

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2020 (Based on IFRS)

November 9, 2020

Company name: Nissin Sugar Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 2117 URL <https://www.nissin-sugar.co.jp/>  
 Representative: President and Representative Director Yutaka Morita  
 Inquiries: General Manager, Finance Department Kenji Oba TEL 03 - 3668 - 1293  
 Scheduled date to file Quarterly Securities Report: November 13, 2020  
 Scheduled date to commence dividend payments: December 1, 2020  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2020	20,975	(13.2)	1,086	(40.5)	1,193	(40.1)	462	(67.0)	462	(67.0)	424	(59.9)
Six months ended September 30, 2019	24,156	–	1,824	–	1,993	–	1,404	–	1,404	–	1,058	–

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2020	20.96	–
Six months ended September 30, 2019	63.61	–

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2020	59,693	47,771	47,771	80.0
As of March 31, 2020	60,798	48,039	48,039	79.0

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	35.00	–	31.00	66.00
Year ending March 31, 2021	–	33.00	–	–	–
Year ending March 31, 2021 (Forecast)	–	–	–	32.00	65.00

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	44,000	(8.0)	1,900	(33.5)	2,100	(33.7)	1,000	(54.0)	1,000	(54.0)	45.29

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2020  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Changes in accounting policies and changes in accounting estimates
- Changes in accounting policies required by IFRS: No
  - Changes in accounting policies due to other reasons: No
  - Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2020	22,673,883 shares	As of March 31, 2020	22,673,883 shares
--------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of September 30, 2020	586,530 shares	As of March 31, 2020	595,194 shares
--------------------------	----------------	----------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2020	22,081,143 shares	Six months ended September 30, 2019	22,078,907 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

**Condensed quarterly consolidated financial statements**  
**Condensed quarterly consolidated statement of financial position**

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and cash equivalents	8,085	7,689
Trade and other receivables	4,309	3,896
Other financial assets	6,067	6,134
Inventories	5,898	5,895
Other current assets	259	252
Subtotal	24,620	23,869
Assets held for sale	–	493
Total current assets	24,620	24,362
Non-current assets		
Property, plant and equipment	11,985	11,698
Right-of-use assets	3,150	2,837
Goodwill	2,515	2,515
Intangible assets	255	321
Investments accounted for using equity method	11,545	11,618
Other financial assets	5,840	5,200
Retirement benefit asset	242	216
Deferred tax assets	467	416
Trade and other receivables	2	2
Other non-current assets	172	501
Total non-current assets	36,177	35,330
Total assets	60,798	59,693

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Borrowings	1,300	1,300
Trade and other payables	3,151	2,742
Lease liabilities	955	923
Other financial liabilities	35	39
Income taxes payable	616	767
Other current liabilities	1,992	1,938
Total current liabilities	8,051	7,711
Non-current liabilities		
Trade and other payables	0	0
Lease liabilities	3,612	3,181
Other financial liabilities	139	115
Retirement benefit liability	296	298
Provisions	399	400
Deferred tax liabilities	222	177
Other non-current liabilities	36	37
Total non-current liabilities	4,707	4,210
Total liabilities	12,758	11,922
Equity		
Capital stock	7,000	7,000
Capital surplus	11,596	11,595
Treasury shares	(300)	(296)
Other components of equity	361	310
Retained earnings	29,382	29,160
Total equity attributable to owners of parent	48,039	47,771
Total equity	48,039	47,771
Total liabilities and equity	60,798	59,693

**Condensed quarterly consolidated statements of income and condensed quarterly consolidated statements of comprehensive income**

**Condensed quarterly consolidated statements of income**

	(Millions of yen)	
	Six months ended September 30, 2019	Six months ended September 30, 2020
Revenue	24,156	20,975
Cost of sales	19,142	16,781
Gross profit	5,013	4,193
Selling, general and administrative expenses	3,187	3,147
Other operating income	15	52
Other operating expenses	17	13
Operating profit	1,824	1,086
Finance income	107	49
Finance costs	46	38
Share of profit of investments accounted for using equity method	108	95
Profit before tax	1,993	1,193
Income tax expense	589	730
Profit	1,404	462
Profit attributable to		
Owners of parent	1,404	462
Non-controlling interests	–	–
Profit	1,404	462
Earnings per share		
Basic earnings per share	63.61	20.96

## Condensed quarterly consolidated statements of comprehensive income

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Profit	1,404	462
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(346)	(48)
Share of other comprehensive income of investments accounted for using equity method	(0)	(0)
Total of items that will not be reclassified to profit or loss	(346)	(49)
Items that may be reclassified to profit or loss		
Cash flow hedges	1	10
Total of items that may be reclassified to profit or loss	1	10
Other comprehensive income	(345)	(38)
Comprehensive income	1,058	424
Comprehensive income attributable to		
Owners of parent	1,058	424
Non-controlling interests	—	—
Comprehensive income	1,058	424

## Condensed quarterly consolidated statement of changes in equity

Six months ended September 30, 2019

(Millions of yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury shares	Cash flow hedges	Other components of equity
					Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2019	7,000	11,596	(299)	2	965
Profit	–	–	–	–	–
Other comprehensive income	–	–	–	1	(346)
Total comprehensive income	–	–	–	1	(346)
Purchase of treasury shares	–	–	(0)	–	–
Dividends	–	–	–	–	–
Share-based remuneration transactions	–	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	–	–	8
Transfer to non-financial assets	–	–	–	6	–
Total transactions with owners	–	–	(0)	6	8
Balance as of September 30, 2019	7,000	11,596	(300)	9	627

	Equity attributable to owners of parent				
	Other components of equity		Retained earnings	Total	Total
	Remeasurements of defined benefit plans	Total			
Balance as of April 1, 2019	–	967	28,917	48,181	48,181
Profit	–	–	1,404	1,404	1,404
Other comprehensive income	–	(345)	–	(345)	(345)
Total comprehensive income	–	(345)	1,404	1,058	1,058
Purchase of treasury shares	–	–	–	(0)	(0)
Dividends	–	–	(750)	(750)	(750)
Share-based remuneration transactions	–	–	–	–	–
Transfer from other components of equity to retained earnings	–	8	(8)	–	–
Transfer to non-financial assets	–	6	–	6	6
Total transactions with owners	–	14	(759)	(744)	(744)
Balance as of September 30, 2019	–	637	29,562	48,496	48,496

Six months ended September 30, 2020

(Millions of yen)

	Equity attributable to owners of parent				
	Capital stock	Capital surplus	Treasury shares	Other components of equity	
				Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2020	7,000	11,596	(300)	5	356
Profit	–	–	–	–	–
Other comprehensive income	–	–	–	10	(49)
Total comprehensive income	–	–	–	10	(49)
Purchase of treasury shares	–	–	(0)	–	–
Dividends	–	–	–	–	–
Share-based remuneration transactions	–	(0)	4	–	–
Transfer from other components of equity to retained earnings	–	–	–	–	–
Transfer to non-financial assets	–	–	–	(12)	–
Total transactions with owners	–	(0)	4	(12)	–
Balance as of September 30, 2020	7,000	11,595	(296)	3	307

	Equity attributable to owners of parent				Total
	Other components of equity		Retained earnings	Total	
	Remeasurements of defined benefit plans	Total			
Balance as of April 1, 2020	–	361	29,382	48,039	48,039
Profit	–	–	462	462	462
Other comprehensive income	–	(38)	–	(38)	(38)
Total comprehensive income	–	(38)	462	424	424
Purchase of treasury shares	–	–	–	(0)	(0)
Dividends	–	–	(684)	(684)	(684)
Share-based remuneration transactions	–	–	–	3	3
Transfer from other components of equity to retained earnings	–	–	–	–	–
Transfer to non-financial assets	–	(12)	–	(12)	(12)
Total transactions with owners	–	(12)	(684)	(693)	(693)
Balance as of September 30, 2020	–	310	29,160	47,771	47,771