

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

August 10, 2021

Company name: KENKO Mayonnaise Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 2915 URL <https://www.kenkomayo.co.jp>  
 Representative: President and Representative Director Takashi Sumii  
 Inquiries: Director Kenji Tachibana TEL 03-5941-7682  
 Scheduled date to file Quarterly Securities Report: August 11, 2021  
 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 three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(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	%
Three months ended June 30, 2021	18,282	16.3	403	–	415	–	274	–
Three months ended June 30, 2020	15,719	(15.1)	(55)	–	(36)	–	(53)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	16.74		–	
Three months ended June 30, 2020	(3.24)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	62,295	35,503	57.0
As of March 31, 2021	62,320	35,577	57.1

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, 2021	–	8.00	–	12.00	20.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	7.00	–	8.00	15.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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	73,200	6.9	1,430	(27.6)	1,500	(26.9)	1,050	(28.0)	63.73

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021  
 (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: Yes
- (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: Yes
- 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, 2021	16,476,000 shares	As of March 31, 2021	16,476,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	150,578 shares	As of March 31, 2021	578 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	16,375,422 shares	Three months ended June 30, 2020	16,475,422 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	12,385	12,465
Notes and accounts receivable - trade	11,004	11,210
Merchandise and finished goods	1,814	2,008
Work in process	8	11
Raw materials and supplies	812	872
Other	292	305
Allowance for doubtful accounts	(2)	(8)
Total current assets	26,317	26,866
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	12,033	11,859
Machinery, equipment and vehicles, net	10,928	10,488
Land	6,021	6,021
Construction in progress	2	2
Other, net	464	439
Total property, plant and equipment	29,451	28,811
Intangible assets	166	201
Investments and other assets		
Investment securities	5,077	5,151
Deferred tax assets	190	138
Other	1,148	1,150
Allowance for doubtful accounts	(31)	(24)
Total investments and other assets	6,385	6,415
Total non-current assets	36,003	35,429
Total assets	62,320	62,295

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	7,753	8,752
Electronically recorded obligations - operating	673	764
Current portion of long-term borrowings	1,499	1,502
Income taxes payable	305	130
Other provisions	441	296
Electronically recorded obligations - non-operating	6	21
Other	4,324	4,160
<b>Total current liabilities</b>	<b>15,004</b>	<b>15,627</b>
<b>Non-current liabilities</b>		
Long-term borrowings	7,141	6,766
Provision for retirement benefits for directors (and other officers)	395	5
Retirement benefit liability	398	360
Other	3,802	4,032
<b>Total non-current liabilities</b>	<b>11,738</b>	<b>11,164</b>
<b>Total liabilities</b>	<b>26,742</b>	<b>26,792</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	5,424	5,424
Capital surplus	5,691	5,691
Retained earnings	23,253	23,330
Treasury shares	(1)	(256)
<b>Total shareholders' equity</b>	<b>34,367</b>	<b>34,189</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,268	1,350
Foreign currency translation adjustment	(22)	(19)
Remeasurements of defined benefit plans	(35)	(17)
<b>Total accumulated other comprehensive income</b>	<b>1,210</b>	<b>1,313</b>
<b>Total net assets</b>	<b>35,577</b>	<b>35,503</b>
<b>Total liabilities and net assets</b>	<b>62,320</b>	<b>62,295</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	15,719	18,282
Cost of sales	12,424	14,273
Gross profit	3,294	4,009
Selling, general and administrative expenses	3,349	3,606
Operating profit (loss)	(55)	403
Non-operating income		
Share of profit of entities accounted for using equity method	8	2
Interest and dividend income	18	16
Other	30	22
Total non-operating income	57	41
Non-operating expenses		
Interest expenses	23	20
Other	15	9
Total non-operating expenses	39	29
Ordinary profit (loss)	(36)	415
Extraordinary income		
Gain on sale of investment securities	–	1
Subsidy income	5	3
Total extraordinary income	5	4
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Other	1	–
Total extraordinary losses	1	0
Profit (loss) before income taxes	(33)	419
Income taxes	19	145
Profit (loss)	(53)	274
Profit (loss) attributable to owners of parent	(53)	274

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit (loss)	(53)	274
Other comprehensive income		
Valuation difference on available-for-sale securities	196	81
Remeasurements of defined benefit plans, net of tax	5	18
Share of other comprehensive income of entities accounted for using equity method	(5)	3
Total other comprehensive income	196	103
Comprehensive income	143	377
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	143	377