

Fiscal Year 2021 Consolidated Financial Results
(April 1, 2021 to March 31, 2022)

FDK CORPORATION

(URL: <https://www.fdk.com>)

Listing Code No. 6955 (Listing Stock Exchange: Standard of Tokyo Stock Exchange)
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The Consolidated Financial Results is unaudited/U.S. GAPP is not applied

1. Consolidated Financial Results for FY2021 ended March 31, 2022

a. Consolidated Statements of Income

	Yen (millions)			U.S.Dollars (millions)
	FY2020 (4/1/20-3/31/21)	FY2021 (4/1/21-3/31/22)	Change (%)	FY2021 (4/1/21-3/31/22)
Net Sales	61,543	61,456	-0.1	\$548.32
Operating Profit	1,743	2,023	16.0	\$18.05
Ordinary Profit	1,274	1,908	49.8	\$17.02
Profit attributable to owners of parent	2,009	565	-71.9	\$5.04

Amounts Per Share of Common Stock:

Basic Earnings per share	58.24 yen	16.39 yen	14.62 cent
Diluted Earnings per share	- yen	- yen	-
Rate of Return on Equity	22.8 %	4.9 %	
Ordinary Profit to Total Assets Ratio	2.7 %	4.0 %	
Operating Profit to Net Sales Ratio	2.8 %	3.3 %	

b. Consolidated Financial Positions

	Yen (millions)	
	As of Mar. 31, 2021	As of Mar. 31, 2022
Total Assets	48,064	46,770
Net Assets	10,888	12,278
Owner's Equity	10,882	12,272
Capital Adequacy Ratio	22.6 %	26.2 %
Net Assets Per Share	315.37 yen	355.66 yen

c. Consolidated Cash Flows

	Yen (millions)	
	FY2020 (4/1/20-3/31/21)	FY2021 (4/1/21-3/31/22)
Cash Flows from Operating Activities	1,996	2,177
Cash Flows from Investing Activities	(373)	(3,920)
Cash Flows from Financing Activities	(4,077)	(2,780)
Cash and Cash Equivalents at End of Period	7,001	2,763

d. Net Sales by Business Segment

	Yen (millions) FY2020 (4/1/20-3/31/21)	Yen (millions) FY2021 (4/1/21-3/31/22)	U.S.Dollars (millions) FY2021 (4/1/21-3/31/22)
Batteries	45,580	43,082	\$384.39
Electronic Devices	15,963	18,373	\$163.93
Total	61,543	61,456	\$548.32

(Notes for the Consolidated Operating Results (from 1.a to 1.d))

1. All amounts less than one million yen have been disregarded.
2. U.S. dollar amounts are translated from yen, for convenience only, at the rate of \$1=112.08 yen.
3. The percentage in this statement presents rate of change compared with the previous fiscal year.

2. Consolidated Forecast for the year ending March 31, 2023

(Million of yen, except per share data)

	FY2022	Change from FY2021	FY2021
Net Sales	63,000	2.5 %	61,456
Operating Profit	1,200	-40.7 %	2,023
Ordinary Profit	1,000	-47.6 %	1,908
Profit attributable to owners of parent	700	23.8 %	565
Basic Earnings Per Share	20.29 yen	- yen	16.39 yen

3. Others

(1) Material changes in significant subsidiaries during the period: No

Consolidated Subsidiaries	10 companies
Unconsolidated Subsidiaries (equity method applied)	2 companies
Affiliates (equity method applied only)	0 companies

(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements

- 1) Changes in accounting policies based on revisions of accounting standards: Yes
- 2) Changes in accounting policies other than ones based on revisions of accounting standard: No
- 3) Changes in accounting estimates: No
- 4) Retrospective restatement: No

(3) Number of issued and outstanding shares (common stock)

- 1) Number of issued and outstanding shares at the end of fiscal year. (including treasury stock)
March 31, 2022: 34,536,302 shares March 31, 2021: 34,536,302 shares
- 2) Number of treasury stock at the end of fiscal year
March 31, 2022: 29,738 shares March 31, 2021: 29,057 shares
- 3) Average number of shares
March 31, 2022: 34,506,829 shares March 31, 2021: 34,507,561 shares

(Notes)

1. This information is a summary of the earnings report. It does not contain all details included in the earnings report disclosed in Japanese.

Consolidated Balance Sheet

Millions of yen

	FY2020	FY2021
	Mar 31, 2021	Mar 31, 2022
Assets		
Current assets		
Cash and deposits	7,001	2,763
Notes and accounts receivable-trade	15,986	-
Notes and accounts receivable - trade and contract assets	-	17,262
Merchandise and finished goods	2,786	3,651
Work in process	2,109	2,589
Raw materials and supplies	3,169	4,416
Other	1,323	1,351
Allowance for doubtful accounts	△ 33	△ 37
Total current assets	<u>32,344</u>	<u>31,995</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,675	5,314
Machinery, equipment and vehicles, net	4,632	5,341
Tools, furniture and fixtures, net	852	797
Land	2,185	2,181
Leased assets, net	233	137
Construction in progress	1,198	259
Total property, plant and equipment	<u>14,776</u>	<u>14,032</u>
Intangible assets	<u>434</u>	<u>275</u>
Investments and other assets		
Investment securities	219	200
Deferred tax assets	38	48
Other	251	217
Total investments and other assets	<u>509</u>	<u>467</u>
Total non-current assets	<u>15,719</u>	<u>14,774</u>
Total assets	<u>48,064</u>	<u>46,770</u>
Liabilities		
Current liabilities		
Notes and accounts payable-trade	8,739	9,625
Electronically recorded obligations - operating	3,987	4,684
Short-term borrowings	14,900	12,190
Lease liabilities	69	66
Accounts payable - other	3,038	1,774
Income taxes payable	313	663
Other	2,729	2,495
Total current liabilities	<u>33,779</u>	<u>31,499</u>
Non-current liabilities		
Lease liabilities	150	84
Deferred tax liabilities	349	301
Retirement benefit liability	2,603	2,288
Long-term accounts payable - other	192	168
Other	100	150
Total non-current liabilities	<u>3,396</u>	<u>2,992</u>
Total liabilities	<u>37,175</u>	<u>34,492</u>
Net assets		
Shareholders' equity		
Share capital	31,709	31,709
Capital surplus	26,257	26,225
Retained earnings	△ 46,166	△ 45,607
Treasury shares	△ 49	△ 50
Total shareholders' equity	<u>11,750</u>	<u>12,276</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	38	43
Foreign currency translation adjustment	885	1,558
Remeasurements of defined benefit plans	△ 1,792	△ 1,605
Total accumulated other comprehensive income	<u>△ 868</u>	<u>△ 3</u>
Non-controlling interests	<u>5</u>	<u>5</u>
Total net assets	<u>10,888</u>	<u>12,278</u>
Total liabilities and net assets	<u>48,064</u>	<u>46,770</u>

Consolidated Statement of Income
Millions of yen

	FY2020	FY2021
	Apr'20-Mar'21	Apr'21-Mar'22
Net sales	61,543	61,456
Cost of sales	50,120	49,819
Gross profit	11,423	11,636
Selling, general and administrative expenses	9,679	9,613
Operating profit	1,743	2,023
Non-operating income		
Interest income	26	7
Subsidy income	18	37
Gain on sale of non-current assets	64	1
Rental income	18	11
Gain on sale of scraps	8	18
Other	47	65
Total non-operating income	183	142
Non-operating expenses		
Interest expenses	123	99
Foreign exchange losses	438	79
Loss on retirement of non-current assets	35	67
Other	55	10
Total non-operating expenses	653	256
Ordinary profit	1,274	1,908
Extraordinary income		
Gain on liquidation of subsidiaries and associates	-	459
Gain on sale of shares of subsidiaries and associates	968	13
Total extraordinary income	968	472
Extraordinary losses		
Impairment losses	15	1,213
Total extraordinary losses	15	1,213
Profit before income taxes	2,227	1,168
Income taxes-current	223	524
Income taxes-deferred	△ 5	78
Total income taxes	217	602
Profit	2,010	565
Profit (loss) attributable to non-controlling interests	0	△ 0
Profit attributable to owners of parent	2,009	565

Consolidated Statement of Comprehensive Income
Millions of yen

	FY2020	FY2021
	Apr'20-Mar'21	Apr'21-Mar'22
	<u> </u>	<u> </u>
Profit	2,010	565
Other comprehensive income		
Valuation difference on available-for-sale securities	33	4
Foreign currency translation adjustment	995	672
Remeasurements of defined benefit plans, net of tax	1,228	187
Total Other comprehensive income	<u>2,258</u>	<u>864</u>
Comprehensive income	<u>4,268</u>	<u>1,430</u>
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	<u>4,267</u>	<u>1,430</u>
Comprehensive income attributable to non-controlling interests	<u>0</u>	<u>△ 0</u>

Consolidated Statement of Changes in Equity
Millions of yen

FY2020 (Apr'20-Mar'21)

	Shareholders' Equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Beginning balance	31,709	26,376	△ 48,176	△ 48	9,860
Cumulative effects of changes in accounting policies			-		-
Restated balance	31,709	26,376	△ 48,176	△ 48	9,860
Changes during period					
Profit attributable to owners of parent			2,009		2,009
Purchases of treasury shares				△ 0	△ 0
Change in scope of consolidation		△ 119			△ 119
Net changes of items other than shareholders' equity					-
Total changes during period	-	△ 119	2,009	△ 0	1,889
Ending balance	31,709	26,257	△ 46,166	△ 49	11,750

	Accumulated other comprehensive income				Non-controlling interests	Net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total Accumulated other comprehensive income		
Beginning balance	4	△ 110	△ 3,021	△ 3,126	5	6,739
Cumulative effects of changes in accounting policies						-
Restated balance	4	△ 110	△ 3,021	△ 3,126	5	6,739
Changes during period						
Profit attributable to owners of parent						2,009
Purchases of treasury shares						△ 0
Change in scope of consolidation						△ 119
Net changes of items other than shareholders' equity	33	995	1,228	2,258	0	2,258
Total changes during period	33	995	1,228	2,258	0	4,148
Ending balance	38	885	△ 1,792	△ 868	5	10,888

Consolidated Statement of Changes in Equity
Millions of yen

FY2021 (Apr'21-Mar'22)

	Shareholders' Equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Beginning balance	31,709	26,257	△ 46,166	△ 49	11,750
Cumulative effects of changes in accounting policies			△ 6		△ 6
Restated balance	31,709	26,257	△ 46,173	△ 49	11,743
Changes during period					
Profit attributable to owners of parent			565		565
Purchases of treasury shares				△ 0	△ 0
Change in scope of consolidation		△ 32			△ 32
Net changes of items other than shareholders' equity					-
Total changes during period	-	△ 32	565	△ 0	532
Ending balance	31,709	26,225	△ 45,607	△ 50	12,276

	Accumulated other comprehensive income				Non-controlling interests	Net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total Accumulated other comprehensive income		
Beginning balance	38	885	△ 1,792	△ 868	5	10,888
Cumulative effects of changes in accounting policies						△ 6
Restated balance	38	885	△ 1,792	△ 868	5	10,881
Changes during period						
Profit attributable to owners of parent						565
Purchases of treasury shares						△ 0
Change in scope of consolidation						△ 32
Net changes of items other than shareholders' equity	4	672	187	864	△ 0	864
Total changes during period	4	672	187	864	△ 0	1,396
Ending balance	43	1,558	△ 1,605	△ 3	5	12,278

Consolidated Statement of Cash Flows
Millions of yen

	FY2020 Apr'20-Mar'21	FY2021 Apr'21-Mar'22
Cash flows from operating activities		
Profit before income taxes	2,227	1,168
Depreciation	1,984	2,367
Impairment losses	15	1,213
Loss (gain) on sale of shares of subsidiaries and associates	△ 968	△ 13
Loss (gain) on liquidation of subsidiaries and associates	-	△ 459
Increase (decrease) in retirement benefit liability	△ 414	△ 387
Increase (decrease) in allowance for doubtful accounts	4	1
Interest and dividend income	△ 29	△ 11
Interest expenses	123	99
Foreign exchange losses (gains)	△ 0	△ 1
Loss (gain) on sale of property, plant and equipment	△ 64	△ 1
Loss on retirement of non-current assets	35	67
Subsidy income	△ 18	△ 37
Decrease (increase) in trade receivables	△ 175	△ 465
Decrease (increase) in inventories	△ 1,073	△ 2,222
Increase (decrease) in trade payables	364	880
Increase (decrease) in accrued expenses	288	△ 25
Other, net	41	251
Subtotal	2,340	2,423
Interest and dividends received	29	11
Subsidies received	18	37
Interest paid	△ 126	△ 100
Income taxes paid	△ 265	△ 194
Net cash provided by (used in) operating activities	1,996	2,177
Cash flows from investing activities		
Purchase of property, plant and equipment	△ 2,142	△ 3,826
Proceeds from sale of property, plant and equipment	114	3
Purchase of intangible assets	△ 15	△ 137
Purchase of investment securities	△ 4	△ 5
Proceeds from sale of shares of subsidiaries and associates	1,674	43
Other, net	△ 0	2
Net cash provided by (used in) investing activities	△ 373	△ 3,920
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△ 3,900	△ 2,710
Purchase of treasury shares	△ 0	△ 0
Repayments of finance lease liabilities	△ 176	△ 69
Net cash provided by (used in) financing activities	△ 4,077	△ 2,780
Effect of exchange rate change on cash and cash equivalents	392	284
Net increase (decrease) in cash and cash equivalents	△ 2,061	△ 4,238
Cash and cash equivalents at beginning of period	9,063	7,001
Cash and cash equivalents at end of period	7,001	2,763

Consolidated Business Segment Information
Millions of yen

FY2020 Apr'20-Mar'21

	Business Segments Reported		Total	Adjustments	Consolidated Statements
	Batteries	Electronic Materials			
Net sales					
Unaffiliated customers	45,580	15,963	61,543	-	61,543
Intersegment	-	-	-	-	-
Total	45,580	15,963	61,543	-	61,543
Segment profit	1,429	314	1,743	-	1,743

FY2021 Apr'21-Mar'22

	Business Segments Reported		Total	Adjustments	Consolidated Statements
	Batteries	Electronic Materials			
Net sales					
Unaffiliated customers	43,082	18,373	61,456	-	61,456
Intersegment	-	-	-	-	-
Total	43,082	18,373	61,456	-	61,456
Segment profit	1,161	861	2,023	-	2,023