



Summary of Business Results for the First Quarter Ended June 30, 2021 [Japan GAAP] (Consolidated)

August 10, 2021

Company name: DIGITAL HEARTS HOLDINGS Co., Ltd.

Listed on the TSE

Stock code: 3676

URL: <https://www.digitalhearts-hd.com/>

Representative: Yasumasa Ninomiya, President and CEO

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Scheduled date of submission of financial reports: August 11, 2021

Scheduled commencement of dividend payment: -

Preparation of supplementary material for quarterly financial results: Yes

Holding of quarterly financial results meeting: None

(Figures are rounded down to the nearest million yen.)

1. Consolidated results for the first quarter ended June 30, 2021 (April 1, 2021 - June 30, 2021)

(1) Consolidated business results (Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Three Months Ended								
June 30, 2021	6,098	19.7	636	301.3	670	244.9	487	391.3
June 30, 2020	5,093	2.1	158	-16.4	194	2.5	99	-11.8

(Reference) Comprehensive income: Three months ended June 30, 2021: 507 million yen (643.0%)
Three months ended June 30, 2020: 68 million yen (-34.9%)

	Net income per share	Diluted net income per share
	(yen)	(yen)
Three Months Ended		
June 30, 2021	22.57	-
June 30, 2020	4.61	-

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	(Millions of yen)	(Millions of yen)	(%)
As of June 30, 2021	15,925	6,677	38.0
As of March 31, 2021	14,338	6,314	39.7

(Reference) Shareholders' equity: 6,052 million yen (As of June 30, 2021) 5,691 million yen (As of March 31, 2021)

2. Dividends

	Annual dividends				
	Q1	Q2	Q3	Year End	Total
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Fiscal year ended March 31, 2021	—	7.00	—	7.00	14.00
Fiscal year ending March 31, 2022	—				
Fiscal year ending March 31, 2022 (Forecasts)		7.50	—	7.50	15.00

(Note) Changes from the latest released dividend forecasts: None

3. Consolidated earnings forecasts for the fiscal year ending March 2022 (April 1, 2021 - March 31, 2022)

(Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
Full fiscal year	28,420	25.4	2,100	10.0	2,100	6.3	1,400	43.7	64.77

(Note) Changes from the latest released earnings forecasts: None

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): Yes

Newly included: 1 (Company name) identity Inc.

Excluded: -

(2) Application of specified accounting treatment used in preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting estimates and restatement

- (a) Changes in accounting policies associated with revision of accounting standards :Yes
 (b) Changes in accounting policies other than (a) above :None
 (c) Changes in accounting estimates :None
 (d) Restatement :None

(4) Shares outstanding (common stock)

(a) Number of issued shares (including treasury stock)	As of June 30, 2021	23,890,800 shares	As of March 31, 2021	23,890,800 shares
(b) Number of treasury stock	As of June 30, 2021	2,277,431 shares	As of March 31, 2021	2,277,431 shares
(c) Average number of shares during the period	Three months ended June 30, 2021	21,613,369 shares	Three months ended June 30, 2020	21,530,073 shares

* The certified public accountant or the audit procedures are not applicable to this Quarterly Financial Report.

* Explanation for proper use of the earnings forecasts and other special notes

- Any forward-looking statements included in this report such as earnings forecasts are based on the information available to the Company at this time and certain assumptions considered reasonable; and accordingly, actual results may differ significantly from the forecasts due to various factors.
- Presentation material will be posted on TD net and the Company's website.