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## Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2021 (under IFRS)

February 2, 2021

Company name: **F.C.C. CO., LTD.**  
 Listing: Tokyo Stock Exchange  
 Securities code: 7296  
 URL: <https://www.fcc-net.co.jp/>  
 Representative: Yoshitaka Saito, President and Representative Director  
 Contact: Yasutaka Oishi, Operating Officer, Head of Management and Administration  
 TEL: +81-53-523-2400

Scheduled date to file Quarterly Securities Report: February 10, 2021

Scheduled date to commence dividend payments: —

Preparation of supplementary results briefing material on quarterly financial results: None

Holding of quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts rounded, unless otherwise noted)

### 1. Consolidated financial results for the Third quarter of the fiscal year ending March 31, 2021 (from April 1, 2020 to December 31, 2020)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before income taxes		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	%
Nine months ended												
December 31, 2020	101,483	(22.3)	2,859	(72.4)	3,016	(71.1)	2,141	(74.1)	2,025	(75.0)	3,370	(55.7)
December 31, 2019	130,663	(1.0)	10,373	(17.4)	10,438	(19.4)	8,260	(10.9)	8,106	(11.1)	7,612	(10.1)

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2020	40.77	—
December 31, 2019	163.15	—

#### (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	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
December 31, 2020	162,126	123,299	121,698	75.1	2,449.26
March 31, 2020	161,727	122,486	120,869	74.7	2,432.56

## 2. Cash dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2020	–	29.00	–	29.00	58.00
Fiscal year ending March 31, 2021	–	20.00	–		
Fiscal year ending March 31, 2021 (Forecast)				20.00	40.00

Note: Revisions to the forecast of cash dividends most recently announced: None

## 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before income taxes		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
Fiscal year ending March 31, 2021	138,000	(19.3)	5,000	(36.7)	5,200	(21.8)	3,700	(8.1)	3,500	(10.7)	70.44

Note: Revisions to the consolidated earnings forecasts most recently announced: None

**\* Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: None

Excluded: None

- (2) Changes in accounting policies and changes in accounting estimates

a. Changes in accounting policies required by IFRS: None

b. Changes in accounting policies other than the above: None

c. Changes in accounting estimates: None

- (3) Number of shares issued (ordinary shares)

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

As of December 31, 2020	52,644,030 shares
As of March 31, 2020	52,644,030 shares

- b. Number of treasury shares at the end of the period

As of December 31, 2020	2,956,140 shares
As of March 31, 2020	2,956,099 shares

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

For the nine months ended December 31, 2020	49,687,922 shares
For the nine months ended December 31, 2019	49,688,033 shares

- \* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

- \* Proper use of earnings forecasts, and other special matters

*Caution regarding forward-looking statements*

The forward-looking statements including earnings forecasts contained in these materials are based on information currently available to the Company and certain assumptions deemed reasonable by the Company, and are not intended as the Company's commitment to achieve such forecasts. Actual business and other results may differ significantly from these forecasts due to a wide range of factors.

## Condensed quarterly consolidated financial statements

### (1) Condensed quarterly consolidated statement of financial position

	(Millions of yen)	
	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and cash equivalents	35,350	31,897
Trade and other receivables	24,229	28,133
Other financial assets	2,114	3,796
Inventories	19,366	19,496
Other current assets	1,697	3,356
Total current assets	82,759	86,681
Non-current assets		
Property, plant and equipment	61,491	56,249
Goodwill and intangible assets	4,520	4,693
Investments accounted for using the equity method	63	147
Other financial assets	10,374	11,750
Deferred tax assets	2,388	2,484
Other non-current assets	129	117
Total non-current assets	78,968	75,444
Total assets	161,727	162,126

	(Millions of yen)	
	As of March 31, 2020	As of December 31, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	11,199	13,350
Borrowings	7,206	7,142
Other financial liabilities	345	416
Income taxes payable	2,133	2,018
Provisions	2,880	—
Other current liabilities	5,881	5,653
Total current liabilities	<u>29,645</u>	<u>28,582</u>
Non-current liabilities		
Borrowings	1	—
Other financial liabilities	1,189	1,311
Defined benefit liability	1,470	1,773
Provisions	29	29
Deferred tax liabilities	6,625	6,681
Other non-current liabilities	280	448
Total non-current liabilities	<u>9,596</u>	<u>10,244</u>
Total liabilities	39,241	38,826
Equity		
Issued capital	4,175	4,175
Retained earnings	123,579	123,191
Treasury shares	(4,787)	(4,787)
Other components of equity	(2,098)	(881)
Total equity attributable to owners of parent	<u>120,869</u>	<u>121,698</u>
Non-controlling interests	1,617	1,600
Total equity	<u>122,486</u>	<u>123,299</u>
Total liabilities and equity	<u>161,727</u>	<u>162,126</u>

**(2) Condensed quarterly consolidated statement of income**

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Revenue	130,663	101,483
Cost of sales	(108,981)	(87,199)
Gross profit	21,682	14,283
Selling, general and administrative expenses	(11,836)	(11,603)
Other income	695	608
Other expense	(168)	(429)
Operating profit	10,373	2,859
Finance income	845	812
Finance costs	(769)	(642)
Share of profit (loss) in investments accounted for using the equity method	(11)	(12)
Profit before income taxes	10,438	3,016
Income tax expense	(2,177)	(875)
Profit	8,260	2,141
Profit attributable to		
Owners of parent	8,106	2,025
Non-controlling interests	154	116
Profit	8,260	2,141
Earnings per share (Attributable to owners of parent)		
Basic earnings per share (Yen)	163.15	40.77
Diluted earnings per share (Yen)	—	—

**(3) Condensed quarterly consolidated statement of comprehensive income**

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	8,260	2,141
Other comprehensive income		
Components that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	3	20
Changes in the fair value of financial assets measured at fair value through other comprehensive income	237	785
Total	<u>240</u>	<u>806</u>
Components that may be reclassified to profit or loss		
Exchange differences of foreign operations	(884)	436
Share of other comprehensive income of associates accounted for using equity method	(4)	(13)
Total	<u>(889)</u>	<u>422</u>
Total other comprehensive income	<u>(648)</u>	<u>1,229</u>
Comprehensive income	<u>7,612</u>	<u>3,370</u>
Comprehensive income attributable to		
Owners of parent	7,466	3,264
Non-controlling interests	146	106
Comprehensive income	<u>7,612</u>	<u>3,370</u>

**(4) Condensed quarterly consolidated statement of changes in equity**  
 Nine months ended December 31, 2019

	Equity attributable to owners of parent				
	Issued capital	Retained earnings	Treasury shares	Other components of equity	
				Exchange differences of foreign operations	Changes in the fair value of financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2019	4,175	122,365	(4,787)	187	3,934
Profit	—	8,106	—	—	—
Other comprehensive income	—	—	—	(880)	236
Total comprehensive income	—	8,106	—	(880)	236
Purchase of treasury shares	—	—	(0)	—	—
Dividends	—	(2,881)	—	—	—
Transfer from other components of equity	—	11	—	—	(8)
Total transactions with the owners	—	(2,870)	(0)	—	(8)
Balance as of December 31, 2019	4,175	127,601	(4,787)	(692)	4,162

	Equity attributable to owners of parent				
	Other components of equity		Total	Non-controlling interests	Total equity
	Remeasurements of defined benefit plans	Total			
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2019	—	4,122	125,875	1,652	127,527
Profit	—	—	8,106	154	8,260
Other comprehensive income	3	(640)	(640)	(7)	(648)
Total comprehensive income	3	(640)	7,466	146	7,612
Purchase of treasury shares	—	—	(0)	—	(0)
Dividends	—	—	(2,881)	(90)	(2,972)
Transfer from other components of equity	(3)	(11)	—	—	—
Total transactions with the owners	(3)	(11)	(2,882)	(90)	(2,972)
Balance as of December 31, 2019	—	3,469	130,459	1,708	132,168



Nine months ended December 31, 2020

	Equity attributable to owners of parent				
	Issued capital	Retained earnings	Treasury shares	Other components of equity	
				Exchange differences of foreign operations	Changes in the fair value of financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2020	4,175	123,579	(4,787)	(5,122)	3,024
Profit	—	2,025	—	—	—
Other comprehensive income	—	—	—	440	777
Total comprehensive income	—	2,025	—	440	777
Purchase of treasury shares	—	—	(0)	—	—
Dividends	—	(2,434)	—	—	—
Transfer from other components of equity	—	20	—	—	—
Total transactions with the owners	—	(2,413)	(0)	—	—
Balance as of December 31, 2020	4,175	123,191	(4,787)	(4,682)	3,801

	Equity attributable to owners of parent				
	Other components of equity		Total	Non-controlling interests	Total equity
	Remeasurements of defined benefit plans	Total			
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2020	—	(2,098)	120,869	1,617	122,486
Profit	—	—	2,025	116	2,141
Other comprehensive income	20	1,238	1,238	(9)	1,229
Total comprehensive income	20	1,238	3,264	106	3,370
Purchase of treasury shares	—	—	(0)	—	(0)
Dividends	—	—	(2,434)	(123)	(2,557)
Transfer from other components of equity	(20)	(20)	—	—	—
Total transactions with the owners	(20)	(20)	(2,434)	(123)	(2,557)
Balance as of December 31, 2020	—	(881)	121,698	1,600	123,299

**(5) Condensed quarterly consolidated statement of cash flows**

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Cash flows from (used in) operating activities		
Profit before income taxes	10,438	3,016
Depreciation and amortization expense	10,311	10,097
Finance income and finance costs	(723)	(596)
Share of loss (profit) in investments accounted for using the equity method	11	12
Loss (gain) on sales and retirement of non-current assets	(36)	14
Decrease (Increase) in inventories	(583)	66
Decrease (Increase) in trade and other receivables	1,961	(3,887)
Increase (decrease) in trade and other payables	578	2,158
Increase (decrease) in defined benefit liability	246	201
Increase (decrease) in provisions	—	(2,880)
Other	(199)	(128)
Subtotal	22,003	8,076
Interest and dividend income received	795	651
Interest expenses paid	(120)	(40)
Income taxes paid	(3,344)	(2,912)
Income taxes refund and interest on refund received	69	9
Net cash flows from (used in) operating activities	19,402	5,784
Cash flows from (used in) investing activities		
Payments into time deposits	(1,123)	(2,292)
Proceeds from withdrawal of time deposits	455	559
Purchase of property, plant and equipment	(6,826)	(4,080)
Proceeds from sales of property, plant and equipment	328	101
Purchase of intangible assets	(985)	(1,217)
Proceeds from sales of intangible assets	0	—
Purchase of investments in associates	—	(107)
Payments of loans receivable	(102)	(140)
Collection of loans receivable	129	128
Purchase of investments	(464)	(167)
Proceeds from sales of investments	10	0
Other	(24)	(21)
Net cash flows from (used in) investing activities	(8,602)	(7,239)
Cash flows from (used in) financing activities		
Net increase (decrease) in short-term borrowings	(5,521)	(12)
Repayments of lease liabilities	(356)	(439)
Purchase of treasury shares	(0)	(0)
Cash dividends paid	(2,881)	(2,433)
Cash dividends paid to non-controlling shareholders	(90)	(123)
Net cash flows from (used in) financing activities	(8,849)	(3,007)
Net increase (decrease) in cash and cash equivalents	1,950	(4,462)
Cash and cash equivalents at beginning of period	32,444	35,350
Effect of exchange rate change on cash and cash equivalents	(242)	1,010
Cash and cash equivalents at end of period	34,151	31,897