

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended June 30, 2020 (Based on Japanese GAAP)

August 6, 2020

Company name: Fuji Pharma Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4554 URL <http://www.fujipharma.jp>
 Representative: President & CEO Takayuki Iwai
 Director, Executive Corporate
 Inquiries: Officer, General Manager, Corporate Toyoyuki Kamide TEL 03-3556-3344
 Business Management Department
 Scheduled date to file Quarterly Securities Report: August 7, 2020
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended June 30, 2020 (from October 1, 2019 to June 30, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate 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	%
Nine months ended June 30, 2020	24,899	(8.9)	2,223	(40.3)	2,151	(42.1)	1,565	(37.9)
Nine months ended June 30, 2019	27,324	(2.0)	3,726	5.0	3,714	4.4	2,521	(3.3)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended June 30, 2020	50.24		–	
Nine months ended June 30, 2019	83.17		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2020	62,602	39,869	63.7
As of September 30, 2019	60,737	39,363	64.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2019	–	14.00	–	15.00	29.00
Year ending September 30, 2020	–	14.00	–		
Year ending September 30, 2020 (Forecast)				15.00	29.00

3. Forecast of consolidated financial results for the year ending September 30, 2020 (from October 1, 2019 to September 30, 2020)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	33,830	(6.8)	2,571	(38.4)	2,501	(40.0)	1,664	(43.8)	53.44

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended June 30, 2020
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2020	31,253,800 shares	As of September 30, 2019	31,253,800 shares
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Number of treasury shares at the end of the period

As of June 30, 2020	95,260 shares	As of September 30, 2019	101,726 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended June 30, 2020	31,156,988 shares	Nine months ended June 30, 2019	30,318,537 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of September 30, 2019	As of June 30, 2020
Assets		
Current assets		
Cash and deposits	8,494	11,785
Notes and accounts receivable - trade	12,944	11,613
Merchandise and finished goods	3,437	3,887
Work in process	2,539	2,841
Raw materials and supplies	4,735	5,088
Accounts receivable - other	43	12
Other	1,724	462
Allowance for doubtful accounts	(0)	(0)
Total current assets	33,919	35,690
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,117	4,883
Machinery, equipment and vehicles, net	1,646	1,805
Land	919	914
Leased assets, net	2,318	1,923
Construction in progress	1,484	2,669
Other, net	232	235
Total property, plant and equipment	11,718	12,432
Intangible assets		
Goodwill	1,494	1,281
Other	1,805	1,800
Total intangible assets	3,300	3,081
Investments and other assets		
Investment securities	7,342	7,169
Long-term advance payments	2,308	2,308
Deferred tax assets	1,288	1,062
Other	858	857
Total investments and other assets	11,798	11,397
Total non-current assets	26,817	26,911
Total assets	60,737	62,602

(Millions of yen)

	As of September 30, 2019	As of June 30, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,813	5,182
Short-term borrowings	–	1,000
Current portion of long-term borrowings	2,840	1,640
Lease obligations	530	485
Income taxes payable	492	39
Provision for bonuses	856	213
Provision for bonuses for directors (and other officers)	7	3
Provision for sales returns	22	20
Other	2,448	2,587
Total current liabilities	12,012	11,171
Non-current liabilities		
Long-term borrowings	5,530	8,000
Lease obligations	2,014	1,655
Retirement benefit liability	1,396	1,514
Other	418	392
Total non-current liabilities	9,360	11,561
Total liabilities	21,373	22,732
Net assets		
Shareholders' equity		
Share capital	3,799	3,799
Capital surplus	5,841	5,841
Retained earnings	29,243	29,904
Treasury shares	(78)	(68)
Total shareholders' equity	38,804	39,475
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(340)	(460)
Foreign currency translation adjustment	896	839
Remeasurements of defined benefit plans	(0)	12
Total accumulated other comprehensive income	556	391
Non-controlling interests	2	2
Total net assets	39,363	39,869
Total liabilities and net assets	60,737	62,602

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended June 30, 2019	Nine months ended June 30, 2020
Net sales	27,324	24,899
Cost of sales	15,388	13,922
Gross profit	11,936	10,977
Selling, general and administrative expenses	8,210	8,753
Operating profit	3,726	2,223
Non-operating income		
Interest income	2	0
Dividend income of life insurance	6	5
Insurance claim income	116	0
Commission income	0	0
Compensation income	3	5
Subsidy income	0	3
Other	21	5
Total non-operating income	150	20
Non-operating expenses		
Interest expenses	30	28
Sales discounts	7	5
Foreign exchange losses	121	57
Other	3	1
Total non-operating expenses	162	92
Ordinary profit	3,714	2,151
Extraordinary income		
Gain on sales of non-current assets	1	4
Total extraordinary income	1	4
Extraordinary losses		
Loss on sales of non-current assets	0	0
Loss on retirement of non-current assets	18	15
Total extraordinary losses	18	15
Profit before income taxes	3,697	2,139
Income taxes - current	993	315
Income taxes - deferred	181	258
Total income taxes	1,175	573
Profit	2,521	1,565
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	2,521	1,565

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended June 30, 2019	Nine months ended June 30, 2020
Profit	2,521	1,565
Other comprehensive income		
Valuation difference on available-for-sale securities	(215)	(120)
Deferred gains or losses on hedges	(23)	–
Foreign currency translation adjustment	1	(57)
Remeasurements of defined benefit plans, net of tax	(4)	12
Total other comprehensive income	(242)	(165)
Comprehensive income	2,279	1,400
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,279	1,400
Comprehensive income attributable to non-controlling interests	0	0