



Consolidated Financial Results for the nine months of Fiscal Year 2020

(Fiscal Year 2020: Year ending March 31, 2020)

February 5, 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 nine months of Fiscal Year 2020 (April 1, 2019 - December 31, 2019)

(1) Operating Results

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Nine months of FY 2020	91,111	(3.2%)	3,583	(39.4%)	5,282	(31.3%)
Nine months of FY 2019	94,113	7.1%	5,910	46.8%	7,691	38.5%

	Profit Attributable to Owners of Parent		Basic Earnings per Share	Diluted Earnings per Share
	Millions of Yen	Change	Yen	Yen
Nine months of FY 2020	4,105	(34.9%)	285.14	—
Nine months of FY 2019	6,301	36.0%	438.71	—

(2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
3rd quarter of FY 2020	155,998	110,443	68.4	7,409.52
FY 2019	151,773	107,349	68.4	7,219.82

(Reference) Shareholders' Equity : 3rd quarter of
 FY 2020 106,768 million yen
 FY 2019 103,747 million yen

2. Dividends

	Dividends per Share		
	Interim (Yen)	Year-End (Yen)	Total (Yen)
FY 2019	40.00	50.00	90.00
FY 2020 (Actual)	50.00	—	—
FY 2020 (Forecast)	—	50.00	100.00

(Note) Revisions to forecast of dividends per share for FY 2020 : None

3. Forecast of Consolidated Financial Results for Fiscal Year 2020 *

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2020	121,000	(3.8%)	4,500	(39.9%)	6,600	(32.4%)

	Profit Attributable to Owners of Parent		Basic Earnings per Share
	Millions of Yen	Change	Yen
FY 2020	4,500	(53.6%)	312.29

(Note) Revisions to forecast of consolidated financial results : None

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	
3rd quarter of FY 2020	14,842,849	433,214	3rd quarter of FY 2020	14,396,352
FY 2019	14,842,849	473,049	3rd quarter of FY 2019	14,363,781

*** 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 2020 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 2019	FY 2020 3Q
	As of March 31, 2019	As of December 31, 2019
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	14,076	13,640
Notes and accounts receivable - trade	31,156	29,419
Electronically recorded monetary claims - operating	4,325	3,966
Merchandise and finished goods	9,409	10,100
Work in process	6,536	7,125
Raw materials and supplies	5,503	5,591
Other	1,684	2,093
Allowance for doubtful accounts	(21)	(36)
Total current assets	72,671	71,901
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,894	16,885
Other, net	24,695	28,037
Total property, plant and equipment	41,590	44,922
Intangible assets	1,188	1,098
Investments and other assets		
Investment securities	33,336	35,355
Retirement benefit asset	1,759	1,636
Other	1,342	1,202
Allowance for doubtful accounts	(116)	(119)
Total investments and other assets	36,323	38,075
Total non-current assets	79,101	84,096
Total assets	151,773	155,998

	FY 2019 As of March 31, 2019 Millions of Yen	FY 2020 3Q As of December 31, 2019 Millions of Yen
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,250	12,335
Electronically recorded obligations - operating	8,622	9,511
Short-term borrowings	3,456	3,378
Current portion of long-term borrowings	348	14
Income taxes payable	1,526	386
Provisions	1,619	502
Notes payable - facilities	569	1,969
Electronically recorded obligations - non-operating	577	750
Other	5,049	7,102
Total current liabilities	35,018	35,951
Non-current liabilities		
Long-term borrowings	975	918
Provisions	512	498
Retirement benefit liability	1,795	1,773
Other	6,122	6,413
Total non-current liabilities	9,405	9,602
Total liabilities	44,424	45,554
Net assets		
Shareholders' equity		
Share capital	15,632	15,632
Capital surplus	18,751	18,849
Retained earnings	60,800	63,443
Treasury shares	(1,190)	(1,216)
Total shareholders' equity	93,994	96,708
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,038	12,810
Foreign currency translation adjustment	(3,198)	(3,555)
Remeasurements of defined benefit plans	913	805
Total accumulated other comprehensive income	9,753	10,060
Non-controlling interests	3,602	3,675
Total net assets	107,349	110,443
Total liabilities and net assets	151,773	155,998

CONSOLIDATED STATEMENTS OF INCOME

	FY 2019 3Q (April 1, 2018 through December 31, 2018)	FY 2020 3Q (April 1, 2019 through December 31, 2019)
	Millions of Yen	Millions of Yen
Net sales	94,113	91,111
Cost of sales	68,423	67,702
Gross profit	25,690	23,408
Selling, general and administrative expenses		
Selling expenses	13,558	13,554
General and administrative expenses	6,221	6,270
Total selling, general and administrative expenses	19,779	19,825
Operating profit	5,910	3,583
Non-operating income		
Interest income	89	100
Dividend income	706	764
Rental income	320	331
Foreign exchange gains	69	—
Share of profit of entities accounted for using equity method	637	588
Other	172	167
Total non-operating income	1,995	1,953
Non-operating expenses		
Interest expenses	27	16
Foreign exchange losses	—	55
Rental expenses on non-current assets	111	118
Other	75	64
Total non-operating expenses	214	254
Ordinary profit	7,691	5,282
Extraordinary income		
Gain on sales of non-current assets	157	22
Gain on sales of investment securities	4	39
Gain on step acquisitions	49	—
Gain on reversal of PCB disposal cost	—	68
Total extraordinary income	211	130
Extraordinary losses		
Loss on disposal of non-current assets	101	65
Other	13	8
Total extraordinary losses	114	73
Profit before income taxes	7,787	5,339
Income taxes - current	1,336	971
Income taxes - deferred	(37)	129
Total income taxes	1,298	1,101
Profit	6,488	4,238
Profit attributable to non-controlling interests	187	133
Profit attributable to owners of parent	6,301	4,105

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FY 2019 3Q (April 1, 2018 through December 31, 2018)	FY 2020 3Q (April 1, 2019 through December 31, 2019)
	Millions of Yen	Millions of Yen
Profit	6,488	4,238
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,624)	774
Foreign currency translation adjustment	(182)	(331)
Remeasurements of defined benefit plans, net of tax	72	(105)
Share of other comprehensive income of entities accounted for using equity method	4	10
Total other comprehensive income	<u>(4,730)</u>	<u>346</u>
Comprehensive income	<u>1,758</u>	<u>4,585</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,566	4,411
Comprehensive income attributable to non-controlling interests	192	173

SEGMENT INFORMATION

FY 2019 3Q (April 1, 2018 through December 31, 2018) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	47,926	26,290	13,690	6,205	94,113
Operating profit (loss)	1,868	3,096	1,581	(635)	5,910

FY 2020 3Q (April 1, 2019 through December 31, 2019) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	44,413	24,230	16,834	5,633	91,111
Operating profit (loss)	443	1,797	1,927	(584)	3,583