



Makita Corporation

Consolidated Financial Results for the six months ended September 30, 2020 (IFRS Financial Information)

(English translation of "KESSAN TANSHIN"
originally issued in Japanese)



CONSOLIDATED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2020 (Unaudited)

October 30, 2020

Makita Corporation

Stock code: 6586

URL: <https://www.makita.co.jp/>

Munetoshi Goto, President, Representative Director

1. Summary operating results of the six months ended September 30, 2020 (From April 1, 2020 to September 30, 2020)

(1) CONSOLIDATED OPERATING RESULTS

	Yen (millions)			
	For the six months ended September 30, 2019		For the six months ended September 30, 2020	
		(%)		(%)
Revenue.....	243,547	0.3	283,156	16.3
Operating profit.....	32,416	(19.1)	38,165	17.7
Profit before income taxes.....	34,475	(18.4)	38,273	11.0
Profit.....	25,151	(15.9)	27,352	8.8
Profit attributable to owners of the parent.....	24,979	(15.8)	27,141	8.7
Comprehensive income.....	1,085	(95.8)	35,225	-
	Yen			
Profit attributable to owners of the parent per share				
Basic.....	92.01		99.96	
Diluted.....	-		-	

Notes:

- Amounts of less than one million yen have been rounded.
- The table above shows the changes in the percentage ratio of revenue, operating profit, profit before income taxes, profit, profit attributable to owners of the parent, and comprehensive income against the corresponding period of the previous year.

(2) SELECTED CONSOLIDATED FINANCIAL POSITION

	Yen (millions)	
	As of March 31, 2020	As of September 30, 2020
Total assets.....	674,564	712,384
Total equity.....	575,748	599,319
Equity attributable to owners of the parent.....	571,275	594,511
Ratio of equity attributable to owners of the parent to total assets (%).....	84.7%	83.5%

2. Dividend Information

	Yen	
	For the year ended March 31, 2020	For the year ending March 31, 2021 (Forecast)
Cash dividend per share:		
Interim.....	10.00	10.00
Year-end.....	43.00	(Note)
Total.....	53.00	(Note)

Notes:

- The forecast for cash dividend announced formerly has not been revised.
- The projected amount of dividends for the year ending March 31, 2021 has not been determined yet. For further details, refer to "Explanation regarding proper use of business forecast, and other significant matters" on page 2.



3. Consolidated Financial Performance Forecast for the year ending March 31, 2021 (From April 1, 2020 to March 31, 2021)

	Yen (millions)	
	For the year ending March 31, 2021	
		(%)
Revenue	530,000	7.6
Operating profit	67,500	5.4
Profit before income taxes.....	67,500	2.3
Profit attributable to owners of the parent.....	48,000	0.6
	Yen	
Profit attributable to owners of the parent per share	176.78	

Notes:

1. The consolidated financial forecast for the year ending March 31, 2021 has been revised.
2. The table above shows the changes in the percentage ratio of revenue, operating profit, profit before income taxes and profit attributable to owners of the parent against the previous year.

4. Other

- (1) Changes in important subsidiaries during the period (Changes in specified subsidiaries accompanied by changes in scope of consolidation during the quarter): None
- (2) Changes in accounting policies and accounting estimates:
 1. Changes in accounting policies required by IFRS: Yes
 2. Changes in accounting policies other than 1: None
 3. Changes in accounting estimate: None
- (3) Number of shares outstanding (common stock)
 1. Number of shares issued (including treasury stock):

As of September 30, 2020:	280,017,520
As of March 31, 2020:	280,017,520
 2. Number of treasury stock:

As of September 30, 2020:	8,489,988
As of March 31, 2020:	8,500,530
 3. Average number of shares outstanding:

For the six months ended September 30, 2020:	271,521,377
For the six months ended September 30, 2019:	271,487,895

This consolidated financial report is not subject to audit procedures by certified public accountants or an auditing firm.

Explanation regarding proper use of business forecasts, and other significant matters

1. The financial forecast given above is based on information as available at the present time, and includes potential risks and uncertainties. As a consequence of the factors above and other, actual results may vary from the forecasts provided above. Regarding the assumptions for the forecasts and other matters, refer to "SUPPLEMENT INFORMATION (CONSOLIDATED)", "3. Outlook for the fiscal year ending March 31, 2021" on page 4.
2. Makita's basic policy on the distribution of profits is to maintain a consolidated dividend payout ratio of 30% or greater, with a lower limit on annual cash dividends of 10 yen per share. However, in the event special circumstances arise, computation of the amount of dividends will be based on profit attributable to owners of the parent after certain adjustments.

The Board of Directors plans to meet in April 2021 for a report on earnings for the year ending March 31, 2021. At the time, in accordance with the basic policy regarding profit distribution mentioned above, the Board of Directors plans to propose a dividend equivalent to at least 30% of profit attributable to owners of the parent. The Board of Directors will submit this proposal to the General Meeting of Shareholders scheduled for June 2021.

The consolidated dividend payout ratio is calculated as annual dividends per share divided by consolidated profit attributable to owners of the parent per share (after adjustments for special circumstances) and multiplied by 100.



SUPPLEMENT INFORMATION (CONSOLIDATED)

1. Overview of operating results

(1) Explanation of Consolidated Operating Results

Looking at the international economic situation during the first half, the world economy, which had fallen sharply due to the spread of the new coronavirus infection, is gradually recovering due to easing of the strict restrictions on going out and deregulation of immigration in each country. Although there is a sign of recovery, the situation is still uncertain due to factors such as the second and third waves of the spread of infection and the intensifying conflict between the United States and China.

Under these circumstances, in terms of development, we focused on expanding the lineup of lithium-ion battery products, including cordless tools in the "40Vmax lithium-ion battery" series, which has high power, long life, and high durability.

On the production side, we promoted the diversification of global production and initiated deplasticization by switching to environmentally friendly materials such as paper by reducing use of materials including plastic bags used for product packaging.

On the sales side, we continued to focus on expanding sales of lithium-ion battery products such as cordless outdoor power equipment, and continued to provide steady customer supports and after-sales services amid difficulties in normal sales activities due to COVID-19 outbreak. We have endeavored to further strengthen relationships and building trusts with customers in various regions of the world.

Our consolidated financial results for the first half of the current consolidated cumulative period increased 16.3% year-on-year to 283,156 million yen due to strong sales mainly in domestic and developed countries, despite a decrease in overseas sales due to foreign exchange rate. In terms of profits, operating profit increased 17.7% year-on-year to 38,165 million yen (operating profit margin: 13.5%) due to increased sales and a decrease in SG&A rate despite an increase in a cost rate. Profit before income taxes increased 11.0% year-on-year to 38,273 million yen (profit margin before income taxes 13.5%), and profit attributable to owners of the parent increased 8.7% to 27,141 million yen (ratio of profit attributable to owners of the parent: 9.6%).

Revenue results by region were as follows:

In Japan, sales of both power tools and outdoor power equipment were strong due to demand for highly efficient cordless tools at building and construction sites, as well as support from government such as sustainable subsidies and stay home demand. As a result, sales increased 10.4% year-on-year to 55,761 million yen.

In Europe, sales increased 21.7% year-on-year to 130,899 million yen due to demand for tools due to the resumption of building and construction sites in various regions, which had been suspended owing to the COVID-19 outbreak, and stay home demand resulting from voluntarily refraining from outing.

In North America, sales to home improvement stores were strong, and the promotion of our mainstay cordless products was successful. As a result, sales increased by 21.1% year-on-year to 41,613 million yen.

In Asia, sales were sluggish in many countries except China and Taiwan due to the stagnation of economic activities resulting from COVID-19 outbreak; consequently, sales decreased by 4.4% year-on-year to 18,774 million yen.

In Central and South America, sales volumes increased due to stay home demand resulting from COVID-19 and the strong demand for tools due to the resumption of economic activities; however, sales after translation into Japanese yen decreased by 2.0% year-on-year to 12,605 million yen due to the significant depreciation of local currencies.

In Oceania, sales increased 34.0% year-on-year to 19,161 million yen due to strong stay home demand in Australia and increased sales in New Zealand, where economic activities resumed.

In the Middle East and Africa, despite COVID-19 outbreak and economic stagnation continued in many countries, some countries were preparing for recovery in demand after the settlement of COVID-19, so sales increased 0.2% year-on-year to 4,343 million yen.

(2) Explanation of Consolidated Financial Position

Total assets as of September 30, 2020 increased by 37,820 million yen to 712,384 million yen compared to the balance as of March 31, 2020. The increase was mainly due to increase in "property, plant and equipment, at cost" and "trade receivables and other receivables."



Total liabilities increased by 14,249 million yen to 113,065 million yen compared to the balance as of March 31, 2020. This increase was mainly due to an increase in “trade payables and other payables.”

Total equity increased by 23,571 million yen to 599,319 million yen compared to the balance as of March 31, 2020. The increase was mainly due to an increase in “retained earnings.”

(3) Outlook for the fiscal year ending March 31, 2021

Although there were restrictions on sales activities affected by the COVID-19 and a decrease in overseas sales due to foreign currency exchange rate, sales until the second quarter performed better than initially expected due to stay home demand for tools led by people refraining from going out and also due to the resumption of economic activities. Thereby, we revise our earnings forecast.

Revised forecast for consolidated performance of the fiscal year ending March 31, 2021 (From April 1, 2020 to March 31, 2021)

	Yen (millions)				Yen
	Revenue	Operating profit	Profit before income taxes	Profit attributable to owners of the parent	Profit attributable to owners of the parent per share (Basic)
Forecast announced previously (A).....	490,000	53,000	53,000	37,300	137.38
Revised forecast (B).....	530,000	67,500	67,500	48,000	176.78
Changes (B-A).....	40,000	14,500	14,500	10,700	-
Percentage change.....	8.2%	27.4%	27.4%	28.7%	-
Actual results for the previous year ended March 31, 2020.....	492,617	64,046	66,008	47,731	175.80

The above earnings forecast is based on the premise that economic activities will not stagnate again due to restrictions imposed by government following the rebound of the COVID-19 outbreak. The exchange rates assumed for the business forecast are as follows.

[Preconditions]

The above forecast is based on the assumption of exchange rates of 105 yen to the U.S. dollar, 120 yen to the euro and 15.5 yen to the renminbi for the remaining six months period ending March 31, 2021.

The above forecast is based on the assumption of exchange rates of 106 yen to the U.S. dollar, 121 yen to the euro and 15.4 yen to the renminbi for the year ending March 31, 2021.

[Reference]

The exchange rates for previously announced forecasts that we announced on July 31, 2020 were 106 yen to the U.S. dollar, 118 yen to the euro and 15.0 yen to the renminbi for the year ending March 31, 2021.

Note: The above forecast is based on information as available at the present time, and includes potential risks and uncertainties. As a consequence of the factors such as a settlement of COVID-19, actual results may vary from the forecast provided above.



2. Consolidated Financial Statements (Unaudited)

(1) Consolidated Statement of Financial Position

	Yen (millions)			
	As of March 31, 2020		As of September 30, 2020	
		Composition ratio		Composition ratio
ASSETS				
CURRENT ASSETS:				
Cash and cash equivalents	143,439		148,967	
Trade receivables and other receivables	69,599		82,509	
Inventories	214,560		210,250	
Other financial assets.....	25,235		24,263	
Other current assets	<u>7,633</u>		<u>8,421</u>	
Total current assets	<u>460,466</u>	68.3%	<u>474,410</u>	66.6%
NON-CURRENT ASSETS:				
Property, plant and equipment, at cost.....	146,649		164,027	
Goodwill and intangible assets.....	8,749		9,024	
Other financial assets.....	38,551		44,215	
Retirement benefit asset.....	9,511		9,343	
Deferred income taxes	6,932		8,044	
Other non-current assets	<u>3,706</u>		<u>3,321</u>	
Total non-current assets	<u>214,098</u>	31.7%	<u>237,974</u>	33.4%
Total assets	<u>674,564</u>	100.0%	<u>712,384</u>	100.0%

	Yen (millions)			
	As of March 31, 2020		As of September 30, 2020	
		Composition ratio		Composition ratio
LIABILITIES AND EQUITY				
LIABILITIES				
CURRENT LIABILITIES:				
Trade payables and other payables	34,959		43,833	
Borrowings	7,997		1,161	
Other financial liabilities	2,468		2,756	
Income taxes payable	3,757		6,607	
Provisions	2,931		3,169	
Other current liabilities.....	27,264		33,110	
Total current liabilities.....	79,376	11.7%	90,636	12.8%
NON-CURRENT LIABILITIES:				
Retirement benefit liabilities	3,138		3,210	
Other financial liabilities	9,894		9,793	
Provisions	1,248		1,224	
Deferred income taxes.....	4,952		7,993	
Other non-current liabilities.....	208		209	
Total non-current liabilities.....	19,440	2.9%	22,429	3.1%
Total liabilities.....	98,816	14.6%	113,065	15.9%
EQUITY				
Common stock	23,805		23,805	
Additional paid-in capital	45,531		45,538	
Retained earnings.....	540,063		555,529	
Treasury stock, at cost	(11,554)		(11,540)	
Other components of equity.....	(26,570)		(18,821)	
Total equity attributable to owners of the parent...	571,275	84.7%	594,511	83.5%
NON-CONTROLLING INTEREST.....	4,473	0.7%	4,808	0.6%
Total equity.....	575,748	85.4%	599,319	84.1%
Total liabilities and equity.....	674,564	100.0%	712,384	100.0%



(2) Consolidated Statements of Profit or Loss and Consolidated Statements of Comprehensive Income
Consolidated Statements of Profit or Loss

	Yen (millions)		Yen (millions)	
	For the six months ended September 30, 2019		For the six months ended September 30, 2020	
	Composition ratio		Composition ratio	
REVENUE.....	243,547	100.0%	283,156	100.0%
Cost of sales.....	(159,978)	(65.7%)	(191,741)	(67.7%)
GROSS PROFIT	83,569	34.3%	91,415	32.3%
Selling, general, administrative and others, net.....	(51,153)	(21.0%)	(53,250)	(18.8%)
OPERATING PROFIT	32,416	13.3%	38,165	13.5%
Financial income.....	2,268		1,013	
Financial expenses.....	(209)		(905)	
PROFIT BEFORE INCOME TAXES	34,475	14.2%	38,273	13.5%
Income tax expenses.....	(9,324)		(10,921)	
PROFIT	25,151	10.3%	27,352	9.7%
Profit attributable to:				
Owners of the parent	24,979	10.2%	27,141	9.6%
Non-controlling interests	172	0.1%	211	0.1%

Consolidated Statements of Comprehensive Income

	Yen (millions)		Yen (millions)	
	For the six months ended September 30, 2019		For the six months ended September 30, 2020	
Profit	25,151		27,352	
OTHER COMPREHENSIVE INCOME, NET OF TAX				
Items that will not be reclassified to profit				
Equity financial goods measured at fair value through other comprehensive income.....	49		3,711	
Total of items that will not be reclassified to profit.....	49		3,711	
Items that may be reclassified to profit (loss)				
Exchange differences on translating foreign operations	(24,115)		4,162	
Total of items that may be reclassified to profit (loss).....	(24,115)		4,162	
Total other comprehensive income (loss), net of tax	(24,066)		7,873	
COMPREHENSIVE INCOME	1,085		35,225	
Comprehensive income attributable to:				
Owners of the parent	1,107		34,890	
Non-controlling interests	(22)		335	



(3) Consolidated Statement of Changes in Equity

	Yen (millions)							
	For the six months ended September 30, 2019							
	Equity attributable to owners of the parent						Non-Controlling interest	Total equity
Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity	Total			
Balance at April 1, 2019	23,805	45,571	508,622	(11,681)	6,431	572,748	4,474	577,222
Profit for the period			24,979			24,979	172	25,151
Other comprehensive income					(23,872)	(23,872)	(194)	(24,066)
Comprehensive income	-	-	24,979	-	(23,872)	1,107	(22)	1,085
Dividends paid			(14,116)			(14,116)	(145)	(14,261)
Purchase of treasury stock				(1)		(1)		(1)
Disposal of treasury stock		(13)		61		48		48
Share-based payment transaction		(48)		68		20		20
Transfer from other components of equity to retained earnings			345		(345)	-		-
Total amounts of transactions with owners	-	(61)	(13,771)	128	(345)	(14,049)	(145)	(14,194)
Balance at September 30, 2019	23,805	45,510	519,830	(11,553)	(17,786)	559,806	4,307	564,113

	Yen (millions)							
	For the six months ended September 30, 2020							
	Equity attributable to owners of the parent						Non-Controlling Interest	Total equity
Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity	Total			
Balance at April 1, 2020	23,805	45,531	540,063	(11,554)	(26,570)	571,275	4,473	575,748
Profit for the period			27,141			27,141	211	27,352
Other comprehensive income					7,749	7,749	124	7,873
Comprehensive income	-	-	27,141	-	7,749	34,890	335	35,225
Dividends paid			(11,675)			(11,675)	-	(11,675)
Purchase of treasury stock				(1)		(1)		(1)
Share-based payment transaction		7		15		22		22
Total amounts of transactions with owners	-	7	(11,675)	14	-	(11,654)	-	(11,654)
Balance at September 30, 2020	23,805	45,538	555,529	(11,540)	(18,821)	594,511	4,808	599,319



(4) Consolidated Statements of Cash Flows

	Yen (millions)	
	For the six months ended September 30, 2019	For the six months ended September 30, 2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit	25,151	27,352
Depreciation and amortization	6,903	7,592
Income tax expenses.....	9,324	10,921
Financial income and expenses, net	(2,059)	(108)
Loss (gain) on sales and retirement of property, plant and equipment	(1,040)	142
Decrease (increase) in trade receivables and other receivables.....	4,299	(12,293)
Decrease (increase) in inventories.....	(12,456)	7,324
Increase in trade payables and other payables.....	2,202	10,755
Increase in retirement benefit assets and liabilities	168	201
Increase in guarantee deposits.....	(208)	-
Other	2,439	2,440
Subtotal.....	<u>34,723</u>	<u>54,326</u>
Dividends received.....	422	406
Interest received.....	837	384
Interest paid.....	(209)	(165)
Income taxes paid.....	(11,610)	(7,221)
Cash flows from operating activities	<u>24,163</u>	<u>47,730</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of non-current assets.....	(16,839)	(23,434)
Proceeds from sales of non-current assets	2,480	35
Purchase of investments	(1,025)	(1,290)
Proceeds from sales and redemption of investments.....	4,339	5,058
Payments into time deposits	(18,805)	(26,934)
Proceeds from withdrawal of time deposits.....	24,860	23,358
Other	301	88
Cash flows from investing activities.....	<u>(4,689)</u>	<u>(23,119)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase (decrease) in short-term borrowings.....	166	(6,916)
Purchase and sales of treasury stock, net.....	47	(1)
Cash dividends paid	(14,116)	(11,675)
Repayments of lease obligations.....	(1,155)	(1,336)
Other	(153)	28
Cash flows from financing activities	<u>(15,211)</u>	<u>(19,900)</u>
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS.....	(7,400)	817
NET CHANGE IN CASH AND CASH EQUIVALENTS.....	(3,137)	5,528
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD ...	146,512	143,439
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>143,375</u>	<u>148,967</u>



(5) Notes to Consolidated Financial Statements

Notes on the assumptions for a going concern: None

Changes in accounting policies:

The standards and interpretations that the Group has applied since the period are as follows;

	IFRS	Overview of new establishment/revision
IAS 1	Presentation of Financial Statements	Revised definition of “materiality”
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	

The application of above standards and interpretations will not have any material impact on the financial statements.

Segment Information

	Yen (millions)							
	For the six months ended September 30, 2019							
	Japan	Europe	North America	Asia	Total	Other	Eliminations	Consolidated
Revenue:								
External customers.....	59,763	107,990	35,265	12,567	215,585	27,962	-	243,547
Inter-segment.....	94,846	3,557	2,066	100,220	200,689	258	(200,947)	-
Total.....	<u>154,609</u>	<u>111,547</u>	<u>37,331</u>	<u>112,787</u>	<u>416,274</u>	<u>28,220</u>	<u>(200,947)</u>	<u>243,547</u>
Operating profit (loss)...	13,692	6,644	(1,662)	10,455	29,129	476	2,811	32,416

	Yen (millions)							
	For the six months ended September 30, 2020							
	Japan	Europe	North America	Asia	Total	Other	Eliminations	Consolidated
Revenue:								
External customers.....	64,953	131,389	42,290	11,483	250,115	33,041	-	283,156
Inter-segment.....	109,195	5,258	1,700	118,565	234,718	268	(234,986)	-
Total.....	<u>174,148</u>	<u>136,647</u>	<u>43,990</u>	<u>130,048</u>	<u>484,833</u>	<u>33,309</u>	<u>(234,986)</u>	<u>283,156</u>
Operating profit.....	13,698	11,857	828	13,353	39,736	1,440	(3,011)	38,165



3. SUPPORT DOCUMENTATION (CONSOLIDATED)

(1) Consolidated Financial Results and Forecast

	Yen (millions)			
	For the six months ended September 30, 2019		For the six months ended September 30, 2020	
		(%)		(%)
Revenue.....	243,547	0.3	283,156	16.3
Domestic	50,500	15.6	55,761	10.4
Overseas	193,047	(3.0)	227,395	17.8
Operating profit.....	32,416	(19.1)	38,165	17.7
Profit before income taxes	34,475	(18.4)	38,273	11.0
Profit attributable to owners of the parent	24,979	(15.8)	27,141	8.7
Profit attributable to owners of the parent per share (Yen)	92.01		99.96	
Cash dividend per share (Yen)	10.00		10.00	
Dividend payout ratio (%)	10.9		10.0	
Number of Employees	16,908		17,885	

	Yen (millions)			
	For the year ended March 31, 2020		For the year ending March 31, 2021 (Forecast)	
		(%)		(%)
Revenue.....	492,617	0.4	530,000	7.6
Domestic	100,697	9.3	106,000	5.3
Overseas	391,920	(1.6)	424,000	8.2
Operating profit.....	64,046	(18.2)	67,500	5.4
Profit before income taxes	66,008	(17.4)	67,500	2.3
Profit attributable to owners of the parent	47,731	(14.4)	48,000	0.6
Profit attributable to owners of the parent per share (Yen)	175.80		176.78	
Cash dividend per share (Yen)	53.00		-	
Dividend payout ratio (%)	30.1		-	
Number of Employees	17,090		-	

Notes:

1. Please refer to [SUPPLEMENT INFORMATION (CONSOLIDATED)] Section 3 “Outlook for the fiscal year ending March 31, 2021” on page 4.
2. The table above shows the changes in the percentage ratio of revenue, operating profit, profit before income taxes, and profit attributable to owners of the parent compared to the corresponding period of the previous year.



(2) Consolidated Revenue by Geographic Area

	Yen (millions)					
	For the six months ended September 30, 2019		For the six months ended September 30, 2020		For the year ended March 31, 2020	
		(%)		(%)		(%)
Japan	50,500	15.6	55,761	10.4	100,697	9.3
Europe	107,538	2.0	130,899	21.7	216,230	1.4
North America	34,363	(5.4)	41,613	21.1	72,304	(0.3)
Asia	19,648	(3.9)	18,774	(4.4)	38,998	(4.7)
Central and South America	12,868	(7.5)	12,605	(2.0)	26,000	(6.5)
Oceania.....	14,297	(7.1)	19,161	34.0	28,421	(6.0)
The Middle East and Africa.....	4,333	(42.8)	4,343	0.2	9,967	(27.6)
Total	243,547	0.3	283,156	16.3	492,617	0.4

Notes:

1. The table above sets forth Makita's consolidated revenue by geographic area based on the customer's location for the periods presented. Accordingly, it differs from "Segment Information" on page 10.
2. The table above shows the changes in the percentage ratio of revenue compared to the corresponding period of the previous year.

(3) Exchange Rates

	Yen			
	For the six months ended September 30, 2019	For the six months ended September 30, 2020	For the year ended March 31, 2020	For the year ending March 31, 2021 (Forecast)
USD/JPY	108.60	106.93	108.70	106
EUR/JPY	121.40	121.34	120.81	121
RMB/JPY	15.68	15.26	15.60	15.4

(4) Production Ratio (unit basis)

	For the six months ended September 30, 2019	For the six months ended September 30, 2020	For the year ended March 31, 2020
	Composition ratio	Composition ratio	Composition ratio
Domestic.....	10.5%	7.8%	10.7%
Overseas	89.5%	92.2%	89.3%

(5) Consolidated Capital Expenditures, Depreciation and Amortization, and R&D cost

	Yen (millions)			
	For the six months ended September 30, 2019	For the six months ended September 30, 2020	For the year ended March 31, 2020	For the year ending March 31, 2021 (Forecast)
Capital expenditures.....	16,839	23,434	44,409	58,000
Depreciation and amortization...	6,065	6,436	12,058	14,000
R&D cost.....	5,706	6,306	11,601	13,200