



NICHIDAI CORPORATION
Summary of Financial Results for the Ended March 31, 2020

May 1, 2020

Company name: NICHIDAI CORPORATION

Listed Stock Exchange: Tokyo Securities Exchange

Code number: 6467

(URL <http://www.nichidai.jp>)

Company Representative: Motonobu Furuya, President & CEO

Contact Information: Takayoshi Yamane, Corporate officer Headquarters General Manager TEL (0774) 62-3481

Annual shareholders' meeting: June 23, 2020

Reporting date of financial statements: June 24, 2020

Commencement date of dividend payment: June 24, 2020

(Rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Year Ended March 31, 2020 (From April 1, 2019 to March 31, 2020)

(1) Consolidated Operating Results (Total)

(% = Year-on-year change)

| | Net sales | | Operating Income | | Ordinary Income | | Net income Attributable to Owners of the Parent | |
|---------|-----------------|-------|------------------|-------|-----------------|-------|---|-------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| FY 2020 | 14,774 | △15.2 | 712 | △48.6 | 743 | △47.5 | 477 | △50.7 |
| FY 2019 | 17,416 | 14.2 | 1,387 | 83.8 | 1,417 | 82.0 | 968 | 85.4 |

(Attn.) Comprehensive income FY 2020 793million yen (△20.0%) FY 2019 991million yen (21.5%)

| | EPS | | Adjusted EPS | | Return on Equity | Ratio of ordinary income to total assets | Ratio of operating income to net sales |
|---------|-----|-----|--------------|-----|------------------|--|--|
| | Yen | Sen | Yen | Sen | % | % | % |
| FY 2020 | 52 | 76 | — | — | 4.3 | 4.4 | 4.8 |
| FY 2019 | 106 | 99 | — | — | 9.2 | 8.5 | 8.0 |

(Ref.) Gain or loss on investment by equity method FY 2020 — million yen FY 2019 — million yen

(2) Consolidated Financial Position

| | Total Assets | | Net Assets | | Shareholders' Equity Ratio | BPS | |
|---------|-----------------|--|-----------------|--|----------------------------|-------|-----|
| | Millions of Yen | | Millions of Yen | | % | Yen | Sen |
| FY 2020 | 16,384 | | 12,600 | | 69.3 | 1,253 | 69 |
| FY 2019 | 17,183 | | 12,037 | | 63.5 | 1,205 | 60 |

(Ref.) Shareholders' Equity FY 2020 11,347 million yen FY 2019 10,912 million yen

(3) Consolidated Statements of Cash Flows

| | Operating Activities | Investing Activities | Financing Activities | Cash & Cash Equivalents at the end of The period |
|---------|----------------------|----------------------|----------------------|--|
| | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen |
| FY 2020 | 2,263 | △924 | △755 | 3,367 |
| FY 2019 | 1,304 | △830 | △428 | 2,689 |

2. Dividends

| | Dividends per Share | | | | | | | | | | Total Dividends (Full Year) | Payout Ratio (Consolidated) | Dividend on Equity Ratio (Consolidated) |
|--------------------|--------------------------------|-----|-----------------------|-----|--------------------------------|-----|----------|-----|-----------|-----|-----------------------------|-----------------------------|---|
| | End of 1 st Quarter | | End of Interim Period | | End of 3 rd Quarter | | Year End | | Full Year | | | | |
| | Yen | Sen | Yen | Sen | Yen | Sen | Yen | Sen | Yen | Sen | Millions of Yen | % | % |
| FY 2019 | — | — | 10 | 00 | — | — | 15 | 00 | 25 | 00 | 226 | 23.4 | 2.1 |
| FY 2020 | — | — | 10 | 00 | — | — | 10 | 00 | 20 | 00 | 181 | 37.9 | 1.6 |
| FY 2021 (Forecast) | — | — | — | — | — | — | — | — | — | — | — | — | — |

※Notes 1. FY2019 year end ordinary dividends 10 yen special dividends 5 yen

2. The dividend forecast for the fiscal year ending March 31, 2021 has not been decided at this time due to the difficulty in forecasting business results. We will announce it as soon as the forecast becomes possible

3. Consolidated Forecast for the Year Ending March 2021 (From April 1, 2020 to March 31, 2021)

The consolidated financial forecast for the next fiscal year has not been decided because it is difficult to reasonably calculate the impact of the new coronavirus at this stage. We will make an announcement promptly when the forecast of business results becomes possible.

※Notes

(1) Changes of important subsidiaries during the period (changes in specified subsidiaries that involve changes in the scope of consolidation) N/A

(2) Changes in accounting policy, changes in accounting estimate and restatement associated with preparing the consolidated financial results (to be stated in the changes of important items that form the basis of the consolidated financial results)

① Changes resulting from revision of accounting policy N/A

② Changes other than ① N/A

③ Changes in accounting estimate N/A

④ Restatement N/A

(3) Number of outstanding shares (ordinary shares)

① Number of outstanding shares at the end of the term (including treasury stocks)

FY 2020 9,053,300 shares FY 2019 9,053,300 shares

② Number of treasury stocks at the end of the term

FY 2020 2,066 shares FY 2019 2,066 shares

③ Average number of outstanding shares during the period

FY 2020 9,051,234 shares FY 2019 9,051,234 shares

1. Individual Financial Results for the Year Ended March 31, 2020 (From April 1, 2019 to March 31, 2020)

(1) Individual Operating Results (Total)

(% = Year-on-year change)

| | Net sales | | Operating Income | | Ordinary Income | | Net income Attributable to Owners of the Parent | |
|---------|-----------------|-------|------------------|-------|-----------------|-------|---|--------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| FY 2020 | 9,266 | △14.1 | 207 | △74.3 | 316 | △66.3 | 215 | △67.7 |
| FY 2019 | 10,787 | 16.1 | 809 | 338.9 | 938 | 194.1 | 666 | 183..9 |

| | EPS | | Adjusted EPS | |
|---------|-----|-----|--------------|-----|
| | Yen | Sen | Yen | Sen |
| FY 2020 | 23 | 76 | — | — |
| FY 2019 | 73 | 61 | — | — |

(2) Individual Financial Position

| | Total Assets | Net Assets | Shareholders' Equity Ratio | BPS | |
|---------|-----------------|-----------------|----------------------------|-----|-----|
| | Millions of Yen | Millions of Yen | % | Yen | Sen |
| FY 2020 | 10,844 | 7,635 | 70.4 | 843 | 64 |
| FY 2019 | 12,014 | 7,652 | 63.7 | 845 | 43 |

(Ref.) Shareholders' Equity FY 2020 7,635 million yen FY 2019 7,652 million yen

※This summary of consolidated financial results is not subject to audit.

※Explanation regarding proper use of the projected financial results and other notes

The future prospects of financial results etc. described in this material have been prepared based on the currently available information and certain assumptions assessed to be reasonable, and do not represent promise that the Company will attain these performance figures. Accordingly, actual figures may differ materially from those projected due to various factors.

1. Overview of Operating Results.

(1) Overview of operating results for the fiscal year under review

In the fiscal year under review, the Japanese automobile market, or our main customer industry, suffered from a slump in global automotive markets due to sluggish domestic sales resulting from the consumption tax hike and to the impact of trade frictions between the U.S. and China, which depressed the Asian region such as China, India, and ASEAN. The spread of the new coronavirus worldwide since the beginning of 2020 has had a significant impact on the automobile industry, and the outlook remains uncertain, as evidenced by the partial shutdown of production facilities at automobile manufacturers in various countries.

Against this backdrop, in the Net-Shape business, sales of Forging Die Division declined from 2nd half year, and sales of scroll compressor components for car air conditioners in Precision-forged Products Division segment were sluggish. As a result, segment sales to 7,231 million yen (down 13.2% year-on-year).

In the Assembly Business, sales of turbocharger parts decreased both in Japan and overseas. As a result, segment sales to 5,272 million yen (down 18.5% year-on-year).

In the Filter business, although sales declined due to the absence of a special demand project in the previous year, sales of products for key users were favorable. As a result, segment sales to 2,270 million yen (down 13.1% year-on-year).

As a result of the above, consolidated sales totaled 14,774 million yen (down 15.2% year-on-year). On the income front, the Filter Business performed well, but sluggish performance of both Forging Die Division and Precision-forged Products Division divisions by the decrease of the Net Shape Business, operating income was 712 million yen (down 48.6% year-on-year), ordinary income was 743 million yen (down 47.5% year-on-year) and net income attributable to owners of the parent came to 477 million yen (down 50.7% year-on-year).