

Consolidated Financial Results for the First Quarter of the Fiscal Year Ending February 28, 2022
[Japanese GAAP]

July 8, 2021

Company name: Hisamitsu Pharmaceutical Co., Inc.
 Stock exchange listing: Tokyo, Nagoya, Fukuoka
 Securities code: 4530
 URL: <https://global.hisamitsu/>
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 Scheduled date of filing quarterly securities report: July 9, 2021
 Scheduled date of dividend payment: —
 Preparation of supplementary materials for quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest millions of yen)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending February 28, 2022

(March 1, 2021 to May 31, 2021)

(1) Consolidated Operating Results

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended May 31, 2021	27,761	11.6	2,120	96.6	2,855	582.9	2,362	1,979.9
Three months ended May 31, 2020	24,882	△14.9	1,078	△61.2	418	△85.4	113	△94.1

(Note) Comprehensive income: Three months ended May 31, 2021 6,070 millions of yen (160.1%)
 Three months ended May 31, 2020 2,333 millions of yen (—%)

	Profit per share	Diluted profit per share
	yen	yen
Three months ended May 31, 2021	28.91	28.89
Three months ended May 31, 2020	1.39	1.39

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of May 31, 2021	299,904	256,489	84.9
As of Feb. 28, 2021	299,861	253,809	84.1

(Reference) Shareholders' equity: As of May 31, 2021 254,658 millions of yen
 As of Feb. 28, 2021 252,066 millions of yen

2. Dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Fiscal year end	Total
	yen	yen	yen	yen	yen
Year ended Feb. 28, 2021	—	41.75	—	41.75	83.50
Year ending Feb. 28, 2022	—	—	—	—	—
Year ending Feb. 28, 2022 (Forecast)	—	42.00	—	42.00	84.00

(Note) Revisions to the most recently announced dividends forecast: No

3. Consolidated Earnings Forecast for the Fiscal Year Ending February 28, 2022 (March 1, 2021 to February 28, 2022)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Full year	122,900	7.3	10,700	0.3	12,700	7.4	9,900	7.0	121.12

(Note) Revisions to the most recently announced consolidated forecast: No

*Notes

(1) Changes in significant subsidiaries during the period : None
(Changes in specified subsidiaries resulting in changes in scope of consolidation)

(2) Application of special accounting methods for preparation of quarterly consolidated financial statements : Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement
 1) Changes in accounting policies due to revision of accounting standards : Yes
 2) Changes in accounting policies other than 1) above : None
 3) Changes in accounting estimates : None
 4) Restatement : None

(4) The number of shares outstanding (common stock)

1) Total number of shares outstanding at the end of the period (including treasury stock)

As of May 31, 2021 : 85,164,895 shares

As of Feb. 28, 2021 : 85,164,895 shares

2) Total number of treasury stock at the end of the period

As of May 31, 2021 : 3,430,507 shares

As of Feb. 28, 2021 : 3,430,483 shares

3) Average number of shares outstanding during the period

Three months ended May 31, 2021 : 81,734,388 shares

Three months ended May 31, 2020 : 81,666,808 shares

*Quarterly financial results reports are not subjected to quarterly review.

*Explanation for appropriate use of financial forecasts and other special notes

Among this document, the forecasts based on the plan may change due to uncertain factors. Therefore, the actual operating results may differ from the company's view.

Financial settlement briefings for institutional investors and analysts will be held on July 8, 2021. Presentation materials of financial results will be posted promptly on the company's website after the financial settlement briefings.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance sheets

(Millions of yen)

	Prior Fiscal Year End (As of Feb. 28, 2021)	Current First Quarter (As of May 31, 2021)
Assets		
Current assets		
Cash and deposits	114,254	120,361
Notes and accounts receivable - trade	39,546	31,969
Securities	21,743	22,804
Merchandise and finished goods	11,359	10,902
Work in process	465	661
Raw materials and supplies	6,744	6,743
Other	4,290	5,720
Allowance for doubtful accounts	△343	△359
Total current assets	198,061	198,804
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,180	14,231
Other, net	23,174	24,228
Total property, plant and equipment	37,354	38,460
Intangible assets		
Sales rights	27	22
Other	1,150	1,124
Total intangible assets	1,178	1,147
Investments and other assets		
Investment securities	54,602	53,059
Other	8,878	8,648
Allowance for doubtful accounts	△214	△214
Total investments and other assets	63,267	61,493
Total non-current assets	101,800	101,100
Total assets	299,861	299,904

(Millions of yen)

	Prior Fiscal Year End (As of Feb. 28, 2021)	Current First Quarter (As of May 31, 2021)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,672	6,141
Electronically recorded obligations - operating	7,127	4,921
Short-term loans payable	1,111	1,111
Income taxes payable	608	1,209
Provision for sales returns	103	108
Provision for bonuses	1,350	339
Other	12,082	13,005
Total current liabilities	30,057	26,837
Non-current liabilities		
Long-term loans payable	296	273
Net defined benefit liability	7,928	7,999
Other	7,769	8,305
Total non-current liabilities	15,994	16,578
Total liabilities	46,051	43,415
Net assets		
Shareholders' equity		
Capital stock	8,473	8,473
Capital surplus	2,352	2,352
Retained earnings	233,376	232,331
Treasury shares	△11,495	△11,496
Total shareholders' equity	232,707	231,662
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	16,165	15,729
Revaluation reserve for land	3,790	3,784
Foreign currency translation adjustment	△1,173	2,966
Remeasurements of defined benefit plans	575	514
Total accumulated other comprehensive income	19,359	22,995
Share acquisition rights	232	241
Non-controlling interests	1,510	1,589
Total net assets	253,809	256,489
Total liabilities and net assets	299,861	299,904

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

(Millions of yen)

	Prior Fiscal Year (Mar. 1, 2020 – May 31, 2020)	Current Fiscal Year (Mar. 1, 2021 – May 31, 2021)
Net sales	24,882	27,761
Cost of sales	9,672	11,162
Gross profit	15,210	16,599
Selling, general and administrative expenses	14,132	14,479
Operating profit	1,078	2,120
Non-operating income		
Interest income	235	33
Dividend income	69	96
Foreign exchange gains	—	584
Other	75	209
Total non-operating income	379	924
Non-operating expenses		
Interest expenses	2	1
Foreign exchange losses	737	—
Share of loss of entities accounted for using equity method	272	159
Other	27	28
Total non-operating expenses	1,040	189
Ordinary profit	418	2,855
Extraordinary income		
Gain on disposal of non-current assets	—	6
Gain on sales of investment securities	1	652
Total extraordinary income	1	659
Extraordinary losses		
Loss on disposal of non-current assets	0	29
Total extraordinary losses	0	29
Profit before income taxes	418	3,485
Income taxes	334	1,050
Profit	84	2,434
Profit (loss) attributable to non-controlling interests	△29	72
Profit attributable to owners of parent	113	2,362

Quarterly Consolidated Statements of comprehensive income

(Millions of yen)

	Prior Fiscal Year (Mar. 1, 2020 – May 31, 2020)	Current Fiscal Year (Mar. 1, 2021 – May 31, 2021)
Profit	84	2,434
Other comprehensive income		
Valuation difference on available-for-sale securities	3,379	△444
Foreign currency translation adjustment	△1,107	4,133
Remeasurements of defined benefit plans, net of tax	48	△64
Share of other comprehensive income of entities accounted for using equity method	△71	11
Total other comprehensive income	2,249	3,636
Comprehensive income	2,333	6,070
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,422	6,005
Comprehensive income attributable to non-controlling interests	△88	65