

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended April 30, 2021 (Based on Japanese GAAP)

June 8, 2021

Company name: SILVER LIFE CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 9262 URL <https://www.silver-life.co.jp/>
 Representative: President, CEO Takahisa Shimizu
 Inquiries: Corporate Planning Division Manager Reiko Saito TEL (03)6300-5629
 Scheduled date to file Quarterly Securities Report: June 9, 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. Non-consolidated financial results for the nine months ended April 30, 2021 (from August 1, 2020 to April 30, 2021)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended April 30, 2021	7,404	15.1	752	14.6	849	10.9	539	12.8
Nine months ended April 30, 2020	6,433	11.8	656	(2.2)	765	1.1	478	2.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended April 30, 2021	50.40		49.28	
Nine months ended April 30, 2020	45.03		43.68	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2021	8,061	4,913	60.9
As of July 31, 2020	5,613	4,364	77.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended July 31, 2020	–	0.00	–	0.00	0.00
Year ending July 31, 2021	–	0.00	–	–	–
Year ending July 31, 2021 (Forecast)	–	–	–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending July 31, 2021 (from August 1, 2020 to July 31, 2021)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	9,940	12.5	770	(17.6)	900	(17.1)	500	(26.3)	46.59

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) 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: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of April 30, 2021	10,733,200 shares	As of July 31, 2020	10,688,800 shares
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Number of treasury shares at the end of the period

As of April 30, 2021	371 shares	As of July 31, 2020	294 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended April 30, 2021	10,708,863 shares	Nine months ended April 30, 2020	10,624,395 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of July 31, 2020	As of April 30, 2021
Assets		
Current assets		
Cash and deposits	1,847,192	1,308,855
Accounts receivable - trade	870,406	932,052
Merchandise and finished goods	63,166	177,108
Raw materials and supplies	15,563	23,806
Other	312,940	699,863
Allowance for doubtful accounts	(29,913)	(35,961)
Total current assets	3,079,355	3,105,724
Non-current assets		
Property, plant and equipment		
Buildings, net	644,716	2,660,128
Machinery and equipment, net	303,509	1,171,844
Construction in progress	839,688	73,752
Other, net	359,233	602,085
Total property, plant and equipment	2,147,148	4,507,811
Intangible assets	262,420	306,779
Investments and other assets		
Other	137,136	153,335
Allowance for doubtful accounts	(12,115)	(12,314)
Total investments and other assets	125,021	141,020
Total non-current assets	2,534,590	4,955,611
Total assets	5,613,946	8,061,336
Liabilities		
Current liabilities		
Accounts payable - trade	539,806	585,176
Current portion of long-term borrowings	–	167,400
Income taxes payable	228,017	127,325
Other	321,964	296,040
Total current liabilities	1,089,788	1,175,942
Non-current liabilities		
Long-term borrowings	–	1,804,700
Other	159,761	167,581
Total non-current liabilities	159,761	1,972,281
Total liabilities	1,249,550	3,148,224
Net assets		
Shareholders' equity		
Share capital	716,103	720,655
Capital surplus	706,103	710,655
Retained earnings	2,942,871	3,482,650
Treasury shares	(682)	(849)
Total shareholders' equity	4,364,396	4,913,112
Total net assets	4,364,396	4,913,112
Total liabilities and net assets	5,613,946	8,061,336

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended April 30, 2020	Nine months ended April 30, 2021
Net sales	6,433,770	7,404,585
Cost of sales	4,543,423	5,324,160
Gross profit	1,890,347	2,080,425
Selling, general and administrative expenses	1,233,831	1,328,114
Operating profit	656,515	752,311
Non-operating income		
Interest income	7,263	8,154
Compensation income	93,043	75,042
Other	26,592	32,493
Total non-operating income	126,899	115,689
Non-operating expenses		
Interest expenses	–	664
Rental expenses	14,506	12,356
Bad debts expenses	131	–
Provision of allowance for doubtful accounts	2,763	5,753
Other	203	38
Total non-operating expenses	17,605	18,813
Ordinary profit	765,808	849,187
Extraordinary income		
Gain on sales of non-current assets	1,209	88
Total extraordinary income	1,209	88
Extraordinary losses		
Loss on sales of non-current assets	340	4,055
Loss on retirement of non-current assets	2,450	0
Total extraordinary losses	2,790	4,055
Profit before income taxes	764,228	845,220
Income taxes - current	277,063	296,821
Income taxes - deferred	8,730	8,619
Total income taxes	285,794	305,441
Profit	478,434	539,779