## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

Company name: CMK CORPORATION Stock exchange listing: Tokyo Stock code: 6958 URL https://www.cmk-corp.com/ Representative: President and Chief Executive Officer Isao Osawa **Executive Officer** Inquiries: Yoshihisa Yamaguchi TEL 03-5323-0231 Accounting Department General Manager Scheduled date to file Quarterly Securities Report: February 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 nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Consolidated Operating Results (Cumulative)

(1) Consolidated Operating Results (Cun		(Percentages indicate year-on-year changes)						
	Net sales		Operating in	income Ordinary inco		come	Profit attributable owners of paren	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2020	50,304	$\triangle 20.6$	△2,017	—	∆1,761	-	∆2,162	_
Nine months ended December 31, 2019	63,383	∆6.4	1,375	△52.9	1,443	$\triangle 51.8$	610	△59.5

(Note) Comprehensive income:

Nine months ended December 31, 2020 Nine months ended December 31, 2019  $\triangle$ 4,110million yen (-%) 389million yen (△59.4%)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2020	△36.52	—
Nine months ended December 31, 2019	10.32	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2020	96,811	50,321	48.5
As of March 31, 2020	96,044	54,932	53.6

(Reference) Shareholder's equity:

As of December 31, 2020 46,914 million yen As of March 31, 2020 51,451 million yen

2. Cash dividends

	Annual dividends per share						
	1st	1st 2nd 3rd Fiscal Tota					
	quarter-end	quarter-end	quarter-end	Year-end	Total		
	Yen	Yen	Yen	Yen	Yen		
Year ended March 31, 2020	—	0.00	—	6.00	6.00		
Year ending March 31, 2021	—	0.00	_				
Year ending March 31, 2021(forecast)				_	—		

(Note) 1. Revisions to dividend forecasts published most recently: No

2. Payment of dividends for the year ending March 31, 2021 is not yet determined.

## 3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

(Percentages indicate year-on-year changes)

	Net sales	Operating	Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	% Millions of y	en %	Millions of yen	%	Millions of yen	%	Yen
Full year	68,500 △17	7.1 △1,50	- 0	∆1,400	—	△2,100	_	∆35.48

(Note) Revisions to financial forecasts published most recently: No

February 5, 2021

(1)	Changes in significant subsidiaries during the nine months ended December 31, 2020	
	(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:

1)	Changes in accounting policies due to revisions to accounting standards and other regulations:	No
2)	Changes in accounting policies due to other reasons:	No
3)	Changes in accounting estimates:	No
4)	Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shar	es)
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As of December 31, 2020	63,060,164 shares	As of March 31, 2020	63,060,164 shares			
2) Number of treasury shares at the end of the period						
As of December 31, 2020	3,864,456 shares	As of March 31, 2020	3,864,028 shares			
3) Average number of shares during the period (cumulative from the beginning of the fiscal year)						
Nine months ended December 31, 2020	59,195,928 shares	Nine months ended December 31, 2019	59,196,583 shares			

\*This quarterly financial results statement is exempt from the quarterly review by certified public accountants or accounting auditors.

\*Cautionary statement regarding forward-looking statements, and other information

Forward-looking statements such as operational forecasts contained in this report are based on the information currently available to the Company and certain assumptions regarded as reasonable, but are not guarantees of the achievements by the Company. Actual results may differ from any forecasts expressed in the statements due to various factors.

## Consolidated financial statements Quarterly consolidated balance sheet

Current assetsCash and deposits16,69420,594Notes and accounts receivable - trade20,38920,009Merchandise and finished goods4,5294,480Work in process3,5923,643Raw materials and supplies2,4342,242Other1,0801,733Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets48,66552,576Non-current assets48,66552,576Non-current assets12,27911,255Machinery, equipment and vehicles, net12,27911,255I Land8,2538,236Construction in progress2,6181,937Other, net1,2171,146Total property, plant and equipment41,05238,472Intangible assets337317Investment sand other assets11690Other220226Total intangible assets337317Investment sand other assets1,119724Other2,5502,206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets5,9595,405Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940		As of March 31, 2020	As of December 31, 2020
Cash and deposits16,69420,594Notes and accounts receivable - trade20,38920,009Merchandise and finished goods4,5294,480Work in process3,5923,643Raw materials and supplies2,4342,242Other1,0801,733Allowance for doubtful accounts $\triangle 56$ $\triangle 127$ Total current assets48,66552,576Non-current assets48,66552,576Non-current assets16,68315,897net12,27911,255Machinery, equipment and vehicles, net16,68315,897Land8,2538,236Construction in progress2,6181,937Other, net1,2171,146Total property, plant and equipment41,05238,472Intangible assets337317Intangible assets337317Investment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5,9595,405Total non-current assets5,9595,405Total non-current assets2940Total deferred assets2940	Assets		
Notes and accounts receivable - trade20,38920,009Merchandise and finished goods4,5294,480Work in process3,5923,643Raw materials and supplies2,4342,242Other1,0801,733Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets48,66552,576Non-current assets48,66552,576Non-current assets12,27911,255Machinery, equipment and vehicles, net12,27911,255Land8,2538,236Construction in progress2,6181,937Other, net1,2171,146Total property, plant and equipment41,05238,472Intangible assets337317Investment sand other assets2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total intangible assets337317Investments and other assets1,119724Other2,5502,206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investment sand other assets5,5595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Current assets		
Merchandise and finished goods4,5294,480Work in process $3,592$ $3,643$ Raw materials and supplies $2,434$ $2,242$ Other $1,080$ $1,733$ Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets $48,665$ $52,576$ Non-current assets $48,665$ $52,576$ Non-current assets $12,279$ $11,255$ Machinery, equipment and vehicles, net $12,279$ $11,255$ Machinery, equipment and vehicles, net $16,683$ $15,897$ Land $8,253$ $8,236$ Construction in progress $2,618$ $1,937$ Other, net $1,217$ $1,146$ Total property, plant and equipment $41,052$ $38,472$ Goodwill $116$ $90$ $0$ therOther $220$ $226$ $226$ Total intangible assets $337$ $317$ Investment securities $2,318$ $2,503$ Retirement benefit asset $1,119$ $724$ Other $2,550$ $2,206$ Allowance for doubtful accounts $\Delta28$ $\Delta28$ Total investments and other assets $5,959$ $5,405$ Total investments and other assets $29$ $40$ Total deferred assets $29$ $40$	Cash and deposits	16, 694	20, 594
Work in process $3,592$ $3,643$ Raw materials and supplies $2,434$ $2,422$ Other $1,080$ $1,733$ Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets $48,665$ $52,576$ Non-current assets $48,665$ $52,576$ Non-current assets $12,279$ $11,255$ Machinery, equipment and vehicles, net $16,683$ $15,897$ Land $8,253$ $8,236$ Construction in progress $2,618$ $1,937$ Other, net $1,217$ $1,146$ Total property, plant and equipment $41,052$ $38,472$ Intangible assets $337$ $317$ Intangible assets $337$ $317$ Investments and other assets $2,318$ $2,503$ Retirement benefit asset $1,119$ $224$ Other $2,550$ $2,206$ Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets $5,959$ $5,405$ Total investment sand other assets $47,349$ $44,195$ Deferred assets $29$ $40$ Total deferred assets $29$ $40$	Notes and accounts receivable - trade	20, 389	20,009
Raw materials and supplies $2,434$ $2,242$ Other $1,080$ $1,733$ Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets $48,665$ $52,576$ Non-current assets $48,665$ $52,576$ Non-current assets $12,279$ $11,255$ Machinery, equipment and vehicles, net $16,683$ $15,897$ Land $8,253$ $8,236$ Construction in progress $2,618$ $1,937$ Other, net $1,217$ $1,146$ Total property, plant and equipment $41,052$ $38,472$ Intangible assets $337$ $317$ Goodwill $116$ $90$ Other $220$ $226$ Total intangible assets $337$ $317$ Investment securities $2,318$ $2,503$ Retirement benefit asset $1,119$ $724$ Other $2,550$ $2,206$ Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets $5,959$ $5,405$ Total investment and other assets $5,959$ $5,405$ Deferred assets $29$ $40$ Total deferred assets $29$ $40$	Merchandise and finished goods	4, 529	4, 480
Other1,0801,733Allowance for doubtful accounts $\Delta 56$ $\Delta 127$ Total current assets48,665 $52,576$ Non-current assets48,665 $52,576$ Non-current assets12,27911,255Machinery, equipment and vehicles, net16,68315,897Land8,2538,236Construction in progress2,6181,937Other, net1,2171,146Total property, plant and equipment41,05238,472Intangible assets220226Total intangible assets337317Investment sand other assets1,119724Other2,5502,206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets5,9595,405Total investment and other assets5,9595,405Total investment as other assets47,34944,195Deferred assets2940Total deferred assets2940	Work in process	3, 592	3,643
Allowance for doubtful accounts $\triangle 56$ $\triangle 127$ Total current assets48,66552,576Non-current assets48,66552,576Property, plant and equipment12,27911,255Machinery, equipment and vehicles, net16,68315,897Land8,2538,236Construction in progress2,6181,937Other, net1,2171,146Total property, plant and equipment41,05238,472Intangible assets337317Goodwill11690Other220226Total intangible assets337317Investment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Raw materials and supplies	2,434	2,242
Total current assets48,66552,576Non-current assetsProperty, plant and equipmentBuildings and structures, net12,279Buildings and structures, net12,279Land8,253Land8,253Construction in progress2,618Construction in progress2,618Other, net1,217Intangible assets337Goodwill116Other220226Total intangible assets337Investments and other assets337Investment benefit asset1,119Total investments and other assets2,318Investment securities2,318Conduct for doubtful accounts $\triangle 28$ Cotal investments and other assets5,959Stotal investments and other assets2,20Deferred assets294044,195Deferred assets29	Other	1,080	1,733
Non-current assetsProperty, plant and equipmentBuildings and structures, net12,279Machinery, equipment and vehicles, net16,683Land8,253Construction in progress2,618Other, net1,217Other, net1,17Total property, plant and equipment41,052Goodwill116Other220220226Total intangible assets337Investment securities2,318Investment securities2,318Allowance for doubtful accounts $\triangle 28$ Total investments and other assets2,550Total investments and other assets2,599Stotal investments and other assets2,599Stotal investments and other assets47,349Other228Deferred assets29Machinery assets29Motification assets29All deferred assets29	Allowance for doubtful accounts	$\triangle 56$	$\triangle 127$
Property, plant and equipmentBuildings and structures, net12, 27911, 255Machinery, equipment and vehicles, net16, 68315, 897Land8, 2538, 236Construction in progress2, 6181, 937Other, net1, 2171, 146Total property, plant and equipment41, 05238, 472Intangible assets $220$ 226Goodwill11690Other220226Total intangible assets337317Investment securities2, 3182, 503Retirement benefit asset1, 119724Other228 $\Delta 28$ Total investments and other assets5, 9595, 405Total investment securities47, 34944, 195Deferred assets2940Total deferred assets2940	Total current assets	48,665	52, 576
Buildings and structures, net12, 27911, 255Machinery, equipment and vehicles, net16, 68315, 897Land8, 2538, 236Construction in progress2, 6181, 937Other, net1, 2171, 146Total property, plant and equipment41, 05238, 472Intangible assets011690Other220226Total intangible assets337317Investments and other assets337317Investment securities2, 3182, 503Retirement benefit asset1, 119724Other228228Total investments and other assets2, 5502, 206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5, 9595, 405Total investments and other assets5, 9595, 405Deferred assets47, 34944, 195Deferred assets2940Total deferred assets2940	Non-current assets		
Machinery, equipment and vehicles, net16,68315,897Land $8,253$ $8,236$ Construction in progress $2,618$ $1,937$ Other, net $1,217$ $1,146$ Total property, plant and equipment $41,052$ $38,472$ Intangible assets $220$ $226$ Goodwill11690Other $220$ $226$ Total intangible assets $337$ $317$ Investments and other assets $1,119$ $724$ Other $2,550$ $2,206$ Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets $5,959$ $5,405$ Total investments and other assets $5,959$ $5,405$ Deferred assets $47,349$ $44,195$ Deferred assets $29$ $40$ Total deferred assets $29$ $40$	Property, plant and equipment		
net16, 8315, 897Land $8, 253$ $8, 236$ Construction in progress $2, 618$ $1, 937$ Other, net $1, 217$ $1, 146$ Total property, plant and equipment $41, 052$ $38, 472$ Intangible assets $220$ $226$ Goodwill11690Other $220$ $226$ Total intangible assets $337$ $317$ Investments and other assets $337$ $317$ Investment securities $2, 318$ $2, 503$ Retirement benefit asset $1, 119$ $724$ Other $2, 550$ $2, 206$ Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets $5, 959$ $5, 405$ Total investments and other assets $47, 349$ $44, 195$ Deferred assets $29$ $40$ Total deferred assets $29$ $40$	Buildings and structures, net	12, 279	11,255
Construction in progress2, 6181, 937Other, net1, 2171, 146Total property, plant and equipment41, 05238, 472Intangible assets11690Goodwill11690Other220226Total intangible assets337317Investments and other assets2, 3182, 503Retirement benefit asset1, 119724Other2, 5502, 206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets5, 9595, 405Total investments and other assets5, 9595, 405Deferred assets47, 34944, 195Deferred assets2940Total deferred assets2940		16, 683	15, 897
Construction in progress2, 6181, 937Other, net1, 2171, 146Total property, plant and equipment41, 05238, 472Intangible assets11690Other220226Total intangible assets337317Investments and other assets2, 3182, 503Retirement benefit asset1, 119724Other2, 5502, 206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets5, 9595, 405Total investments and other assets5, 9595, 405Deferred assets2940Total deferred assets2940	Land	8, 253	8,236
Total property, plant and equipment41,05238,472Intangible assets11690Other220226Total intangible assets337317Investments and other assets337317Investment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\Delta 28$ $\Delta 28$ Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Construction in progress	2,618	1,937
Intangible assetsGoodwill116Other220220226Total intangible assets337Investments and other assetsInvestment securities2, 318Retirement benefit asset1, 119Other2, 550Allowance for doubtful accounts $\triangle 28$ Total investments and other assetsTotal investments and other assetsDeferred assetsBond issuance costs2940Total deferred assets2940	Other, net	1, 217	1,146
Godwill11690Other220226Total intangible assets337317Investments and other assets337317Investment securities2, 3182, 503Retirement benefit asset1, 119724Other2, 5502, 206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5, 9595, 405Total non-current assets47, 34944, 195Deferred assets2940Total deferred assets2940	Total property, plant and equipment	41,052	38,472
Other220226Total intangible assets337317Investments and other assets337317Investment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Intangible assets		
Total intangible assets337317Investments and other assetsInvestment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts△28△28Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Goodwill	116	90
Investments and other assetsInvestment securities2, 318Retirement benefit asset1, 119Other2, 550Allowance for doubtful accounts△28Total investments and other assets5, 959Total non-current assets47, 349Deferred assets29Model deferred assets29All deferred assets29All deferred assets29All deferred assets29All deferred assets29All deferred assets30All deferred asset	Other	220	226
Investment securities2,3182,503Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts△28△28Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Total intangible assets	337	317
Retirement benefit asset1,119724Other2,5502,206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Investments and other assets		
Other2,5502,206Allowance for doubtful accounts $\triangle 28$ $\triangle 28$ Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets2940Total deferred assets2940	Investment securities	2, 318	2,503
Allowance for doubtful accounts $\triangle 28$ Total investments and other assets5,959Total non-current assets47,349Deferred assets9Bond issuance costs29Total deferred assets2940	Retirement benefit asset	1, 119	724
Total investments and other assets5,9595,405Total non-current assets47,34944,195Deferred assets940Total deferred assets2940	Other	2,550	2,206
Total non-current assets47,34944,195Deferred assetsBond issuance costsTotal deferred assets2940	Allowance for doubtful accounts	riangle 28	$\triangle 28$
Deferred assetsBond issuance costs29Total deferred assets2940	Total investments and other assets	5, 959	5,405
Bond issuance costs2940Total deferred assets2940	Total non-current assets	47, 349	44, 195
Total deferred assets2940	Deferred assets		
	Bond issuance costs	29	40
Total assets 96,044 96.811	Total deferred assets	29	40
	Total assets	96,044	96,811

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9, 761	11,991
Short-term borrowings	4, 455	5,446
Current portion of bonds payable	1,352	352
Income taxes payable	246	271
Provision for bonuses	510	362
Allowance for restructuring	126	126
Other	4,639	3, 243
	21,091	21,793
Bonds payable	5,023	5,722
Long-term borrowings	13, 206	17, 392
Retirement benefit liability	93	94
Asset retirement obligations	449	451
Other	1, 247	1,035
	20,020	24,696
 Total liabilities	41, 111	46, 490
Net assets		
Shareholders' equity		
Share capital	22, 306	22, 306
Capital surplus	16,628	16,628
Retained earnings	12,671	10, 154
Treasury shares	△3, 135	△3, 135
 Total shareholders' equity	48, 471	45,953
Valuation difference on available-for-	112	200
sale securities	446	630
Deferred gains or losses on hedges	0	riangle 0
Foreign currency translation adjustment	2, 262	354
Remeasurements of defined benefit plans	270	riangle 25
	0.070	- 000
income	2,979	960
 Non-controlling interests	3, 480	3,407
Total net assets	54,932	50, 321
Total liabilities and net assets	96,044	96, 811

## Quarterly consolidated statement of income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net sales	63, 383	50, 30
Cost of sales	54, 957	45, 88
Gross profit	8, 425	4, 41
Selling, general and administrative expenses		
Employees' salaries and bonuses	2, 535	2,53
Provision for bonuses	riangle 40	$\bigtriangleup$
Retirement benefit expenses	14	2
Other	4, 540	3, 87
Total selling, general and administrative expenses	7,050	6,43
Operating profit (loss)	1, 375	riangle 2,01
Non-operating income		
Interest income	21	1
Dividend income	88	8
Foreign exchange gains	296	18
Other	214	36
Total non-operating income	620	64
Non-operating expenses		
Interest expenses	200	18
Plant shutdown related costs	142	-
Other	209	20
Total non-operating expenses	552	38
Ordinary profit (loss)	1, 443	riangle 1,76
Extraordinary income		
Gain on sales of non-current assets	0	
Gain on sales of investment securities	17	18
Total extraordinary income	17	19
Extraordinary losses		
Loss on sales of non-current assets	0	
Loss on retirement of non-current assets	141	18
Compensation for damage	41	1
Other		
Total extraordinary losses	183	21
Profit (loss) before income taxes	1, 277	△1,78
Income taxes	377	21
Income taxes for prior periods	50	5
Profit (loss)	849	riangle 2,05
Profit attributable to non-controlling interests	238	10
Profit (loss) attributable to owners of parent	610	△2, 16

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit (loss)	849	riangle 2,057
Other comprehensive income		
Valuation difference on available-for- sale securities	341	184
Deferred gains or losses on hedges	0	riangle 0
Foreign currency translation adjustment	riangle 764	riangle 1,940
Remeasurements of defined benefit plans, net of tax	riangle 37	riangle 296
Total other comprehensive income	riangle 459	riangle 2,052
Comprehensive income	389	△4, 110
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	368	△4, 181
Comprehensive income attributable to non- controlling interests	21	71