

# FY2019 Consolidated Financial Results (Japan GAAP)

May 14, 2020  
Common Stock Listings: Tokyo and Nagoya

Company name: Kikusui Chemical Industries Co., LTD.  
Code no.: 7953 URL: <https://www.kikusui-chem.co.jp/ir/en/index.html>  
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Scheduled date of ordinary general shareholders meeting: June 25, 2020

Scheduled date of payment of cash dividends: June 26, 2020

Scheduled date of filing securities report: June 25, 2020

Supplementary materials for financial results: No

Quarterly results briefing: No

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

## 1. Consolidated Financial Results for FY2019 (April 1, 2019 through March 31, 2020)

### (1) Consolidated Operating Results (fiscal year-to-date)

(Percentage figures represent year-on-year changes.)

|        | Net sales   |     | Operating income |       | Ordinary income |      | Profit attributable to owners of parent |       |
|--------|-------------|-----|------------------|-------|-----------------|------|---|-------|
|        | million yen | %   | million yen      | %     | million yen     | %    | million yen                             | %     |
| FY2019 | 21,622      | 0.8 | 328              | 18.7  | 344             | 23.3 | 154                                     | 8.1   |
| FY2018 | 21,459      | 3.6 | 276              | 123.0 | 279             | 91.1 | 143                                     | 347.7 |

Note: Comprehensive income: < (62) > million yen < -% > for FY2019, < (95) > million yen < -% > for FY2018

|        | Earnings per share | Diluted earnings per share | Return on equity | Ratio of ordinary income to assets | Ratio of operating income to net sales |
|--------|--------------------|----------------------------|------------------|------------------------------------|--|
|        | yen                | yen                        | %                | %                                  | %                                      |
| FY2019 | 12.39              | —                          | 1.7              | 2.0                                | 1.5                                    |
| FY2018 | 11.46              | —                          | 1.5              | 1.5                                | 1.3                                    |

Reference: Equity in earnings (losses) of affiliates: -million yen for FY2019, -million yen for FY2018

### (2) Consolidated Financial Position

|        | Total assets | Net assets  | Capital adequacy ratio | Net assets per share |
|--------|--------------|-------------|------------------------|----------------------|
|        | million yen  | million yen | %                      | yen                  |
| FY2019 | 16,517       | 9,067       | 54.3                   | 717.22               |
| FY2018 | 18,253       | 9,342       | 50.6                   | 738.51               |

Reference: Owner's equity: 8,971 million yen for FY2019, 9,238 million yen for FY2018.

### (3) Consolidated Cash Flows

|        | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|--------|--------------------------------------|--------------------------------------|--------------------------------------|--|
|        | million yen                          | million yen                          | million yen                          | million yen                                |
| FY2019 | 464                                  | (284)                                | (661)                                | 2,916                                      |
| FY2018 | 688                                  | (71)                                 | (358)                                | 3,412                                      |

## 2. Dividends

|                 | Annual cash dividends per share |                           |                           |                           |              | Total cash dividends (Annual)<br>(million yen) | Payout ratio (Consolidated)<br>(%) | Dividends per net assets (Consolidated)<br>(%) |
|-----------------|---------------------------------|---------------------------|---------------------------|---------------------------|--------------|--|------------------------------------|--|
|                 | At 1st quarter end<br>yen       | At 2nd quarter end<br>yen | At 3rd quarter end<br>yen | At fiscal year end<br>yen | Total<br>yen |  |                                    |  |
| FY2018          | —                               | 7.00                      | —                         | 9.00                      | 16.00        | 200  | 139.6                              | 2.1  |
| FY2019          | —                               | 8.00                      | —                         | 9.00                      | 17.00        | 212  | 137.2                              | 2.3  |
| FY2020 forecast | —                               | —                         | —                         | —                         | —            |  | —                                  |  |

Note: The dividend forecast for the fiscal year ending March 2021 has not been determined at this time. An announcement will be made promptly when it becomes possible to determine a dividend forecast.

## 2. Forecast of Consolidated Operating Results for FY2020 (April 1, 2020 through March 31, 2021)

There is no forecast for the fiscal year ending in March 2021 (Consolidated) because the impact of the COVID-19 pandemic makes it impossible to determine a reasonable forecast. An announcement will be made promptly when it becomes possible to determine a forecast.

### \* Notes

(1) Significant changes in scope of consolidation: None

Newly consolidated companies: - Exclude:-

(2) Changes in accounting principles and estimates, and retrospective restatement

i. Changes in accounting policies due to amendment of accounting standard: Applicable

ii. Changes in accounting policies other than (i) above: None

iii. Changes in accounting estimates: None

iv. Retrospective restatement: None

(3) Number of shares issued (common stock)

|  |        |            |        |            |
|--|--------|------------|--------|------------|
| i. Number of shares issued at end of period (including treasury stock) | FY2019 | 12,744,054 | FY2018 | 12,744,054 |
| ii. Number of shares of treasury stock at end of period                | FY2019 | 234,895    | FY2018 | 234,895    |
| iii. Average number of shares issued during period                     | FY2019 | 12,509,159 | FY2018 | 12,509,160 |

## (Reference) Nonconsolidated Financial Results

### 1. Nonconsolidated Financial Results for FY2019 (April 1, 2019 through March 31, 2020)

#### (1) Nonconsolidated Operating Results

|        | Net sales   |     | Operating income |      | Ordinary income |      | Net income  |        |
|--------|-------------|-----|------------------|------|-----------------|------|-------------|--------|
|        | million yen | %   | million yen      | %    | million yen     | %    | million yen | %      |
| FY2019 | 20,474      | 1.2 | 320              | 5.4  | 358             | 11.4 | 104         | (45.9) |
| FY2018 | 20,228      | 2.3 | 304              | 85.6 | 321             | 65.9 | 193         | 110.7  |

|        | Earnings per share |     | Diluted earnings per share |     |
|--------|--------------------|-----|----------------------------|-----|
|        | yen                | yen | yen                        | yen |
| FY2019 | 8.34               | —   | —                          | —   |
| FY2018 | 15.43              | —   | —                          | —   |

#### (2) Nonconsolidated Financial Position

|        | Total assets | Net assets  | Capital adequacy ratio | Net assets per share |
|--------|--------------|-------------|------------------------|----------------------|
|        | million yen  | million yen | %                      | yen                  |
| FY2019 | 16,123       | 9,260       | 57.4                   | 740.34               |
| FY2018 | 17,851       | 9,540       | 53.4                   | 762.65               |

Reference: Owner's equity: 9,260 million yen for FY2019, 9,540 million yen for FY2018

### 2. Forecast of Nonconsolidated Operating Results for FY2020 (April 1, 2020 through March 31, 2021)

There is no forecast for the fiscal year ending in March 2021 (Nonconsolidated) because the impact of the COVID-19 pandemic makes it impossible to determine a reasonable forecast. An announcement will be made promptly when it becomes possible to determine a forecast.

- **This report is exempt from the audit procedure by certified public accountants and auditing firms**
- **Appropriate use of forecasts**

(Note regarding forward-looking statements)

The operating result forecast and other forward-looking statements contained in this report are based on information currently available to the Company and certain assumptions the Company considers reasonable. Final results may differ significantly from forecasts due to a variety of factors.