

Consolidated Financial Results for the Nine Months Ended December 31, 2021
(Prepared pursuant to Japanese GAAP)

February 9, 2022

Company name: MEGMILK SNOW BRAND Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange (First Section), Sapporo Securities Exchange
 Stock code: 2270
 URL: <https://www.meg-snow.com/english>
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(Amounts rounded down to the nearest million yen)

1. Consolidated Results for the First Nine Months of the Fiscal Year Ending March 31, 2022
(April 1, 2021 – December 31, 2021)

(1) Consolidated Operating Results (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	%
Nine months ended December 31, 2021	427,651	—	16,439	(3.0)	18,111	(1.8)	11,501	(0.3)
Nine months ended December 31, 2020	470,619	0.3	16,955	14.7	18,445	12.5	11,541	12.8

Note: Comprehensive income: Nine months ended December 31, 2021 : 11,612 million yen (-24.1%)
 Nine months ended December 31, 2020 : 15,290 million yen (21.4%)

	Profit per share – basic	Profit per share – diluted
	yen	yen
Nine months ended December 31, 2021	170.31	—
Nine months ended December 31, 2020	170.69	—

Note: The Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. effective from the beginning of the first quarter of the fiscal year ending March 31, 2022. As a result, the Company has omitted year-on-year change in net sales for the first half of the previous fiscal year, as this was prior to application of the above accounting standard.
 Assuming, however, that the above accounting standard, etc. had been applied effective from the first quarter of the fiscal year ended March 31, 2021, the year-on-year change would be 0.7%.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net asset per share
	millions of yen	millions of yen	%	yen
December 31, 2021	396,994	206,020	51.2	3,010.21
March 31, 2021	398,650	198,255	49.0	2,890.65

For reference:

Equity: December 31, 2021: 203,298 million yen
 March 31, 2021: 195,213 million yen

2. Dividends

Record date or period	Cash dividends per share				
	End-Q1	End-Q2	End-Q3	Year-end	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2021	—	—	—	40.00	40.00
Year ending March 31, 2022	—	—	—	—	—
Year ending March 31, 2022 (forecast)	—	—	—	60.00	60.00

Note: Revisions from the latest release of dividend forecasts: Yes

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2022 (April 1, 2021 – March 31, 2022)

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Full Year	560,000	1.0	18,500	(6.5)	20,000	(7.7)	12,500	(16.2)	185.09

Note 1: Revisions from the latest release of earnings forecasts: Yes

Note 2: As the Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. effective from the beginning of the first quarter of the fiscal year ending March 31, 2022, the said accounting standard, etc. have been applied to the figures in the abovementioned consolidated forecasts. Note that year-on-year change is calculated assuming that the above accounting standard, etc. were applied effective from the fiscal year ended March 31, 2021.

Notes

(1) Material reclassifications of subsidiaries during the period: None

(2) Accounting methods specific to quarterly consolidated financial statements: None

(3) Changes in accounting policy, changes in accounting estimates, and retrospective restatement

1) Changes in accordance with amendments to accounting standards, etc.: Yes

2) Changes other than noted in 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Common stock issued

1) Issued shares as of period-end (including treasury stock)

December 31, 2021	70,751,855 shares
March 31, 2021	70,751,855 shares

2) Treasury stock as of period-end

December 31, 2021	3,215,652 shares
March 31, 2021	3,219,054 shares

3) Average number of shares (during the respective period)

Nine months ended December 31, 2021	67,533,806 shares
Nine months ended December 31, 2020	67,613,544 shares

***This summary of financial statements is not subject to audit by certified public accountant and auditing firm.**

*Appropriate Use of Earnings Forecasts and Other Important Information

(Earnings Forecasts)

Business forecasts contained in this report are based on the assumptions of management in the light of information available as of the release of this report. MEGMILK SNOW BRAND makes no assurances as to the actual results, which may differ from forecasts due to various factors such as changes in the business environment.