



This English translation of the financial report was prepared for reference purposes only and is qualified in its entirety by the original Japanese version. The financial information contained in this report is derived from our unaudited consolidated financial statements.

Consolidated Financial Report For the Three Months Ended May 31, 2020 (IFRS)

July 15, 2020

Company Name : KOMEDA Holdings Co., Ltd.	Stock Exchange Listing : Tokyo and Nagoya
Securities Code : 3543	URL : http://www.komeda-holdings.co.jp/index.html
Representative : Okitane Usui, President & CEO	
Contact for enquiries : Hiroki Shimizu, Director & CFO	(TEL) +81-52-936-8880
Filing date of quarterly security report (as planned) : July 15, 2020	Dividend payable date (as planned) : —
Supplemental material of quarterly financial results : Yes	
Convening briefing of quarterly financial results : No	

(Millions of yen; amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended May 31, 2020

(1) Consolidated Operating Results

(Percentages represent year-on-year changes)

	Revenue		Operating profit		Income before income taxes		Net income		Net income attributable to owners of the parent		Total comprehensive income	
Three months ended	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
May 31, 2020	5,904	(19.9)	928	(52.0)	897	(52.9)	626	(52.1)	624	(52.2)	629	(51.8)
May 31, 2019	7,374	5.7	1,935	5.2	1,905	5.1	1,307	5.1	1,307	5.1	1,304	4.9

	Basic earnings per share	Diluted earnings per share
Three months ended	(Yen)	(Yen)
May 31, 2020	13.54	13.50
May 31, 2019	28.76	28.57

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
As of	(Millions of yen)	(Millions of yen)	(Millions of yen)	%
May 31, 2020	105,217	32,654	32,625	31.0
February 29, 2020	98,438	33,213	33,186	33.7

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Fiscal year ended February 29, 2020	—	25.00	—	26.00	51.00
Fiscal year ending February 28, 2021	—				
Fiscal year ending February 28, 2021 (Forecasted)		—	—	—	—

(Note) Revision of dividend forecast: No

Dividend per share for the fiscal year ending February 28, 2021 is not determined at present.

3. Forecasts on the Consolidated Financial Results for the Fiscal Year Ending February 28, 2021 (March 1, 2020 - February 28, 2021)

The consolidated financial forecasts for the fiscal year ending February 28, 2021 has not been determined because it is difficult to reasonably estimate the impacts on our business by the coronavirus (COVID-19) at this stage. We will timely announce the financial forecasts once it becomes possible to disclose.

* Notes

(1) Changes in status of significant subsidiaries during the period

(changes in specified subsidiaries accompanying changes in : No
scope of consolidation)

(2) Changes in accounting policies and accounting estimates

- (i) Changes in accounting policies required by IFRSs : No
- (ii) Changes in accounting policies other than those in (i) : No
- (iii) Changes in accounting estimates : No

(3) Number of issued shares (common stock)

- (i) Number of issued shares (including treasury stock)
- (ii) Number of treasury stock
- (iii) Average number of issued shares during the period

As of May 31, 2020	46,093,200	As of February 29, 2020	46,083,600
As of May 31, 2020	6,673	As of February 29, 2020	3,977
Three months ended May 31, 2020	46,087,351	Three months ended May 31, 2019	45,438,322

*** This report is not subject to quarterly review procedures.**

* Notes for using forecasted information and other matters:

- The forecasts above are based on information available at the date of this report and certain assumptions deemed to be reasonable. The Company does not provide any assurance as to achievement of these forecasts. In addition, the actual results may vary materially from the forecasts due to various uncertainties.
- Supplementary materials will be posted on our website on July 15, 2020.
- Change in Monetary Unit:
In previous interim consolidated financial statements, the unit for accounting items was stated at thousands of yen. However, starting from the first quarter ended May 31, 2020, the unit has been changed to millions of yen. To ensure comparability, comparative information have been also restated to millions of yen.

(Appendix)

Contents

Interim Consolidated Financial Statements

(1) Interim Consolidated Statements of Financial Position	• • • • • P.1
(2) Interim Consolidated Statements of Income	• • • • • P.2
(3) Interim Consolidated Statements of Cash Flows	• • • • • P.3

Interim Consolidated Financial Statements

(1) Interim Consolidated Statements of Financial Position (Unaudited)

	(Millions of yen)	
	As of	
	February 29, 2020	May 31, 2020
Assets		
Current assets		
Cash and cash equivalents	6,609	14,924
Trade and other receivables	6,341	4,501
Other financial assets	4,133	4,140
Inventories	201	168
Other current assets	936	928
Total current assets	18,220	24,715
Non-current assets		
Property, plant and equipment	12,162	11,863
Goodwill	38,354	38,354
Other intangible assets	163	166
Trade and other receivables	25,932	26,618
Other financial assets	3,004	3,108
Deferred tax assets	298	171
Other non-current assets	305	222
Total non-current assets	80,218	80,502
Total assets	98,438	105,217
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and payables	1,550	980
Short-term borrowings	3,095	13,001
Lease liabilities	2,292	2,193
Income tax payable	1,222	1,137
Other financial liabilities	1,740	1,277
Other current liabilities	1,374	999
Total current liabilities	11,273	19,587
Non-current liabilities		
Long-term debt	17,452	16,775
Lease liabilities	29,753	29,487
Other financial liabilities	6,129	6,126
Provisions	225	202
Other non-current liabilities	393	386
Total non-current liabilities	53,952	52,976
Total liabilities	65,225	72,536
Equity		
Common stock	613	617
Capital surplus	13,096	13,108
Retained earnings	19,495	18,921
Treasury stock	(10)	(16)
Other components of equity	(8)	(5)
Equity attributable to owners of the parent	33,186	32,625
Non-controlling interests	27	29
Total equity	33,213	32,654
Total liabilities and equity	98,438	105,217

(2) Interim Consolidated Statements of Income (Unaudited)

	(Millions of yen)	
	For the three months ended May 31,	
	2020	2021
Revenue	7,374	5,904
Cost of sales	(4,479)	(3,831)
Gross profit	2,895	2,073
Other operating income	76	23
Selling, general and administrative expenses	(1,033)	(1,155)
Other operating expenses	(3)	(13)
Operating profit	1,935	928
Financial income	6	5
Financial expense	(36)	(36)
Income before income taxes	1,905	897
Income taxes	(598)	(271)
Net income	1,307	626
Net income attributable to:		
Owners of the parent	1,307	624
Non-controlling interests	.0	2
Net income	1,307	626
Interim earnings per share		
Basic (Yen)	28.76	13.54
Diluted (Yen)	28.57	13.50

(3) Interim Consolidated Statements of Cash Flows (Unaudited)

	(Millions of yen)	
	For the three months ended May 31,	
	2020	2021
Cash flows from operating activities		
Income before income taxes	1,905	897
Depreciation and amortization	259	330
Financial income	(6)	(5)
Financial expense	36	36
Decrease (increase) in trade and other receivables	261	1,199
Decrease (increase) in guarantee deposits and construction assistance fund receivables	4	(104)
Decrease (increase) in other financial assets	(5)	0
Increase (decrease) in trade payables	82	(569)
Increase (decrease) in guarantee deposits received and construction assistance fund received	(60)	1
Increase (decrease) in other financial liabilities	(446)	176
Others	(125)	(395)
Subtotal	1,905	1,566
Interest received	1	1
Interest paid	(16)	(15)
Income taxes paid	(1,286)	(185)
Net cash provided by operating activities	604	1,367
Cash flows from investing activities		
Purchase of property, plant and equipment	(259)	(323)
Purchase of intangible assets	(2)	(17)
Others	(2)	(16)
Net cash used in investing activities	(263)	(356)
Cash flows from financing activities		
Proceeds from short-term borrowings	—	10,000
Repayment of long-term debt	(785)	(778)
Repayments of lease liabilities	(666)	(749)
Proceeds from issuance of common stock	9	6
Cash dividends paid to owners of the parent	(1,102)	(1,171)
Net cash provided by (used in) financing activities	(2,544)	7,308
Effect of exchange rate changes on cash and cash equivalents	(5)	(4)
Net increase (decrease) in cash and cash equivalents	(2,208)	8,315
Cash and cash equivalents at beginning of period	5,841	6,609
Cash and cash equivalents at end of period	3,633	14,924