

(For reference purposes only)

## Consolidated Financial Results for the 3rd Quarter of the Fiscal Year Ended March 31, 2021 [Japanese Standard]

February 9, 2021

Stock exchange: Tokyo (First Section)

Listed company name: Aida Engineering, Ltd.

Stock code: 6118 (URL <https://www.aida.co.jp/en/>)

Representative: Kimikazu Aida, Chairman & President (CEO)

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Scheduled date of filing quarterly securities report: February 9, 2021

Scheduled beginning date of dividend payment: —

Preparation of supplemental explanatory materials: Yes

Holding of quarterly financial results briefing: None

(Figures are rounded down to the nearest million yen)

### 1. Consolidated Results for the 3rd Quarter of the Fiscal Year Ended March 31, 2021 (April 1, 2020 to December 31, 2020)

#### (1) Consolidated Financial Results

(Percentages represent change compared to the previous period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2020	39,237	(22.8)	2,435	(43.6)	2,443	(44.1)	1,228	(59.4)
Nine months ended December 31, 2019	50,809	(17.1)	4,314	15.9	4,371	6.4	3,024	8.6

Note: Comprehensive income Nine months ended December 31, 2020 3,315 million yen ( 28.2 %)

Nine months ended December 31, 2019 2,587 million yen ( 166.7 %)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2020	20.59	20.56
Nine months ended December 31, 2019	50.12	50.02

#### (2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2020	106,455	76,280	70.9	1,265.36
As of March 31, 2020	104,114	74,840	71.1	1,243.15

Reference: Shareholders' equity As of December 31, 2020 75,523 million yen

As of March 31, 2020 74,031 million yen

#### 2. Cash Dividends

	Cash dividends per share				
	1Q End	2Q End	3Q End	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	—	—	—	30.00	30.00
Year ended March 31, 2021	—	—	—	—	—
Year ended March 31, 2021 (forecast)	—	—	—	20.00	20.00

Note: Revision of dividend forecast for this period: None

### 3. Forecasts of Consolidated Results for the Fiscal Year Ended March 31, 2021 (April 1, 2020 to March 31, 2021)

(Percentages represent change compared to the previous period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year ended March 31, 2021	59,000	(14.7)	3,300	(46.5)	3,400	(47.1)	2,100	(47.8)	35.22

Note: Revision of forecasts of consolidated results: None

4. Others

(1) Changes among significant subsidiaries during the period: Yes

Out: 1 (Company Name: ACCESS, LTD.)

(2) Adoption of special accounting treatment for quarter financial report: Yes

Note: This refers to whether these above were used for preparing quarterly consolidated financial statements.

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1. Changes in accounting policies due to revisions of accounting standards: None

2. Changes in accounting policies other than "1": None

3. Changes in accounting estimates: None

4. Retrospective restatement: None

(4) Number of shares outstanding (Common stock)

1. Total number of issued shares (Including treasury stock)

As of December 31, 2020 69,448,421 shares

As of March 31, 2020 69,448,421 shares

2. Total number of treasury stock

As of December 31, 2020 9,762,565 shares

As of March 31, 2020 9,896,566 shares

3. Average number of shares

Nine months ended December 31, 2020 59,640,947 shares

Nine months ended December 31, 2019 60,347,835 shares

This financial results falls outside the scope of audit procedures.

Statement for proper use of business forecast and other special remarks:

The above forecasts and those presented in appended material are based on the information presently available.

Actual results may differ from these forecasts due to changes in various factors.

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## 1. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash on hand and at banks	28,723	31,353
Notes and accounts receivable - trade	20,378	16,559
Electronically recorded monetary claims - operating	2,748	2,463
Finished goods	2,618	4,187
Work in process	10,662	11,575
Raw materials and supplies	3,557	3,624
Other current assets	3,102	2,011
Allowance for doubtful accounts	(223)	(249)
Total current assets	71,568	71,525
Fixed assets		
Property, plant and equipment		
Buildings and structures	25,001	25,150
Accumulated depreciation	(16,957)	(17,462)
Buildings and structures, net	8,044	7,688
Machinery and vehicles	17,095	17,302
Accumulated depreciation	(11,099)	(11,895)
Machinery and vehicles, net	5,996	5,406
Land	7,283	7,296
Construction in progress	377	466
Other fixed assets	3,638	3,672
Accumulated depreciation	(3,077)	(3,190)
Other fixed assets, net	561	482
Total property, plant and equipment	22,263	21,339
Intangible assets	743	759
Investments and other assets		
Investment securities	5,944	9,620
Insurance reserve fund	2,324	1,925
Net defined benefit assets	814	837
Deferred tax assets	331	308
Other assets	156	170
Allowance for doubtful accounts	(32)	(32)
Total investments and other assets	9,539	12,831
Total fixed assets	32,546	34,930
Total assets	104,114	106,455

(Millions of Yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Accounts payable - trade	4,733	4,797
Electronically recorded monetary obligations - operating	3,369	2,969
Short-term loans payable	2,991	1,904
Current portion of long-term loans payable	500	—
Accounts payable - other	707	1,048
Income taxes payable	1,681	828
Advances received	6,134	8,855
Accrued warranty costs	583	490
Accrued bonuses for employees	1,129	609
Accrued bonuses for directors	49	18
Provision for loss on orders received	170	136
Other current liabilities	1,773	1,817
Total current liabilities	23,823	23,476
Long-term liabilities		
Long-term loans payable	1,000	1,500
Long-term accounts payable - other	883	911
Deferred tax liabilities	1,445	2,130
Accrued stock payments	463	472
Net defined benefit liabilities	1,387	1,405
Other long-term liabilities	271	278
Total long-term liabilities	5,450	6,698
Total liabilities	29,273	30,175
Net assets		
Shareholders' equity		
Common stock	7,831	7,831
Additional paid-in capital	12,415	12,423
Retained earnings	56,536	55,874
Treasury stock	(4,917)	(4,840)
Total shareholders' equity	71,864	71,288
Accumulated other comprehensive income		
Net unrealized gains on other securities	2,638	4,699
Deferred hedge gains (losses)	47	(33)
Foreign currency translation adjustments	(773)	(640)
Retirement benefit plan adjustments	253	209
Total accumulated other comprehensive income	2,166	4,235
Stock options	139	91
Non-controlling interests	669	665
Total net assets	74,840	76,280
Total liabilities and net assets	104,114	106,455

## (2) Consolidated Statements of Income and Comprehensive Income

## Consolidated Statements of Income

(Millions of Yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net sales	50,809	39,237
Cost of sales	39,802	30,930
Gross profit	11,006	8,306
Selling, general and administrative expenses	6,691	5,871
Operating income	4,314	2,435
Non-operating income		
Interest income	74	32
Dividend income	158	149
Other non-operating income	93	81
Total non-operating income	326	263
Non-operating expense		
Interest expenses	21	28
Foreign exchange loss	131	197
Restructuring charges	71	—
Other non-operating expenses	45	30
Total non-operating expenses	269	256
Ordinary income	4,371	2,443
Extraordinary gain		
Gain on sales of fixed assets	3	5
Subsidy income related to suspension or decrease of production	—	245
Other extraordinary gain	38	0
Total extraordinary gain	42	251
Extraordinary loss		
Loss on sales of fixed assets	—	0
Loss on disposal of fixed assets	22	27
Loss on labor accident	26	—
Loss on suspension or decrease of production	—	418
Loss on valuation of investment securities	—	51
Other extraordinary loss	0	—
Total extraordinary loss	49	497
Income before income taxes	4,364	2,196
Income taxes	1,308	949
Net income	3,056	1,247
Net income attributable to non-controlling interests	32	19
Net income attributable to owners of parent	3,024	1,228

Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net income	3,056	1,247
Other comprehensive income		
Net unrealized gains (losses) on other securities	69	2,061
Deferred hedge gains (losses)	7	(81)
Foreign currency translation adjustments	(475)	132
Retirement benefit plan adjustments	(71)	(44)
Total other comprehensive income	(469)	2,068
Comprehensive income	2,587	3,315
Comprehensive income attributable to owners of parent	2,554	3,296
Comprehensive income attributable to non-controlling interests	32	19

(3) Notes to Going Concern Assumption

None

(4) Notes Regarding Remarkable Fluctuation in Shareholders' Equity

None

(5) Segment Information

Nine months ended December 31, 2019

(Millions of Yen)

	Japan	China	Asia	Americas	Europe	Sub total	Adjustments (*1)	Consolidated statements of income(*2)
Sales								
Sales to third parties	25,661	4,724	3,862	8,194	8,366	50,809	—	50,809
Inter-segment sales	9,812	396	2,657	245	232	13,343	(13,343)	—
Total sales	35,474	5,120	6,520	8,439	8,599	64,153	(13,343)	50,809
Segment profit or loss	3,252	153	862	368	(67)	4,569	(254)	4,314

Note:

1. Adjustments of sales represent elimination of inter-segment transactions.  
Adjustments of segment profit or loss refer to inter-segment transaction eliminations.
2. Segment profit or loss is adjusted to operating income of consolidated statements of income.

Nine months ended December 31, 2020

(Millions of Yen)

	Japan	China	Asia	Americas	Europe	Sub total	Adjustments (*1)	Consolidated statements of income(*2)
Sales								
Sales to third parties	19,758	3,200	3,469	7,019	5,789	39,237	—	39,237
Inter-segment sales	9,326	955	1,501	170	112	12,066	(12,066)	—
Total sales	29,085	4,156	4,971	7,189	5,901	51,304	(12,066)	39,237
Segment profit or loss	2,070	41	387	334	(107)	2,725	(289)	2,435

Note:

1. Adjustments of sales represent elimination of inter-segment transactions.  
Adjustments of segment profit or loss refer to inter-segment transaction eliminations.
2. Segment profit or loss is adjusted to operating income of consolidated statements of income.

## 2. Supplementary Information

### Status of Orders

Nine months ended December 31, 2020

(Millions of Yen)

	Orders		Order backlog	
	Amount	Comparison with the previous period (%)	Amount	Comparison with the end of previous year (%)
Japan	13,869	(37.8)	15,128	(28.0)
China	5,162	24.5	7,220	37.3
Asia	2,029	(56.8)	1,640	(46.7)
Americas	8,599	10.6	7,642	26.1
Europe	7,556	(8.1)	10,449	20.4
Total	37,217	(21.1)	42,080	(4.6)

Note:

1. Inter-segment transactions have been eliminated.
2. Amounts above do not include consumption tax.