



Consolidated Financial Results for the Second Quarter Of Fiscal Year Ending March 31, 2021

6-Nov-2020

Company Name : NID Co., Ltd.	Listing : JASDAQ
Security Code : 2349	URL : https://www.nid.co.jp/
Representative : President Shuntaro Komori	
Contact : Director, Corporate Design Manager, Finance	Telephone : 81-8-3-6221-6811
Manager Masaji Kato	

1. Consolidated Financial Results for the Second Quarter of Fiscal Year Ending March 31, 2021 (From April 1, 2020 to September 30, 2020)

(All figures are rounded down to the nearest million yen)

(1) Consolidated Operating Results (% of change from previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2Q FYE March 2021	8,637	0.7	769	3.9	936	10.3	622	10.1
2Q FYE March 2020	8,575	△1.5	740	△12.8	849	△9.7	565	△10.5

Note : Comprehensive income : 2Q FY3/21 766million yen (△10.2%) 2Q FY3/20 854million yen (33.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
2Q FYE March 2021	54.84	—
2Q FYE March 2020	49.83	—

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Equity Ratio	Net Assets per Share
	Million yen	Million yen	%	Yen
As of September 30, 2020	19,571	14,105	72.1	1,242.11
As of March 31, 2020	19,044	13,588	71.4	1,196.58

Note : Equity As of September 30, 2020 14,105million yen As of March 31, 2020 13,588million yen

2. Dividend Information

Registry Date	Dividends Per Share				
	First quarter	Second quarter	Third quarter	Year End	Full Year
	Yen	Yen	Yen	Yen	Yen
FYE March 2020	—	—	—	22.00	22.00
FYE March 2021	—	—	—		
FYE March 2021 (Forecasts)				22.00	22.00

Note : Revisions to the latest projected dividends : Yes

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

	Net Sales		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	18,100	0.5	1,600	△17.5	1,828	△19.8	1,339	5.7	117.89

Note : Revisions to the latest projected consolidated results : Yes

* Notes:

(1) Changes in the scope of our consolidation, including changes in our subsidiaries : None

Consolidated subsidiaries : 0 added, 0 removed

(2) Application of simple accounting method : Yes

(3) Changes in accounting methodology, procedures, and the way our figures are displayed in the creation of our Quarter consolidated financial statements.

① Changes arising from revisions in accounting standards : None

② Changes arising from other reasons : None

③ Changes in estimation related to financial statements : None

④ Re-statement of revisions : None

(4) Shares issued (Common stock)

Shares issued as of term end (including treasury stock)	As of September 30,2020	13,109,490	As of March 31, 2020	13,109,490
Treasury stock as of term end	As of September 30,2020	1,753,759	As of March 31, 2020	1,753,704
Average shares issued during term	2Q FYE March 2021	11,355,731	2Q FYE March 2020	11,355,786

* This quarterly consolidated financial results are not subject to a quarterly review by a certified public accountant or an audit firm.

*Regarding the appropriate use of our earnings projections and other notes.

All projections provided in this document are based on the most accurate information available at the time of this writing.

However our actual results may differ from our projections due to various unforeseen reasons.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and deposits	8,965,663	10,313,077
Notes and accounts receivable - trade	3,503,045	2,673,614
Work in process	138,756	217,832
Other	182,289	211,088
Total current assets	12,789,754	13,415,613
Non-current assets		
Property, plant and equipment	415,299	398,723
Intangible assets	197,793	200,113
Investments and other assets		
Investment securities	4,076,669	4,061,351
Deferred tax assets	997,002	929,706
Guarantee deposits	349,332	343,986
Other	218,273	221,981
Total investments and other assets	5,641,277	5,557,025
Total non-current assets	6,254,370	6,155,863
Total assets	19,044,125	19,571,476

(Thousand yen)

As of March 31, 2020 As of September 30, 2020

Liabilities		
Current liabilities		
Accounts payable - trade	440,525	368,698
Accounts payable - other	295,308	290,344
Income taxes payable	358,432	336,490
Provision for bonuses	913,842	951,141
Other	519,385	554,807
Total current liabilities	2,527,494	2,501,480
Non-current liabilities		
Retirement benefit liability	2,367,837	2,408,598
Provision for retirement benefits for directors (and other officers)	494,200	509,275
Asset retirement obligations	46,685	47,081
Other	19,853	-
Total non-current liabilities	2,928,576	2,964,955
Total liabilities	5,456,070	5,466,435
Net assets		
Shareholders' equity		
Share capital	653,352	653,352
Capital surplus	488,675	488,675
Retained earnings	13,309,760	13,682,630
Treasury shares	△1,227,333	△1,227,405
Total shareholders' equity	13,224,454	13,597,253
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	343,180	485,951
Remeasurements of defined benefit plans	20,419	21,836
Total accumulated other comprehensive income	363,600	507,787
Total net assets	13,588,054	14,105,040
Total liabilities and net assets	19,044,125	19,571,476

(2) Consolidated Statements of Income

(Thousand yen)

	2nd Quarter FYE March 31,2020	2nd Quarter FYE March 31,2021
Net sales	8,575,916	8,637,197
Cost of sales	6,808,160	6,879,075
Gross profit	1,767,755	1,758,122
Selling, general and administrative expenses	1,027,300	988,918
Operating profit	740,455	769,203
Non-operating income		
Interest income	4,599	4,710
Dividend income	83,159	81,194
Gain on sales of investment securities	-	33,173
Gain on investments in investment partnerships	7,145	22,112
Subsidy income	11,043	27,286
Other	11,438	4,876
Total non-operating income	117,385	173,353
Non-operating expenses		
Interest expenses	709	645
Loss on sales of investment securities	1,360	-
investment partnership management fee	2,888	1,862
Taxes and dues	3,150	2,855
Commission expenses	-	302
Other	246	326
Total non-operating expenses	8,354	5,992
Ordinary profit	849,486	936,564
Extraordinary income		
Gain on sales of non-current assets	916	346
Total extraordinary income	916	346
Extraordinary losses		
Loss on retirement of non-current assets	8,556	7,488
Other	-	1,388
Total extraordinary losses	8,556	8,877
Profit before income taxes	841,847	928,033
Income taxes	276,023	305,335
Profit	565,823	622,697
Profit attributable to		
Profit attributable to owners of parent	565,823	622,697
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Valuation difference on available-for-sale securities	274,340	142,770
Remeasurements of defined benefit plans, net of tax	13,854	1,417
Total other comprehensive income	288,195	144,187
Comprehensive income	854,018	766,884
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	854,018	766,884
Comprehensive income attributable to non-controlling interests	-	-

(3) Consolidated Statements of Cash Flows

(Thousand yen)

	2nd Quarter FYE March 31,2020	2nd Quarter FYE March 31,2021
Cash flows from operating activities		
Profit before income taxes	841,847	928,033
Depreciation	50,543	65,360
Increase (decrease) in retirement benefit liability	24,594	42,838
Increase (decrease) in provision for retirement benefits for directors (and other officers)	△145,200	15,075
Increase (decrease) in provision for bonuses	32,330	37,299
Interest and dividend income	△87,758	△85,904
Interest expenses	709	645
Loss (gain) on sales of investment securities	1,360	△33,173
Loss (gain) on sales of non-current assets	△916	△346
Loss on retirement of non-current assets	8,556	7,718
Decrease (increase) in trade receivables	361,146	829,430
Decrease (increase) in inventories	△146,558	△78,929
Decrease (increase) in other current assets	△49,387	△25,131
Increase (decrease) in trade payables	△8,365	△71,826
Increase (decrease) in accounts payable - other	△141,780	357
Increase (decrease) in accrued consumption taxes	△28,877	△71,016
Increase (decrease) in other current liabilities	△54,254	86,945
Other, net	△4,159	△22,880
Subtotal	653,829	1,624,495
Interest and dividends received	83,275	81,619
Interest paid	△709	△645
Income taxes paid	△369,034	△325,850
Net cash provided by (used in) operating activities	367,360	1,379,619
Cash flows from investing activities		
Payments into time deposits	△18,001	△1
Proceeds from withdrawal of time deposits	-	54,000
Purchase of investment securities	△643,505	△299,927
Proceeds from sales and redemption of investment securities	98,639	555,459
Payments for investments in capital	△100,000	-
Purchase of property, plant and equipment	△52,233	△30,846
Proceeds from sales of property, plant and equipment	916	346
Purchase of intangible assets	△55,563	△33,706
Payments of guarantee deposits	△40,187	-
Proceeds from refund of guarantee deposits	1,055	5,345
Proceeds from distributions from investment partnerships	4,685	25,468
Other, net	11,213	△3,707
Net cash provided by (used in) investing activities	△792,981	272,430
Cash flows from financing activities		
Proceeds from short-term borrowings	360,000	360,000
Repayments of short-term borrowings	△360,000	△360,000
Purchase of treasury shares	-	△71
Dividends paid	△238,398	△249,170
Other, net	△416	△1,865
Net cash provided by (used in) financing activities	△238,814	△251,107
Net increase (decrease) in cash and cash equivalents	△664,435	1,400,942

Cash and cash equivalents at beginning of period	8,876,942	8,849,901
Cash and cash equivalents at end of period	8,212,507	10,250,843