

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: Human Holdings Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 2415 URL <https://www.athuman.com/>  
 Representative: Representative Director, President and CEO Tomonari Sato  
 Inquiries: Director, Corporate Planning Division Yasuhiro Sato TEL 03-6846-8002  
 Scheduled date to file Quarterly Securities Report: August 10, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 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	21,536	2.2	761	(4.4)	844	2.0	475	5.6
Three months ended June 30, 2020	21,079	(0.7)	796	44.5	828	51.8	450	120.8

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	43.72		–	
Three months ended June 30, 2020	41.38		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	42,398	12,456	29.4
As of March 31, 2021	43,187	12,453	28.8

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	–	0.00	–	26.50	26.50
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	0.00	–	24.00	24.00

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	88,167	2.7	2,265	(16.2)	2,324	(28.6)	1,286	(10.7)	118.25

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: No
- (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	10,987,200 shares	As of March 31, 2021	10,987,200 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	109,201 shares	As of March 31, 2021	109,201 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	10,877,999 shares	Three months ended June 30, 2020	10,878,041 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	22,848,737	23,209,325
Notes and accounts receivable - trade	10,325,422	–
Notes and accounts receivable - trade, and contract assets	–	9,293,012
Merchandise	678,662	673,676
Supplies	21,860	19,238
Other	1,010,359	991,644
Allowance for doubtful accounts	(4,495)	(3,475)
Total current assets	34,880,547	34,183,422
Non-current assets		
Property, plant and equipment	3,226,155	3,167,190
Intangible assets		
Goodwill	27,574	20,224
Other	1,164,578	1,148,986
Total intangible assets	1,192,153	1,169,210
Investments and other assets		
Guarantee deposits	2,148,646	2,190,435
Other	1,964,004	1,880,589
Allowance for doubtful accounts	(224,276)	(192,035)
Total investments and other assets	3,888,374	3,878,989
Total non-current assets	8,306,683	8,215,389
Total assets	43,187,230	42,398,812
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	333,537	195,040
Short-term borrowings	150,000	488
Current portion of long-term borrowings	2,848,466	3,210,336
Advances received	9,775,917	–
Contract liabilities	–	8,337,989
Accounts payable - other	6,379,866	5,793,644
Income taxes payable	922,292	184,135
Provision for bonuses	891,849	481,524
Asset retirement obligations	8,677	23,114
Other	2,819,412	3,072,492
Total current liabilities	24,130,019	21,298,764
Non-current liabilities		
Long-term borrowings	5,457,363	7,488,820
Provision for retirement benefits for directors (and other officers)	485,282	478,921
Asset retirement obligations	347,962	334,700
Other	313,542	340,796
Total non-current liabilities	6,604,151	8,643,238
Total liabilities	30,734,171	29,942,003

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Net assets		
Shareholders' equity		
Share capital	1,299,900	1,299,900
Capital surplus	799,691	799,691
Retained earnings	10,438,395	10,448,943
Treasury shares	(66,834)	(66,834)
Total shareholders' equity	12,471,152	12,481,700
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	719	606
Foreign currency translation adjustment	(18,812)	(25,498)
Total accumulated other comprehensive income	(18,092)	(24,891)
Total net assets	12,453,059	12,456,808
Total liabilities and net assets	43,187,230	42,398,812

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

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	21,079,465	21,536,737
Cost of sales	15,234,833	15,895,995
Gross profit	5,844,631	5,640,742
Selling, general and administrative expenses	5,048,518	4,879,692
Operating profit	796,113	761,049
Non-operating income		
Interest income	2,717	2,098
Dividend income	42	42
Reversal of allowance for doubtful accounts	–	32,752
Subsidy income	7,205	37,585
Insurance claim income	13,770	–
Other	31,139	27,009
Total non-operating income	54,875	99,489
Non-operating expenses		
Interest expenses	3,982	3,884
Provision of allowance for doubtful accounts	8,407	–
Settlement package	4,226	3,828
Commission expenses	1,113	4,259
Other	4,764	3,738
Total non-operating expenses	22,495	15,710
Ordinary profit	828,493	844,828
Extraordinary income		
Gain on sale of non-current assets	–	518
Total extraordinary income	–	518
Extraordinary losses		
Loss on retirement of non-current assets	12,154	0
Impairment losses	13,847	37,343
Total extraordinary losses	26,002	37,343
Profit before income taxes	802,491	808,003
Income taxes	352,340	332,454
Profit	450,150	475,548
Profit attributable to owners of parent	450,150	475,548

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

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit	450,150	475,548
Other comprehensive income		
Valuation difference on available-for-sale securities	41	(112)
Foreign currency translation adjustment	(423)	(6,686)
Total other comprehensive income	(382)	(6,798)
Comprehensive income	449,768	468,749
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	449,768	468,749
Comprehensive income attributable to non-controlling interests	—	—