

Translation

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## Summary of Non-Consolidated Financial Results for the Six Months Ended September 30, 2020 (Based on Japanese GAAP)

November 12, 2020

Company name: FURYU CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 6238 URL <https://www.furyu.jp>  
 Representative: President Takashi Mishima  
 Inquiries: Manager Finance&Accounting Department Taku Fujimura TEL 03(5728)1761  
 Scheduled date to file Quarterly Securities Report: November 13, 2020  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1 Non-Consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Non-Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

|                                     | Net sales       |   | Operating profit |   | Ordinary profit |   | Profit          |   |
|-------------------------------------|-----------------|---|------------------|---|-----------------|---|-----------------|---|
|                                     | Millions of yen |   | Millions of yen  |   | Millions of yen |   | Millions of yen |   |
| Six months ended September 30, 2020 | 10,657          | – | 911              | – | 893             | – | 609             | – |
| Six months ended September 30, 2019 | –               | – | –                | – | –               | – | –               | – |

|                                     | Earnings per share |  | Diluted earnings per share |  |
|-------------------------------------|--------------------|--|----------------------------|--|
|                                     | Yen                |  | Yen                        |  |
| Six months ended September 30, 2020 | 22.29              |  | –                          |  |
| Six months ended September 30, 2019 | –                  |  | –                          |  |

(2) Non-Consolidated financial position

|                          | Total assets    |  | Net assets      |  | Equity ratio |  |
|--------------------------|-----------------|--|-----------------|--|--------------|--|
|                          | Millions of yen |  | Millions of yen |  |              |  |
| As of September 30, 2020 | 22,544          |  | 18,503          |  | 82.1         |  |
| As of March 31, 2020     | 24,024          |  | 18,994          |  | 79.1         |  |

2 Cash dividends

|                                       | Annual dividends per share |                 |                 |                 |       |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
|                                       | 1st quarter-end            | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
|                                       | Yen                        |                 |                 |                 |       |
| Year ended March 31, 2020             | –                          | 0.00            | –               | 40.00           | 40.00 |
| Year ending March 31, 2021            | –                          | 0.00            |                 |                 |       |
| Year ending March 31, 2021 (Forecast) |                            |                 | –               | 35.00           | 35.00 |

3 Forecast of non-consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

|           | Net sales       |       | Operating profit |       | Ordinary profit |       | Profit          |       | Earnings per share |
|-----------|-----------------|-------|------------------|-------|-----------------|-------|-----------------|-------|--------------------|
|           | Millions of yen |       | Millions of yen  |       | Millions of yen |       | Millions of yen |       | Yen                |
| Full year | 24,500          | Δ10.7 | 2,000            | Δ45.0 | 2,000           | Δ45.3 | 1,350           | Δ55.3 | 49.34              |

※ Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(2) 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

(3) Number of issued shares (common shares)

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

|                          |                   |                      |                   |
|--------------------------|-------------------|----------------------|-------------------|
| As of September 30, 2020 | 28,296,000 shares | As of March 31, 2020 | 28,296,000 shares |
|--------------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

|                          |                |                      |                |
|--------------------------|----------------|----------------------|----------------|
| As of September 30, 2020 | 935,697 shares | As of March 31, 2020 | 935,672 shares |
|--------------------------|----------------|----------------------|----------------|

Average number of shares during the period (cumulative from the beginning of the fiscal year)

|                                     |                   |                                     |                   |
|-------------------------------------|-------------------|-------------------------------------|-------------------|
| Six months ended September 30, 2020 | 27,360,316 shares | Six months ended September 30, 2019 | 28,082,562 shares |
|-------------------------------------|-------------------|-------------------------------------|-------------------|

## Quarterly non-consolidated financial statements

### Non-Consolidated balance sheets

(Thousands of yen)

|   | As of March 31, 2020 | As of September 30, 2020 |
|---|----------------------|--------------------------|
| <b>Assets</b>                                       |                      |                          |
| Current assets                                      |                      |                          |
| Cash and deposits                                   | 12,706,286           | 11,291,007               |
| Accounts receivable - trade                         | 3,375,546            | 2,885,278                |
| Electronically recorded monetary claims - operating | 941,552              | 677,064                  |
| Inventories   | 1,592,830            | 2,259,111                |
| Other   | 1,250,632            | 1,144,658                |
| Allowance for doubtful accounts                     | △3,565               | △2,816                   |
| Total current assets                                | 19,863,283           | 18,254,304               |
| Non-current assets                                  |                      |                          |
| Property, plant and equipment                       | 2,347,925            | 2,425,665                |
| Intangible assets                                   | 253,795              | 342,931                  |
| Investments and other assets                        |                      |                          |
| Other   | 1,579,221            | 1,540,551                |
| Allowance for doubtful accounts                     | △19,256              | △19,171                  |
| Total investments and other assets                  | 1,559,965            | 1,521,379                |
| Total non-current assets                            | 4,161,685            | 4,289,977                |
| Total assets  | 24,024,969           | 22,544,281               |
| <b>Liabilities</b>                                  |                      |                          |
| Current liabilities                                 |                      |                          |
| Accounts payable - trade                            | 540,992              | 416,909                  |
| Electronically recorded obligations - operating     | 1,645,094            | 1,345,726                |
| Income taxes payable                                | 45,000               | 327,383                  |
| Other   | 2,793,179            | 1,943,734                |
| Total current liabilities                           | 5,024,266            | 4,033,754                |
| Non-current liabilities                             |                      |                          |
| Other   | 6,629                | 6,629                    |
| Total non-current liabilities                       | 6,629                | 6,629                    |
| Total liabilities                                   | 5,030,896            | 4,040,384                |
| <b>Net assets</b>                                   |                      |                          |
| Shareholders' equity                                |                      |                          |
| Share capital                                       | 1,639,216            | 1,639,216                |
| Capital surplus                                     | 1,639,216            | 1,639,216                |
| Retained earnings                                   | 16,720,712           | 16,236,197               |
| Treasury shares                                     | △1,000,275           | △1,000,301               |
| Total shareholders' equity                          | 18,998,868           | 18,514,328               |
| Valuation and translation adjustments               |                      |                          |
| Deferred gains or losses on hedges                  | △4,796               | △10,430                  |
| Total valuation and translation adjustments         | △4,796               | △10,430                  |
| Total net assets                                    | 18,994,072           | 18,503,897               |
| Total liabilities and net assets                    | 24,024,969           | 22,544,281               |

## Non-Consolidated statements of income (cumulative)

(Thousands of yen)

|  | Six months ended<br>September 30, 2020 |
|--|--|
| Net sales  | 10,657,699                             |
| Cost of sales                                      | 4,676,875                              |
| Gross profit                                       | 5,980,823                              |
| Selling, general and administrative expenses       | 5,069,701                              |
| Operating profit                                   | 911,122                                |
| Non-operating income                               |  |
| Miscellaneous income                               | 1,521                                  |
| Other  | 81                                     |
| Total non-operating income                         | 1,603                                  |
| Non-operating expenses                             |  |
| Interest expenses                                  | 92                                     |
| Foreign exchange losses                            | 11,759                                 |
| Loss on investments in investment partnerships     | 7,689                                  |
| Other  | 15                                     |
| Total non-operating expenses                       | 19,557                                 |
| Ordinary profit                                    | 893,167                                |
| Extraordinary income                               |  |
| Gain on sales of non-current assets                | 59                                     |
| Total extraordinary income                         | 59                                     |
| Extraordinary losses                               |  |
| Loss on sales and retirement of non-current assets | 2,730                                  |
| Total extraordinary losses                         | 2,730                                  |
| Profit before income taxes                         | 890,497                                |
| Income taxes - current                             | 280,598                                |
| Total income taxes                                 | 280,598                                |
| Profit   | 609,898                                |

## Non-Consolidated statements of cash flows

(Thousands of yen)

Six months ended  
September 30, 2020

|   |            |
|---|------------|
| Cash flows from operating activities                        |            |
| Profit before income taxes                                  | 890,497    |
| Depreciation  | 767,583    |
| Increase (decrease) in allowance for doubtful accounts      | △834       |
| Interest and dividend income                                | △3         |
| Interest expenses   | 92         |
| Foreign exchange losses (gains)                             | △53        |
| Loss (gain) on sales and retirement of non-current assets   | 2,670      |
| Decrease (increase) in trade receivables                    | 754,756    |
| Decrease (increase) in inventories                          | △666,281   |
| Decrease (increase) in accounts receivable - other          | 3,928      |
| Decrease (increase) in advance payments - trade             | △17,184    |
| Increase (decrease) in trade payables                       | △423,451   |
| Increase (decrease) in accounts payable - other             | △283,193   |
| Increase (decrease) in accrued expenses                     | △67,727    |
| Other, net  | △378,486   |
| Subtotal  | 582,313    |
| Interest and dividends received                             | 3          |
| Interest paid   | △92        |
| Income taxes paid   | △4,275     |
| Income taxes refund   | 42,898     |
| Net cash provided by (used in) operating activities         | 620,847    |
| Cash flows from investing activities                        |            |
| Purchase of property, plant and equipment                   | △824,960   |
| Proceeds from sales of property, plant and equipment        | 546        |
| Purchase of intangible assets                               | △116,788   |
| Payments of guarantee deposits                              | △12,620    |
| Other, net  | 15,741     |
| Net cash provided by (used in) investing activities         | △938,081   |
| Cash flows from financing activities                        |            |
| Proceeds from sale and leaseback transactions               | 1,162,174  |
| Repayments of lease obligations                             | △1,165,833 |
| Purchase of treasury shares                                 | △26        |
| Dividends paid  | △1,094,413 |
| Net cash provided by (used in) financing activities         | △1,098,098 |
| Effect of exchange rate change on cash and cash equivalents | 53         |
| Net increase (decrease) in cash and cash equivalents        | △1,415,279 |
| Cash and cash equivalents at beginning of period            | 12,706,286 |
| Cash and cash equivalents at end of period                  | 11,291,007 |