



Consolidated Financial Results for the six months of Fiscal Year 2021

(Fiscal Year 2021: Year ending March 31, 2021)

November 6, 2020

Company Name	NORITAKE CO., LIMITED
Stock Exchange Listings	Tokyo, Nagoya
Code Number	5331
URL	https://www.noritake.co.jp/eng/
Representative	Hiroshi Kato, President
Contact Person	Yoshimasa Nakamura, Group Deputy General Manager of Corporate Administration Group. General Manager of Finance and Accounting Dept. (Tel: +81-52-561-7116)

(Millions of Yen: Amounts less than 1 million yen are omitted.)

1. Consolidated Financial Results for the six months of Fiscal Year 2021 (April 1, 2020 - September 30, 2020)

(1) Operating Results

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Six months of FY 2021	50,189	(18.9%)	(260)	—	656	(82.3%)
Six months of FY 2020	61,915	(0.1%)	2,690	(29.2%)	3,715	(25.1%)

	Profit Attributable to Owners of Parent		Basic Earnings per Share	Diluted Earnings per Share
	Millions of Yen	Change	Yen	Yen
Six months of FY 2021	(20)	—	(1.44)	—
Six months of FY 2020	2,814	(31.0%)	195.56	—

(2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
2nd quarter of FY 2021	144,970	105,301	70.5	7,083.18
FY 2020	145,923	103,757	69.0	6,986.33

(Reference) Shareholders' Equity : 2nd quarter of
 FY 2021 102,247 million yen
 FY 2020 100,668 million yen

2. Dividends

	Dividends per Share		
	Interim (Yen)	Year-End (Yen)	Total (Yen)
FY 2020	50.00	50.00	100.00
FY 2021 (Actual)	30.00	—	—
FY 2021 (Forecast)	—	30.00	60.00

(Note) Revisions to forecast of dividends per share for FY 2021 : None

3. Forecast of Consolidated Financial Results for Fiscal Year 2021 *

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2021	103,000	(14.6%)	0	(100.0%)	1,500	(76.2%)

	Profit Attributable to Owners of Parent		Basic Earnings per Share
	Millions of Yen	Change	Yen
FY 2021	500	(85.4%)	34.64

(Note) Revisions to forecast of consolidated financial results : No

4. Other Information

- (1) Status changes of specified subsidiaries involving changes in the scope of consolidation : None
- (2) Adoption of accounting methods used specifically for quarterly consolidated financial statements : None
- (3) Change in accounting policies, accounting estimates or restatement
- ① Changes in accordance with revision of accounting standards : None
 - ② Other changes in accounting policies : None
 - ③ Changes in accounting estimates : None
 - ④ Restatement : None

(4) Number of shares outstanding (Common Shares)

	Outstanding shares at end of period (including treasury shares)	Treasury shares at end of period	Average number of shares outstanding over period	
2nd quarter of FY 2021	14,842,849	407,608	2nd quarter of FY 2021	14,422,884
FY 2020	14,842,849	433,424	2nd quarter of FY 2020	14,390,600

*** Cautionary Statement:**

1. This report is not subject to quarterly review procedures by certified public accountants or auditing firms.
2. Forecast of consolidated financial results for FY 2021 is based on management's assumptions and beliefs in the light of information currently available. A number of important risks and uncertainties could cause actual results to differ materially from it, therefore Noritake suggests that you should not place undue reliance on it for investment purpose and so forth.

CONSOLIDATED BALANCE SHEETS

	FY 2020	FY 2021 2Q
	As of March 31, 2020	As of September 30, 2020
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	12,589	12,698
Notes and accounts receivable - trade	27,384	23,670
Electronically recorded monetary claims - operating	3,952	3,098
Merchandise and finished goods	9,515	10,058
Work in process	7,913	7,188
Raw materials and supplies	5,081	5,205
Other	2,149	1,859
Allowance for doubtful accounts	(44)	(39)
Total current assets	68,541	63,739
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,034	18,531
Other, net	28,075	27,214
Total property, plant and equipment	46,109	45,746
Intangible assets	1,183	1,326
Investments and other assets		
Investment securities	28,524	32,821
Retirement benefit asset	291	237
Other	1,391	1,221
Allowance for doubtful accounts	(119)	(121)
Total investments and other assets	30,088	34,158
Total non-current assets	77,381	81,231
Total assets	145,923	144,970

	FY 2020	FY 2021 2Q
	As of March 31, 2020	As of September 30, 2020
	Millions of Yen	Millions of Yen
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,476	8,878
Electronically recorded obligations - operating	6,702	5,044
Short-term borrowings	4,184	7,263
Current portion of long-term borrowings	9	9
Income taxes payable	859	648
Provision for bonuses	1,626	1,607
Notes payable - facilities	2,125	287
Electronically recorded obligations - non-operating	569	1,845
Other	7,290	5,619
Total current liabilities	34,843	31,206
Non-current liabilities		
Long-term borrowings	915	910
Provisions	519	520
Retirement benefit liability	1,893	1,814
Other	3,992	5,217
Total non-current liabilities	7,321	8,463
Total liabilities	42,165	39,669
Net assets		
Shareholders' equity		
Share capital	15,632	15,632
Capital surplus	18,560	18,560
Retained earnings	62,753	62,000
Treasury shares	(1,217)	(1,155)
Total shareholders' equity	95,729	95,037
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,214	11,026
Foreign currency translation adjustment	(3,068)	(3,611)
Remeasurements of defined benefit plans	(207)	(205)
Total accumulated other comprehensive income	4,939	7,209
Non-controlling interests	3,089	3,053
Total net assets	103,757	105,301
Total liabilities and net assets	145,923	144,970

CONSOLIDATED STATEMENTS OF INCOME

	FY 2020 2Q (April 1, 2019 through September 30, 2019)	FY 2021 2Q (April 1, 2020 through September 30, 2020)
	Millions of Yen	Millions of Yen
Net sales	61,915	50,189
Cost of sales	45,833	38,520
Gross profit	16,081	11,668
Selling, general and administrative expenses		
Selling expenses	9,114	7,928
General and administrative expenses	4,276	4,001
Total selling, general and administrative expenses	13,391	11,929
Operating profit (loss)	2,690	(260)
Non-operating income		
Interest income	67	48
Dividend income	428	382
Rental income	220	237
Foreign exchange gains	—	15
Share of profit of entities accounted for using equity method	406	243
Other	108	109
Total non-operating income	1,231	1,037
Non-operating expenses		
Interest expenses	11	11
Foreign exchange losses	75	—
Rental expenses on non-current assets	79	76
Other	40	30
Total non-operating expenses	207	119
Ordinary profit	3,715	656
Extraordinary income		
Gain on sales of non-current assets	3	2
Gain on reversal of PCB disposal cost	68	—
Total extraordinary income	72	2
Extraordinary losses		
Loss on disposal of non-current assets	42	32
Extra retirement payments	3	44
Other	0	—
Total extraordinary losses	47	77
Profit before income taxes	3,739	581
Income taxes - current	762	460
Income taxes - deferred	88	103
Total income taxes	850	563
Profit	2,889	18
Profit attributable to non-controlling interests	75	38
Profit (loss) attributable to owners of parent	2,814	(20)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FY 2020 2Q (April 1, 2019 through September 30, 2019)	FY 2021 2Q (April 1, 2020 through September 30, 2020)
	Millions of Yen	Millions of Yen
Profit	2,889	18
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,239)	2,816
Foreign currency translation adjustment	(163)	(588)
Remeasurements of defined benefit plans, net of tax	(78)	5
Share of other comprehensive income of entities accounted for using equity method	7	(11)
Total other comprehensive income	(1,473)	2,222
Comprehensive income	1,415	2,240
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,310	2,249
Comprehensive income attributable to non-controlling interests	105	(8)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	FY 2020 2Q	FY 2021 2Q
	(April 1, 2019 through September 30, 2019)	(April 1, 2020 through September 30, 2020)
	Millions of Yen	Millions of Yen
Cash flows from operating activities		
Profit before income taxes	3,739	581
Depreciation	2,157	2,371
Increase (decrease) in allowance for doubtful accounts	23	(2)
Increase (decrease) in net defined benefit liability and asset	(40)	(12)
Increase (decrease) in provisions	(49)	1
Interest and dividend income	(495)	(431)
Interest expenses	11	11
Share of loss (profit) of entities accounted for using equity method	(406)	(243)
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	38	30
Decrease (increase) in trade receivables	3,698	4,457
Decrease (increase) in inventories	(237)	(85)
Increase (decrease) in trade payables	(3,166)	(4,067)
Other, net	223	422
Subtotal	5,497	3,033
Interest and dividends received	495	431
Interest paid	(11)	(12)
Income taxes paid	(1,535)	(576)
Net cash provided by (used in) operating activities	4,446	2,876
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(3,423)	(4,753)
Proceeds from sales of property, plant and equipment and intangible assets	19	29
Purchase of investment securities	(13)	(13)
Proceeds from sales of investment securities	0	5
Loan advances	(31)	(33)
Collection of loans receivable	38	29
Payments into time deposits	(1,872)	(1,854)
Proceeds from withdrawal of time deposits	1,657	1,850
Other, net	(77)	(178)
Net cash provided by (used in) investing activities	(3,702)	(4,920)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(227)	3,088
Repayments of long-term borrowings	(78)	(4)
Proceeds from sales of treasury shares	243	0
Purchase of treasury shares	(245)	(2)
Dividends paid	(730)	(732)
Other, net	(123)	(26)
Net cash provided by (used in) financing activities	(1,161)	2,321
Effect of exchange rate change on cash and cash equivalents	(72)	(116)
Net increase (decrease) in cash and cash equivalents	(489)	161
Cash and cash equivalents at beginning of period	11,395	9,939
Cash and cash equivalents at end of period	10,905	10,101

SEGMENT INFORMATION

FY 2020 2Q (April 1, 2019 through September 30, 2019) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	29,723	16,061	12,247	3,883	61,915
Operating profit (loss)	323	1,266	1,484	(383)	2,690

FY 2021 2Q (April 1, 2020 through September 30, 2020) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	23,676	15,130	8,957	2,424	50,189
Operating profit (loss)	(1,518)	1,013	894	(650)	(260)