable	1,772	1,686
Net defined benefit liability	4,323	4,465
Deferred tax liabilities	383	451
Other	100	131
Total Non-Current Liabilities	6,580	6,734
Total Liabilities	24,605	26,160
Net Assets		
Shareholders' Equity		
Capital stock	14,496	14,496
Capital surplus	5,122	5,121
Retained earnings	28,719	30,204
Treasury stock	(2,399)	(2,349)
Total Shareholders' Equity	45,939	47,472
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	64	210
Deferred gains or losses on hedges	44	(27)
Foreign currency translation adjustment	(4,949)	(3,616)
Remeasurements of defined benefit plans	(642)	(678)
Total accumulated other comprehensive income	(5,483)	(4,112)
Subscription rights to shares	113	92
Non-controlling interests	5	6
Total Net Assets	40,575	43,459
Total Liabilities and Net Assets	65,180	69,620

(2) Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2019 - Mar. 31, 2020	Oct. 1, 2020- Mar. 31, 2021
Net sales	26,630	27,631
Cost of sales	17,325	17,869
Gross profit	9,305	9,762
Selling, general and administrative expenses	7,435	7,210
Operating profit	1,869	2,552
Non-operating income		
Interest income	29	20
Dividend income	15	15
Equity in earnings of affiliates	26	86
Foreign exchange gains	30	—
Gain on valuation of derivatives	35	17
Other	34	43
Total non-operating Income	171	184
Non-operating expenses		
Interest expenses	5	17
Foreign exchange losses	—	7
Other	15	16
Total non-operating Expenses	21	41
Ordinary profit	2,019	2,695
Extraordinary income		
Gain on sales of non-current assets	4	3
Gain on sales of investment securities	—	15
Total extraordinary income	4	19
Extraordinary losses		
Loss on sales and retirement of non-current assets	12	6
Loss on sales of investment securities	—	29
Loss on valuation of investment securities	3	—
Extra retirement payments	37	—
Total extraordinary loss	53	35
Income before income taxes	1,969	2,679
Income taxes	749	749
Net income	1,220	1,929
Profit (loss) attributable to non-controlling interests	(0)	0
Profit attributable to owners of parent	1,220	1,929

(3) Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2019 - Mar. 31, 2020	Oct. 1, 2020 - Mar. 31, 2021
Net income	1,220	1,929
Other comprehensive income		
Valuation difference on available-for-sale securities	(235)	146
Deferred gains or losses on hedges	7	(71)
Foreign currency translation adjustment	356	1,332
Remeasurements of defined benefit plans, net of tax	8	(35)
Total other comprehensive income	136	1,371
Comprehensive income	1,356	3,300
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,357	3,300
Comprehensive income attributable to non-controlling interests	(0)	0

(4) Consolidated Statements of Cash Flows

(Millions of Yen)

	Oct. 1, 2019 - Mar. 31, 2020	Oct. 1, 2020 - Mar. 31, 2021
Cash flows from operating activities;		
Income before income taxes	1,969	2,679
Depreciation and amortization	629	772
Amortization of goodwill	1	10
Increase (decrease) in allowance for doubtful accounts	(6)	(24)
Increase (decrease) in provision for bonuses	(127)	(229)
Increase (decrease) in provision for directors' bonuses	(16)	(30)
Increase (decrease) in provision for product warranties	26	(65)
Increase (decrease) in provision for point card certificates	(37)	—
Increase (decrease) in net defined benefit liability	7	36
Interest and dividends income	(44)	(36)
Interest expenses	5	17
Equity in (earnings) losses of affiliates	(26)	(86)
Loss (gain) on valuation of derivatives	(35)	(17)
Loss (gain) on sales and retirement of non-current assets	7	2
Decrease (increase) in notes and accounts receivable-trade	1,075	378
Decrease (increase) in inventories	(723)	257
Increase (decrease) in notes and accounts payable-trade	(857)	(410)
Increase (decrease) in advances received	(46)	2,410
Increase (decrease) in accrued expenses	(305)	(183)
Other	(46)	52
Sub total	1,451	5,532
Interests and dividends income received	44	136
Interest expenses paid	(5)	(17)
Income taxes paid	(772)	(1,175)
Net cash provided by (used in) operating activities	717	4,476
Cash flows from investing activities;		
Payments into time deposits	(65)	(96)
Proceeds from withdrawal of time deposit	13	96
Proceeds from redemption of securities	999	—
Proceeds from sales of property, plant and Equipment	26	13
Purchase of property, plant and equipment	(2,346)	(1,595)
Proceeds from sales of investment securities	—	123
Purchase of intangible assets	(110)	(118)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(465)	—
Other	(5)	(0)
Net cash provided by (used in) investing activities	(1,952)	(1,578)
Cash flows from financing activities;		
Proceeds from long-term loans payable	1,198	—
Repayment of long-term loans payable	(59)	(316)
Purchase of treasury shares	(2)	(2)
Cash dividends paid	(445)	(445)
Repayments of lease obligations	(16)	(17)
Other	1	—
Net cash provided by (used in) financing activities	675	(781)
Effect of exchange rate change on cash and cash equivalents	113	707
Net increase (decrease) in cash and cash equivalents	(444)	2,824
Cash and cash equivalents at beginning of period	16,774	17,310
Cash and cash equivalents at end of period	16,329	20,134