ShinMaywa



January 29, 2021

Consolidated Financial Results for the Third Quarter of Fiscal Year 2020 (April 1, 2020 - December 31, 2020)

Name of registrant: ShinMaywa Industries, Ltd. Stock Exchange Listed: Tokyo

(URL: https://www.shinmaywa.co.jp/) Code number: 7224

Representative: Tatsuyuki Isogawa, President and Chief Executive Officer

Contact: Noriko Jitsuhira, General Manager, Public & Investors Relations Department,

Corporate Planning Division (Phone: +81-798-56-5002)

Date of the dividends pay start planned: -

(Amounts less than one million yen are rounded down.)

1. Consolidated Financial Results for the Third Quarter of FY2020 (April 1, 2020 - December 31, 2020)

(1) Consolidated Results of Operations

(%: Changes from the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary i	income	Profit attributable to owners of parent	
Third Quarter of FY2020 Third Quarter of FY2019	million yen 147,087 162,022	(9.2) 4.8	million yen 6,596 8,072	(18.3) 4.8	$^{\rm million\ yen}_{6,796}\\7,925$	(14.2) (1.4)	- ,	(24.3) (9.6)
(Note) Comprehensive inc	come: Third	r of FY2020	4,631	million yen	[(8.3)	%]		

(Note) Comprehensive income: Third Quarter of FY2020 4,631 million yen

Third Quarter of FY2019 5,051 million yen [9.2 %]

	Net income per share for this quarter	Diluted net income per share for this quarter
	yen	yen
Third Quarter of FY2020	57.70	_
Third Quarter of FY2019	76.90	_

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
Third Quarter of FY2020 FY2019	million yen $207,641$ $214,157$	million yen 85,744 83,680	40.9 38.7

(Reference) Equity: Third Quarter of FY2020 84,925 million yen

82,946 million yen FY2019

2. Dividends

Z. Dividellus										
		Dividends per share								
	First Quarter	Second Quarter	Third Quarter	Year-end	Full-year					
		yen		yen	yen					
FY2019	_	66.00	_	21.00	87.00					
FY2020	_	19.00								
FY2020				19.00	28.00					
(Forecast)				19.00	38.00					

(Note) Revision to the plan of dividend announced most recently: None

3. Consolidated Financial Results Forecast for FY2020 (April 1, 2020 - March 31, 2021)

(%: Changes from the previous fiscal year)

	Net sa	ales	Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full Year	210,000	(7.6)	8,500	(33.8)	8,700	(29.7)	5,000	(32.2)	76.05

(Note) Revision to the forecast of consolidated financial results announced most recently: None

ShinMaywa Industries, Ltd.

Consolidated Balance Sheets

		(Millions of Yen)
	As of	As of
	March 31 , 2020	December 31, 2020
Assets		
Current assets		
Cash and deposits	19,342	20,948
Notes and accounts receivable - trade	67,223	52,880
Electronically recorded monetary claims - operating	14,532	14,306
Merchandise and finished goods	3,808	4,059
Work in process	18,562	24,146
Raw materials and supplies	20,127	20,195
Other	3,932	3,045
Allowance for doubtful accounts	(71)	(61)
Total current assets	147,457	139,520
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,306	18,398
Other, net	22,765	20,275
Total property, plant and equipment	38,072	38,674
Intangible assets	2,550	3,530
Investments and other assets		
Other	26,109	25,945
Allowance for doubtful accounts	(32)	(30)
Total investments and other assets	26,077	25,915
Total non-current assets	66,700	68,120
Total assets	214,157	207,641

Consolidated Balance Sheets

Consolidated Balance Sheets		(Millions of Yen)
	As of	As of
	March 31, 2020	December 31, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	27,464	23,050
Current portion of bonds payable	800	800
Short-term loans payable	1,946	6,109
Current portion of long-term loans payable	2,433	2,230
Income taxes payable	2,366	406
Provision for loss on construction contracts	3,961	3,391
Other	24,551	21,456
Total current liabilities	63,524	57,445
Non-current liabilities		
Bonds payable	3,200	2,600
Long-term loans payable	49,187	47,278
Retirement benefit liability	12,772	12,843
Other	1,793	1,730
Total non-current liabilities	66,953	64,451
Total liabilities	130,477	121,897
Net assets		
Shareholders' equity		
Capital stock	15,981	15,981
Capital surplus	15,780	15,780
Retained earnings	58,587	59,751
Treasury shares	(6,081)	(6,081)
Total shareholders' equity	84,268	85,432
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	541	1,049
Revaluation reserve for land	(376)	(376)
Foreign currency translation adjustment	(48)	(95)
Remeasurements of defined benefit plans	(1,439)	(1,085)
Total accumulated other comprehensive income	(1,322)	(507)
Non-controlling interests	734	819
Total net assets	83,680	85,744
Total liabilities and net assets	214,157	207,641

Consolidated Statements of Income

	Thind O	(Millions of Yen) Third Quarter of
	Third Quarter of FY2019	FY2020
Net sales	162,022	147,087
Cost of sales	137,509	124,194
Gross profit	24,512	22,893
Selling, general and administrative expenses	16,439	16,296
Operating income	8,072	6,596
Non-operating income		
Interest income	42	43
Dividend income	141	305
Share of profit of entities accounted for using equity method	299	161
Dividend income of insurance	152	156
Insurance claim income	166	-
Other	82	187
Total non-operating income	885	854
Non-operating expenses		
Interest expenses	225	157
Foreign exchange losses	141	295
Cost of inactive noncurrent assets	21	41
Borrowing fees	372	46
Loss on securitization of receivables	197	26
Other	75	87
Total non-operating expenses	1,033	654
Ordinary income	7,925	6,796
Extraordinary income		
Gain on sales of non-current assets	17	_
Gain on sales of investment securities	_	57
Gain on bargain purchase		90
Total extraordinary income	17	148
Extraordinary losses		
Loss on sales of non-current assets	14	_
Loss on disposal of non-current assets	340	523
Loss on COVID19		613
Total extraordinary losses	355	1,136
Profit before income taxes	7,587	5,808
Income taxes - current	1,412	1,206
Income taxes - deferred	1,166	745
Total income taxes	2,578	1,952
Profit	5,008	3,855
Profit (loss) attributable to non-controlling interests	(4)	62
Profit attributable to owners of parent	5,013	3,793

Consolidated Statements of Comprehensive Income

		(Millions of Yen)
	Third Quarter of FY2019	Third Quarter of FY2020
Profit	5,008	3,855
Other comprehensive income		
Valuation difference on available-for-sale securities	55	508
Foreign currency translation adjustment	(111)	(68)
Remeasurements of defined benefit plans, net of tax	183	354
Share of other comprehensive income of entities accounted for using equity method	(84)	(18)
Total other comprehensive income	42	775
Comprehensive income	5,051	4,631
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,106	4,609
Comprehensive income attributable to non-controlling interests	(55)	22

<u>Segment Information</u> For the Third Quarter of FY2019 (April 1, 2019 - December 31, 2019)

(Millions of Yen)

		Reportable segments							
	Aircraft	Special Purpose Truck	Industrial Machinery and Environmental Systems	Parking Systems	Subtotal	Others	Total	Adjustments	Consolidated Financial Statements amount
Net Sales:									
Customers	29,315	68,662	23,833	27,466	149,277	12,744	162,022	_	162,022
Inter-segment	_	4	5	26	36	1,522	1,559	(1,559)	_
Total	29,315	68,666	23,839	27,493	149,314	14,266	163,581	(1,559)	162,022
Segment profit	1,385	5,018	118	2,555	9,079	874	9,953	(1,881)	8,072

For the Third Quarter of FY2020 (April 1, 2020 - December 31, 2020)

(Millions of Yen)

		Re	eportable segmen	nts					
	Aircraft	Special Purpose Truck	Industrial Machinery and Environmental Systems	Ü	Subtotal	Others	Total	Adjustments	Consolidated Financial Statements amount
Net Sales:									
Customers	21,608	68,266	22,111	24,309	136,295	10,792	147,087	_	147,087
Inter-segment	_	5	5	16	27	1,661	1,688	(1,688)	_
Total	21,608	68,271	22,117	24,325	136,322	12,453	148,776	(1,688)	147,087
Segment profit	40	5,121	368	2,388	7,918	720	8,639	(2,043)	6,596