

FREUND CORPORATION (6312)

Consolidated FY (Million Yen)		Sales	Operating Profit	Recurring Profit	Profit Attributable to Owners of Parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
FY02/2019		18,408	1,223	1,326	843	50.15	20.00	791.34
FY02/2020		16,772	558	582	381	22.79	20.00	790.94
FY02/2021CoE		17,800	1,000	1,000	700	41.80	-	-
FY02/2020	YoY	(8.9%)	(54.3%)	(56.1%)	(54.8%)	-	-	-
FY02/2021CoE	YoY	6.1%	79.1%	71.6%	83.5%	-	-	-
Consolidated Quarter (Million Yen)		Sales	Operating Profit	Recurring Profit	Profit Attributable to Owners of Parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
Q1 FY02/2020		2,878	(214)	(217)	(158)	-	-	-
Q2 FY02/2020		3,939	218	223	150	-	-	-
Q3 FY02/2020		4,293	89	105	45	-	-	-
Q4 FY02/2020		5,662	465	471	343	-	-	-
Q1 FY02/2021		3,076	(165)	(154)	(121)	-	-	-
Q1 FY02/2021	YoY	6.9%	-	-	-	-	-	-

Source: Company Data, WRJ Calculation

1.0 Results Update (7 July 2020)


Delayed Overseas

On 7 July 2020, FREUND CORPORATION to develop, manufacture and sell equipment as well as chemicals released its Q1 FY02/2021 results. It has been revealed that sales and earnings have improved over the same period of the previous year. Nevertheless, the Company suggests that the results were rather weaker than assumptions of initial Company forecasts. Sales as a whole for the Company were driven by strengths in Japan on the Equipment side, where order intake has also surged in Japan at the same time. Meanwhile, economic activities have been slowing down sharply across the board, particularly, in the United States, Brazil, etc., given the impacts stemming from COVID-19, where acceptance inspections for the Company's equipment have been delayed and thus sales. Initial Company forecasts have not assumed the impacts stemming from COVID-19, as it was too hard to estimate degree of the impacts beforehand. Meanwhile, sales and earnings came down on the Chemicals side. We are to interview with management to discuss the issues more in depth so that we should be able to update [FREUND CORPORATION \(6312\) A Reversal for Growth \(10 June 2021\)](#) and release anew.

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2.0 Company Profile

Equipment and Chemicals

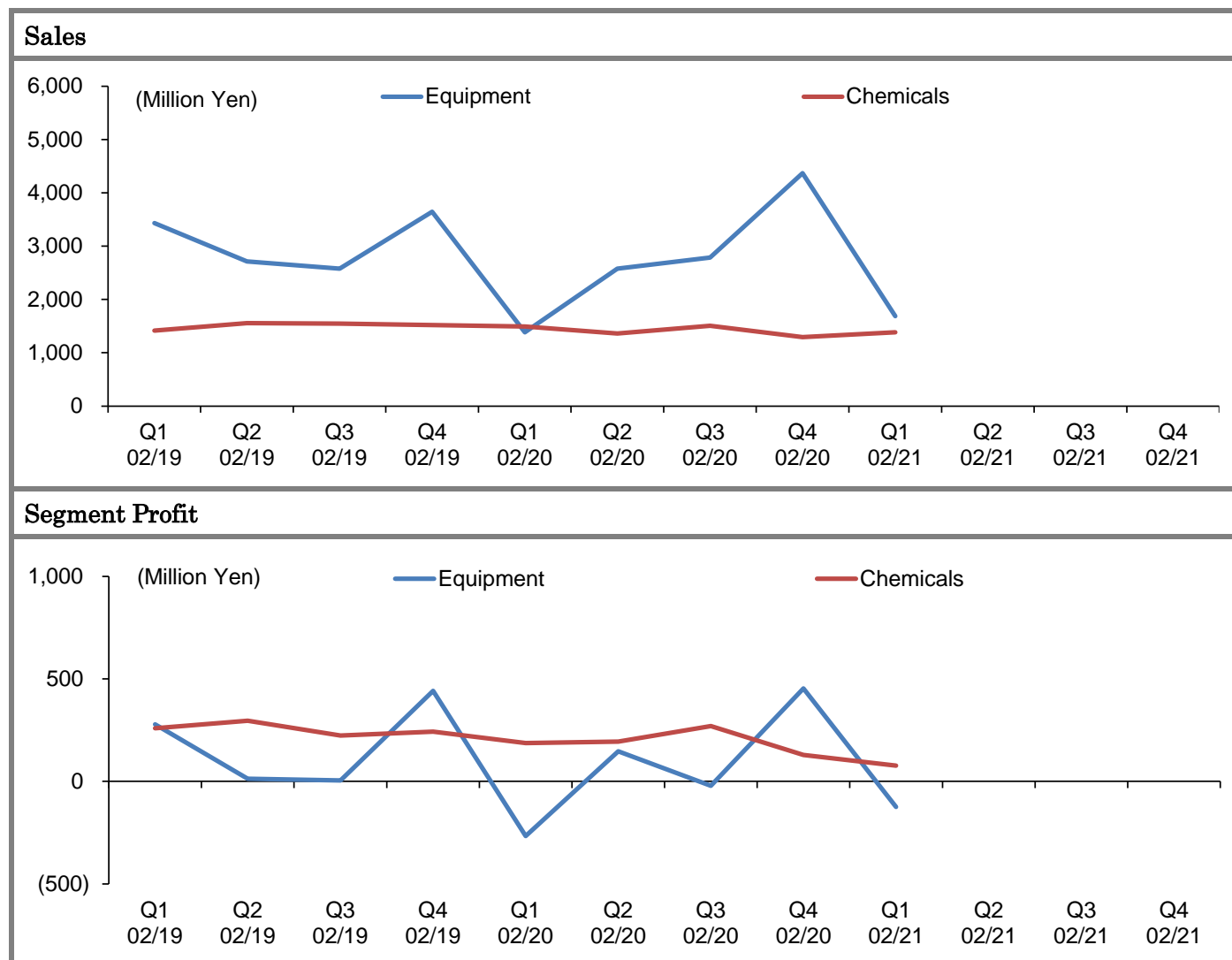
Company Name	FREUND CORPORATION Company Website IR Information Share Price (Japanese)	
Established	22 April 1964	
Listing	24 July 1996: Tokyo Stock Exchange JASDAQ Standard (ticker: 6312)	
Capital	¥1,035m (as of the end of May 2021)	
No. of Shares	18,400,000 shares, including 1,655,480 treasury shares (as of the end of May 2021)	
Main Features	<ul style="list-style-type: none"> ● Leading the market in Japan for granulation and coating equipment with market share of 60% to 70% ● Focusing also on non-pharmaceuticals (chemicals, foods, dietary supplements, etc.) ● On the Chemicals side, the mainstay pharmaceutical excipients, the key growth driver 	
Business Segments	I . Equipment II . Chemicals	
Top Management	President and CEO: Iwao Fusejima	
Shareholders	Fusejima Yokosha 9.84%, Yasutoyo Fusejima 7.62%, MUFG Bank 4.99% (as of the end of February 2020, but for treasury shares)	
Headquarters	FREUND Building, 6-25-13 Nishishinjuku, Shinjuku-ku, Tokyo, JAPAN	
No. of Employees	Consolidated: 383, Parent: 227 (as of the end of February 2020)	

Source: Company Data

3.0 Recent Trading and Prospects

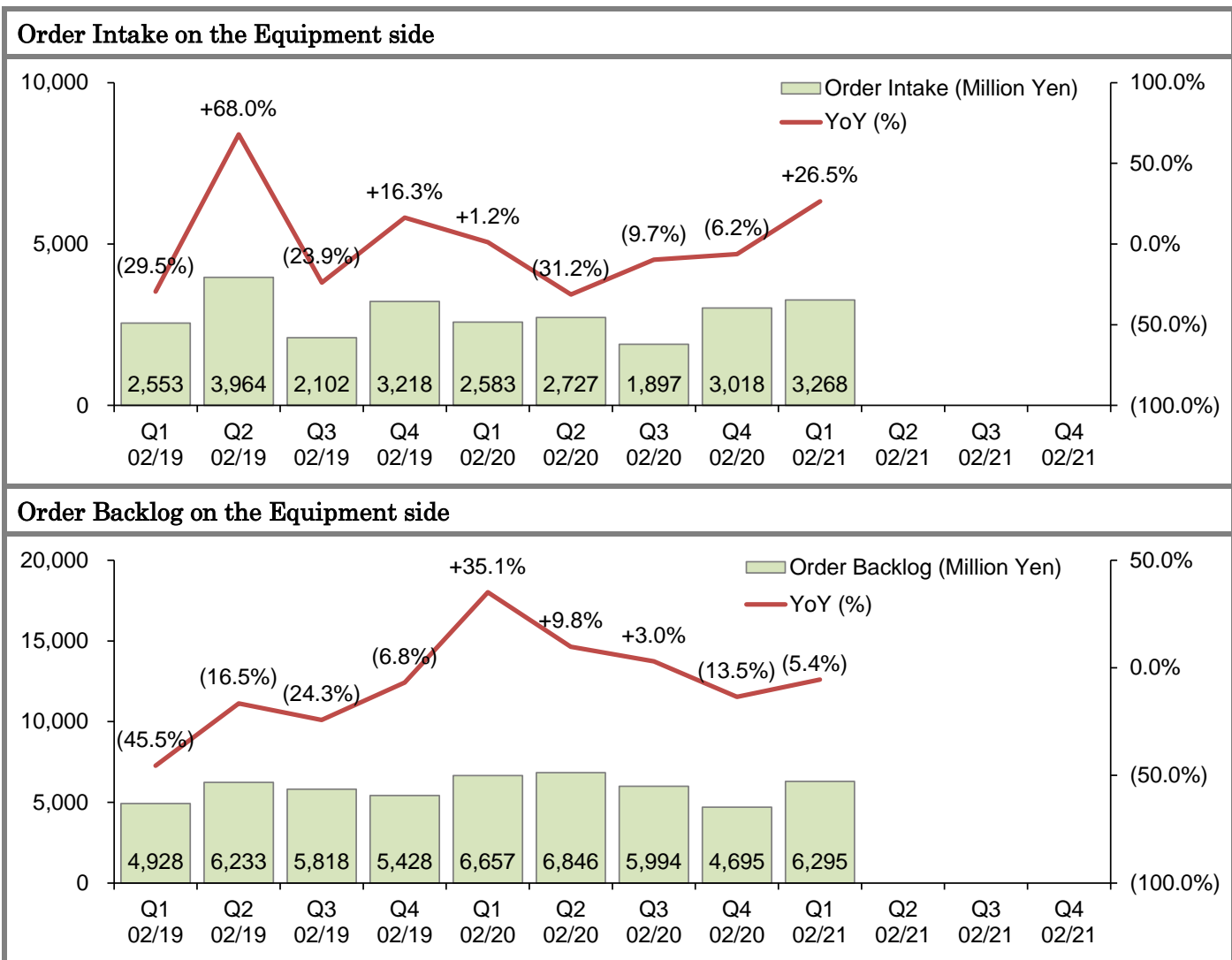
Q1 FY02/2021 Results

In Q1 FY02/2021, sales came in at ¥3,076m (up 6.9% YoY), operating profit minus ¥165m (versus minus ¥214m during the same period of the previous year), recurring profit minus ¥154m (minus ¥217m) and profit attributable to owners of parent minus ¥121m (minus ¥158m), while operating profit margin minus 5.4% (up 2.1% points).



Source: Company Data, WRJ Calculation

On the Equipment side, sales came in at ¥1,689m (up 21.9%), segment profit minus ¥125m (minus ¥267m) and segment profit margin minus 7.4% (up 11.9%). By region, sales in Japan came in at ¥1,354m (up 51.3%) and sales overseas ¥335m (down 31.7%). Meanwhile, order intake came in at ¥3,268m (up 26.5%). Again, by region, order intake in Japan came in at ¥2,158m (up 53.7%) and order intake overseas ¥1,110m (down 5.9%), suggesting that demand for the mainstay granulation and coating equipment for pharmaceutical industry is starting to recover in Japan now. Meanwhile, as of the end of Q1, order backlog stood at ¥6,295m (down 5.4%).



Source: Company Data, WRJ Calculation

Meanwhile, on the Chemicals side, sales came in at ¥1,386m (down 7.1%), segment profit ¥77m (down 58.5%) and segment profit margin 5.6% (down 7.0%). Sales decreased due mainly to those of new foods (dietary supplements) having come down sharply, but it did not give major impacts to earnings as they carry low gross profit margin in the first place. Earnings on the Chemicals side came down sharply, mainly because of delayed timing for delivery until Q2 or thereafter with some products of the mainstay pharmaceutical excipients carrying high gross profit margin. Elsewhere, demand for confectionaries is coming down, given the impacts stemming from COVID-19, for those sold at theme parks and department stores in particular, having cut back on demand for food preservatives to be used for them with the Company.

FY02/2021 Company Forecasts

FY02/2021 Company forecasts have remained unchanged, going for prospective sales of ¥17,800m (up 6.1% YoY), operating profit of ¥1,000m (up 79.1%), recurring profit of ¥1,000m (up 71.6%) and profit attributable to owners of parent of ¥700m (up 83.5%), while operating profit margin of 5.6% (up 2.3% points). On the other hand, because the impacts stemming from COVID-19 are still uncertain, prospective dividend has remained undecided from the initial stage. However, the Company has revealed its intention to keep the target of achieving payout ratio of 30% as well as the policy to consistently pay dividend with a stability.

4.0 Financial Statements

Income Statement (Cumulative/Quarterly)

Income Statement	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
(Million Yen)	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	Q1 to Q4	Net Chg.
	02/2020	02/2020	02/2020	02/2020	02/2021	02/2021	02/2021	02/2021	02/2021	
Sales	2,878	6,817	11,110	16,772	3,076	-	-	-	-	+197
Cost of Sales	1,830	4,400	7,331	11,344	2,130	-	-	-	-	+299
Gross Profit	1,047	2,416	3,779	5,428	945	-	-	-	-	(101)
SG&A Expenses	1,262	2,413	3,686	4,870	1,111	-	-	-	-	(150)
Operating Profit	(214)	3	93	558	(165)	-	-	-	-	+48
Non Operating Balance	(2)	2	18	24	10	-	-	-	-	+13
Recurring Profit	(217)	6	111	582	(154)	-	-	-	-	+62
Extraordinary Balance	7	11	(16)	(14)	0	-	-	-	-	(7)
Profit before Income Taxes	(210)	17	94	568	(155)	-	-	-	-	+54
Total Income Taxes	(52)	24	56	187	(33)	-	-	-	-	+18
Profit Attributable to Owners of Parent	(158)	(7)	37	381	(121)	-	-	-	-	+36
Sales YoY	(40.6%)	(25.2%)	(16.1%)	(8.9%)	+6.9%	-	-	-	-	-
Operating Profit YoY	-	(99.4%)	(86.1%)	(54.3%)	-	-	-	-	-	-
Recurring Profit YoY	-	(99.1%)	(85.5%)	(56.1%)	-	-	-	-	-	-
Profit Attributable to Owners of Parent YoY	-	-	(92.8%)	(54.8%)	-	-	-	-	-	-
Gross Profit Margin	36.4%	35.4%	34.0%	32.4%	30.7%	-	-	-	-	(5.7%)
Sales to SG&A Expenses Ratio	43.9%	35.4%	33.2%	29.0%	36.1%	-	-	-	-	(7.7%)
Operating Profit Margin	(7.5%)	0.0%	0.8%	3.3%	(5.4%)	-	-	-	-	+2.1%
Recurring Profit Margin	(7.6%)	0.1%	1.0%	3.5%	(5.0%)	-	-	-	-	+2.5%
Profit Attributable to Owners of Parent Margin	(5.5%)	(0.1%)	0.3%	2.3%	(4.0%)	-	-	-	-	+1.5%
Total Income Taxes/Profit before Income Taxes	-	145.1%	60.0%	32.9%	-	-	-	-	-	-
Income Statement	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
(Million Yen)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q4	Net Chg.
	02/2020	02/2020	02/2020	02/2020	02/2021	02/2021	02/2021	02/2021	02/2021	
Sales	2,878	3,939	4,293	5,662	3,076	-	-	-	-	+197
Cost of Sales	1,830	2,570	2,930	4,012	2,130	-	-	-	-	+299
Gross Profit	1,047	1,368	1,362	1,649	945	-	-	-	-	(101)
SG&A Expenses	1,262	1,150	1,272	1,183	1,111	-	-	-	-	(150)
Operating Profit	(214)	218	89	465	(165)	-	-	-	-	+48
Non Operating Balance	(2)	5	15	6	10	-	-	-	-	+13
Recurring Profit	(217)	223	105	471	(154)	-	-	-	-	+62
Extraordinary Balance	7	3	(27)	2	0	-	-	-	-	(7)
Profit before Income Taxes	(210)	227	77	474	(155)	-	-	-	-	+54
Total Income Taxes	(52)	76	31	130	(33)	-	-	-	-	+18
Profit Attributable to Owners of Parent	(158)	150	45	343	(121)	-	-	-	-	+36
Sales YoY	(40.6%)	(7.7%)	+4.0%	+9.6%	+6.9%	-	-	-	-	-
Operating Profit YoY	-	+12.5%	+15.8%	(15.8%)	-	-	-	-	-	-
Recurring Profit YoY	-	+8.7%	+21.9%	(15.2%)	-	-	-	-	-	-
Profit Attributable to Owners of Parent YoY	-	+26.3%	(20.7%)	+7.5%	-	-	-	-	-	-
Gross Profit Margin	36.4%	34.7%	31.7%	29.1%	30.7%	-	-	-	-	(5.7%)
Sales to SG&A Expenses Ratio	43.9%	29.2%	29.7%	20.9%	36.1%	-	-	-	-	(7.7%)
Operating Profit Margin	(7.5%)	5.5%	2.1%	8.2%	(5.4%)	-	-	-	-	+2.1%
Recurring Profit Margin	(7.6%)	5.7%	2.5%	8.3%	(5.0%)	-	-	-	-	+2.5%
Profit Attributable to Owners of Parent Margin	(5.5%)	3.8%	1.1%	6.1%	(4.0%)	-	-	-	-	+1.5%
Total Income Taxes/Profit before Income Taxes	-	33.9%	41.1%	27.5%	-	-	-	-	-	-

Source: Company Data, WRJ Calculation

Segmented Information (Cumulative/Quarterly)

Segmented Information (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q1 to Q2 02/2020	Q1 to Q3 02/2020	Q1 to Q4 02/2020	Q1 02/2021	Q1 to Q2 02/2021	Q1 to Q3 02/2021	Q1 to Q4 02/2021		
Equipment	1,386	3,964	6,749	11,118	1,689	-	-	-	-	+303
Chemicals	1,491	2,852	4,360	5,654	1,386	-	-	-	-	(105)
Sales	2,878	6,817	11,110	16,772	3,076	-	-	-	-	+197
Equipment	(59.6%)	(35.5%)	(22.6%)	(10.1%)	+21.9%	-	-	-	-	-
Chemicals	+5.3%	(4.0%)	(3.5%)	(6.4%)	(7.1%)	-	-	-	-	-
Sales (YoY)	(40.6%)	(25.2%)	(16.1%)	(8.9%)	+6.9%	-	-	-	-	-
Equipment	48.2%	58.2%	60.8%	66.3%	54.9%	-	-	-	-	-
Chemicals	51.8%	41.8%	39.2%	33.7%	45.1%	-	-	-	-	-
Sales (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-
Equipment	(267)	(119)	(142)	311	(125)	-	-	-	-	+141
Chemicals	187	382	652	781	77	-	-	-	-	(109)
Segment Profit	(79)	262	510	1,092	(47)	-	-	-	-	+32
Elimination	(135)	(259)	(417)	(534)	(118)	-	-	-	-	+16
Operating Profit	(214)	3	93	558	(165)	-	-	-	-	+48
Equipment	-	-	-	(57.8%)	-	-	-	-	-	-
Chemicals	(27.8%)	(31.3%)	(16.5%)	(23.7%)	(58.5%)	-	-	-	-	-
Segment Profit (YoY)	-	(69.0%)	(52.6%)	(38.0%)	-	-	-	-	-	-
Equipment	-	(45.7%)	(27.9%)	28.5%	-	-	-	-	-	-
Chemicals	-	145.7%	127.9%	71.5%	-	-	-	-	-	-
Segment Profit (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-
Equipment	(19.3%)	(3.0%)	(2.1%)	2.8%	(7.4%)	-	-	-	-	+11.9%
Chemicals	12.6%	13.4%	15.0%	13.8%	5.6%	-	-	-	-	(7.0%)
Elimination	(4.7%)	(3.8%)	(3.8%)	(3.2%)	(3.9%)	-	-	-	-	+0.8%
Operating Profit Margin	(7.5%)	0.0%	0.8%	3.3%	(5.4%)	-	-	-	-	+2.1%

Segmented Information (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q2 02/2020	Q3 02/2020	Q4 02/2020	Q1 02/2021	Q2 02/2021	Q3 02/2021	Q4 02/2021		
Equipment	1,386	2,578	2,785	4,368	1,689	-	-	-	-	+303
Chemicals	1,491	1,360	1,508	1,293	1,386	-	-	-	-	(105)
Sales	2,878	3,939	4,293	5,662	3,076	-	-	-	-	+197
Equipment	(59.6%)	(5.0%)	+8.0%	+19.9%	+21.9%	-	-	-	-	-
Chemicals	+5.3%	(12.5%)	(2.6%)	(14.9%)	(7.1%)	-	-	-	-	-
Sales (YoY)	(40.6%)	(7.7%)	+4.0%	+9.6%	+6.9%	-	-	-	-	-
Equipment	48.2%	65.5%	64.9%	77.2%	54.9%	-	-	-	-	-
Chemicals	51.8%	34.5%	35.1%	22.8%	45.1%	-	-	-	-	-
Sales (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-
Equipment	(267)	147	(22)	453	(125)	-	-	-	-	+141
Chemicals	187	194	270	129	77	-	-	-	-	(109)
Segment Profit	(79)	342	247	582	(47)	-	-	-	-	+32
Elimination	(135)	(124)	(158)	(116)	(118)	-	-	-	-	+16
Operating Profit	(214)	218	89	465	(165)	-	-	-	-	+48
Equipment	-	-	-	+2.6%	-	-	-	-	-	-
Chemicals	(27.8%)	(34.3%)	+20.1%	(47.0%)	(58.5%)	-	-	-	-	-
Segment Profit (YoY)	-	+10.4%	+8.2%	(15.0%)	-	-	-	-	-	-
Equipment	-	43.0%	(9.0%)	77.8%	-	-	-	-	-	-
Chemicals	-	57.0%	109.0%	22.2%	-	-	-	-	-	-
Segment Profit (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-
Equipment	(19.3%)	5.7%	(0.8%)	10.4%	(7.4%)	-	-	-	-	+11.9%
Chemicals	12.6%	14.3%	17.9%	10.0%	5.6%	-	-	-	-	(7.0%)
Elimination	(4.7%)	(3.2%)	(3.7%)	(2.1%)	(3.9%)	-	-	-	-	+0.8%
Operating Profit Margin	(7.5%)	5.5%	2.1%	8.2%	(5.4%)	-	-	-	-	+2.1%

Source: Company Data, WRJ Calculation

Sales of Equipment by Region (Cumulative/Quarterly)

Sales of Equipment by Region (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q1 to Q2 02/2020	Q1 to Q3 02/2020	Q1 to Q4 02/2020	Q1 02/2021	Q1 to Q2 02/2021	Q1 to Q3 02/2021	Q1 to Q4 02/2021		
Japan	894	2,557	4,265	6,696	1,354	-	-	-	-	+459
North & Latin Americas	308	1,005	1,743	2,915	193	-	-	-	-	(114)
Europe & Africa	81	150	236	452	27	-	-	-	-	(53)
Middle East, Asia & Oceania	101	251	509	1,054	114	-	-	-	-	+12
Overseas	491	1,407	2,489	4,422	335	-	-	-	-	(155)
Sales	1,386	3,964	6,749	11,118	1,689	-	-	-	-	+303
Japan	(67.9%)	(41.2%)	(27.0%)	(8.4%)	+51.3%	-	-	-	-	-
North & Latin Americas	+6.7%	(0.2%)	+1.0%	(13.0%)	(37.2%)	-	-	-	-	-
Europe & Africa	+1.2%	+6.2%	(12.7%)	+13.8%	(66.2%)	-	-	-	-	-
Middle East, Asia & Oceania	(63.6%)	(61.0%)	(42.1%)	(19.2%)	+12.4%	-	-	-	-	-
Overseas	(24.3%)	(21.5%)	(13.5%)	(12.5%)	(31.7%)	-	-	-	-	-
Sales (YoY)	(59.6%)	(35.5%)	(22.6%)	(10.1%)	+21.9%	-	-	-	-	-
Japan	64.5%	64.5%	63.2%	60.2%	80.1%	-	-	-	-	-
North & Latin Americas	22.3%	25.4%	25.8%	26.2%	11.5%	-	-	-	-	-
Europe & Africa	5.9%	3.8%	3.5%	4.1%	1.6%	-	-	-	-	-
Middle East, Asia & Oceania	7.3%	6.3%	7.5%	9.5%	6.8%	-	-	-	-	-
Overseas	35.5%	35.5%	36.9%	39.8%	19.9%	-	-	-	-	-
Sales (Composition)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-

Sales of Equipment by Region (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q2 02/2020	Q3 02/2020	Q4 02/2020	Q1 02/2021	Q2 02/2021	Q3 02/2021	Q4 02/2021		
Japan	894	1,662	1,707	2,431	1,354	-	-	-	-	+459
North & Latin Americas	308	696	737	1,172	193	-	-	-	-	(114)
Europe & Africa	81	69	86	215	27	-	-	-	-	(53)
Middle East, Asia & Oceania	101	149	258	545	114	-	-	-	-	+12
Overseas	491	915	1,081	1,933	335	-	-	-	-	(155)
Sales	1,386	2,578	2,785	4,368	1,689	-	-	-	-	+303
Japan	(67.9%)	+6.0%	+14.3%	+65.8%	+51.3%	-	-	-	-	-
North & Latin Americas	+6.7%	(3.0%)	+2.6%	(27.9%)	(37.2%)	-	-	-	-	-
Europe & Africa	+1.2%	+12.8%	(33.4%)	+224.4%	(66.2%)	-	-	-	-	-
Middle East, Asia & Oceania	(63.6%)	(59.0%)	+9.7%	+12.0%	+12.4%	-	-	-	-	-
Overseas	(24.3%)	(20.0%)	(0.1%)	(11.3%)	(31.7%)	-	-	-	-	-
Sales (YoY)	(59.6%)	(5.0%)	+8.0%	+19.9%	+21.9%	-	-	-	-	-
Japan	64.5%	64.5%	61.2%	55.7%	80.1%	-	-	-	-	-
North & Latin Americas	22.3%	27.0%	26.4%	26.9%	11.5%	-	-	-	-	-
Europe & Africa	5.9%	2.7%	3.1%	4.9%	1.6%	-	-	-	-	-
Middle East, Asia & Oceania	7.3%	5.8%	9.3%	12.5%	6.8%	-	-	-	-	-
Overseas	35.5%	35.5%	38.8%	44.3%	19.9%	-	-	-	-	-
Sales (Composition)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-

Source: Company Data, WRJ Calculation

Balance Sheet (Quarterly)

Balance Sheet (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q2 02/2020	Q3 02/2020	Q4 02/2020	Q1 02/2021	Q2 02/2021	Q3 02/2021	Q4 02/2021		
Cash and Deposit	4,607	5,030	4,232	4,314	4,707	-	-	-	-	+99
Accounts Receivables	4,039	3,800	4,320	5,431	4,207	-	-	-	-	+168
Inventory	3,308	3,447	3,870	3,051	3,161	-	-	-	-	(146)
Other	387	443	457	396	262	-	-	-	-	(125)
Current Assets	12,342	12,721	12,881	13,193	12,338	-	-	-	-	(3)
Tangible Assets	3,857	3,997	4,206	4,209	4,192	-	-	-	-	+334
Intangible Assets	17	16	96	96	92	-	-	-	-	+75
Investments and Other Assets	1,009	978	998	1,006	1,082	-	-	-	-	+72
Fixed Assets	4,885	4,992	5,301	5,311	5,367	-	-	-	-	+481
Total Assets	17,227	17,713	18,182	18,505	17,706	-	-	-	-	+478
Accounts Payables	2,043	2,350	2,783	3,121	2,346	-	-	-	-	+303
Short Term Debt	-	-	-	32	-	-	-	-	-	-
Other	2,216	2,317	2,235	1,869	2,136	-	-	-	-	(79)
Current Liabilities	4,259	4,668	5,019	5,023	4,483	-	-	-	-	+223
Long Term Debt	-	-	-	-	230	-	-	-	-	+230
Other	244	238	241	237	247	-	-	-	-	+2
Fixed Liabilities	244	238	241	237	477	-	-	-	-	+233
Total Liabilities	4,504	4,906	5,260	5,261	4,961	-	-	-	-	+457
Shareholders' Equity	12,976	13,127	13,172	13,516	13,059	-	-	-	-	+82
Adjustments	(253)	(319)	(251)	(272)	(314)	-	-	-	-	(60)
Total Assets	12,723	12,807	12,921	13,243	12,744	-	-	-	-	+21
Total Liabilities and Net Assets	17,227	17,713	18,182	18,505	17,706	-	-	-	-	+478
Equity Capital	12,723	12,807	12,921	13,243	12,744	-	-	-	-	+21
Interest Bearing Debt	-	-	-	32	230	-	-	-	-	+230
Net Debt	(4,607)	(5,030)	(4,232)	(4,281)	(4,476)	-	-	-	-	+130
Equity Capital Ratio	73.9%	72.3%	71.1%	71.6%	72.0%	-	-	-	-	-
Net-Debt-Equity Ratio	(36.2%)	(39.3%)	(32.8%)	(32.3%)	(35.1%)	-	-	-	-	-
ROE (12 months)	2.7%	2.9%	2.8%	2.9%	3.3%	-	-	-	-	-
ROA (12 months)	3.6%	3.7%	3.7%	3.2%	3.7%	-	-	-	-	-
Total Assets Turnover	67%	89%	94%	122%	69%	-	-	-	-	-
Inventory Turnover	2.2	3.0	3.0	5.3	2.7	-	-	-	-	-
Days of Inventory	165	122	121	69	135	-	-	-	-	-
Quick Ratio	203%	189%	170%	194%	199%	-	-	-	-	-
Current Ratio	290%	273%	257%	263%	275%	-	-	-	-	-

Source: Company Data, WRJ Calculation

Cash Flow Statement (Cumulative)

Cash Flow Statement (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2020	Q1 to Q2 02/2020	Q1 to Q3 02/2020	Q1 to Q4 02/2020	Q1 02/2021	Q1 to Q2 02/2021	Q1 to Q3 02/2021	Q1 to Q4 02/2021		
Operating Cash Flow	-	289	-	(27)	-	-	-	-	-	-
Investment Cash Flow	-	(414)	-	(852)	-	-	-	-	-	-
Operating CF and Investment CF	-	(124)	-	(880)	-	-	-	-	-	-
Financing Cash Flow	-	(359)	-	(325)	-	-	-	-	-	-

Source: Company Data, WRJ Calculation

Disclaimer

Information here is a summary of “IR Information” of the Company, compiled by Walden Research Japan, from a neutral and professional standing point, in the form of a report. “IR Information” of the Company comprises a) contents of our interview with the Company, b) contents of presentations for institutional investors, c) contents of timely disclosed information and d) contents of the homepage, etc.

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