

Consolidated Results for the First Quarter of the Fiscal Year to September 2021

(Japanese Accounting Standards)



February 10, 2021

(English Translation of "Kessan Tanshin")

Exchanges Listed: TSE1

Company Name: Nexyz.Group Corporation

Location of Company Headquarters: Tokyo

Securities Code: 4346

(URL <https://www.nexyzgroup.jp/>)

Position of Representative: President and Representative Director

Name: Takami Kondo

Contact : Executive Managing Director, Administrative Division Manager

Name: Yasuhiro Matsui Tel.+81-3-5459-7444

(Amounts truncated to the nearest million yen.)

1. Consolidated results for the First Quarter of the Fiscal Year to December 2020

(from Oct. 1, 2020 to Dec. 31, 2020)

(1) Consolidated Results of Operations

(Amounts in percentages show a comparison with the previous same period results.)

	Net Sales		Operating Income		Ordinary Income	
	Yen Mln	%	Yen Mln	%	Yen Mln	%
December 2020	4,975	25.2	314	37.8	316	38.5
December 2019	3,974	0.2	227	△ 44.5	228	△ 50.4
(Note) Comprehensive income	December 2020	150 million yen	(228.4%)	December 2019	45 million yen	(△62.8%)

	Net income attributable to owners of the parent		Earnings per Share		Fully Diluted Earnings per Share	
	Yen Mln	%	Yen	Yen	Yen	Yen
December 2020	111	—	8.61	8.48	8.48	8.48
December 2019	4	△ 96.5	0.36	0.33	0.33	0.33

(Note) The percentage change of net income attributable to owners of the parent from the corresponding period of previous year is not shown for the three months ended December 31, 2020 because the rate of change exceeded 1,000%.

(2) Consolidated Financial Position

(Amounts truncated to the nearest million yen.)

	Total Assets	Net Assets Value	Capital Ratio	Net Assets per Share
	Yen Mln	Yen Mln	%	Yen
December 2020	16,675	5,416	19.9	255.79
September 2020	16,064	5,524	21.5	266.65
(Note) Shareholders' equity:	December 2020	3,312 million yen	September 2020	3,453 million yen

2. Consolidated annual dividend

Annual Dividend Per Share

	End of first quarter (Yen)	End of second quarter (Yen)	End of third quarter (Yen)	End of Year (Yen)	Total (Yen)
September 2020	—	25.00	—	20.00	45.00
September 2021	—				
September 2021 (Forecast)		20.00	—	20.00	40.00

3. Consolidated Forecast for the fiscal year ending September 2021 (October 1, 2020~September 30, 2021)

(Percentages indicate changes from the previous term)

	Net Sales		Operating Income		Ordinary Income	
	Yen Mln	%	Yen Mln	%	Yen Mln	%
Full Fiscal Year	16,500	4.9	500	—	500	—

	Net income attributable to owners of the parent		Earnings per Share	
	Yen Mln	%	Yen	Yen
Full Fiscal Year	250	—	19.30	19.30

(Millions of yen)

	As of September 30, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	3,841	5,052
Notes and accounts receivable - trade	3,567	3,486
Lease receivables	3,152	2,782
Merchandise	468	367
Accounts receivable - other	135	163
Other	1,244	1,171
Allowance for doubtful accounts	△414	△412
Total current assets	11,996	12,612
Non-current assets		
Property, plant and equipment		
Buildings, net	1,061	1,054
Tools, furniture and fixtures, net	131	123
Other, net	20	17
Total property, plant and equipment	1,213	1,195
Intangible assets		
Goodwill	9	7
Software	70	70
Total intangible assets	79	77
Investments and other assets		
Investment securities	869	894
Leasehold and guarantee deposits	514	549
Deferred tax assets	873	828
Other	1,340	1,404
Allowance for doubtful accounts	△824	△887
Total investments and other assets	2,774	2,789
Total non-current assets	4,067	4,062
Total assets	16,064	16,675

(Millions of yen)

	As of September 30, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Accounts payable - trade	1,042	1,080
Short-term borrowings	450	1,250
Current portion of long-term borrowings	1,936	1,926
Accounts payable - other	370	406
Income taxes payable	66	50
Contract Cancellation Adjustment Reserve	1,028	1,145
Provision for profit-related bonuses	301	240
Other	390	696
Total current liabilities	5,587	6,797
Non-current liabilities		
Long-term borrowings	4,707	4,208
Other	244	252
Total non-current liabilities	4,951	4,461
Total liabilities	10,539	11,259
Net assets		
Shareholders' equity		
Share capital	1,189	1,189
Capital surplus	—	—
Retained earnings	2,977	2,837
Treasury shares	△904	△904
Total shareholders' equity	3,262	3,121
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	190	190
Foreign currency translation adjustment	△0	0
Total accumulated other comprehensive income	190	190
Share acquisition rights	6	6
Non-controlling interests	2,065	2,097
Total net assets	5,524	5,416
Total liabilities and net assets	16,064	16,675

(Millions of yen)

	Three months ended December 31, 2019	Three months ended December 31, 2020
Net sales	3,974	4,975
Cost of sales	1,795	2,432
Gross profit	2,179	2,542
Selling, general and administrative expenses	1,951	2,228
Operating profit	227	314
Non-operating income		
Interest income	3	0
Receipt benefit	—	6
Subsidies for employment adjustment	—	3
Other	2	4
Total non-operating income	5	14
Non-operating expenses		
Interest expenses	3	8
Other	0	2
Total non-operating expenses	4	11
Ordinary profit	228	316
Extraordinary losses		
Loss on valuation of shares of subsidiaries and associates	9	—
Total extraordinary losses	9	—
Profit before income taxes	219	316
Income taxes - current	105	121
Income taxes - deferred	69	44
Total income taxes	174	166
Profit	44	150
Profit attributable to non-controlling interests	40	39
Profit attributable to owners of parent	4	111

(Millions of yen)

	Three months ended December 31, 2019	Three months ended December 31, 2020
Profit	44	150
Other comprehensive income		
Valuation difference on available-for-sale securities	0	△0
Foreign currency translation adjustment	1	0
Total other comprehensive income	1	0
Comprehensive income	45	150
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5	111
Comprehensive income attributable to non-controlling interests	39	39