

(Note) This is an English translation of summarized consolidated financial results prepared for readers' convenience. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.



[Summary]Consolidated Financial Report
for the Second Quarter of Fiscal Year Ending March 31, 2022 [IFRS]

November 2, 2021

Nihon Unisys, Ltd.

Stock Listing: Tokyo Stock Exchange 1st Section
Stock Code: 8056
URL: <https://www.unisys.co.jp/>
Representative: Akiyoshi Hiraoka, Representative Director, President & CEO
Scheduled Submission Date for Quarterly Report: November 10, 2021
Scheduled Starting Date for Dividend Payment: December 2, 2021
Earnings Supplementary Explanatory Documents: yes
Earnings Results Briefing: yes (for institutional investors, analysts and press)

(Amounts are rounded down to the nearest million yen.)

1. Consolidated Financial Results for FY2022 Q2(from April 1, 2021 to September 30, 2021)

(1) Consolidated Results of Operations (Percentage below represents increase (decrease) from previous year)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Comprehensive income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2022 Q2	145,914	0.6	12,956	9.7	13,905	18.6	9,373	17.0	10,554	18.3
FY2021 Q2	144,991	—	11,813	—	11,727	—	8,012	—	8,923	—

(note) Adjusted operating profit FY2022 Q2 : 12,841 Million Yen (8.6%) FY2021 Q2 : 11,826 Million Yen (—)

Adjusted operating profit is the result obtained after deducting selling, general and administrative expenses and cost of sales from revenue.

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY2022 Q2	93.36	93.05
FY2021 Q2	79.83	79.55

(2) Consolidated Financial Position

	Total Assets	Total Equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of Yen	Millions of Yen	Millions of Yen	%
FY2022 Q2	243,559	120,963	119,271	49.0%
FY2021	254,035	113,986	112,271	44.2%

2. Dividends

	Dividends Per Share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2021	—	35.00	—	35.00	70.00
FY2022	—	35.00	—	—	—
FY2022 (Forecast)	—	—	—	35.00	70.00

(Note) Revisions to the latest forecast of dividends: No

3. Consolidated Earnings Forecast for FY2022(from April 1, 2021 to March 31, 2022)

(Percentage below represents increase (decrease) from previous year)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
FY2022	320,000	3.8	26,000	5.6	25,600	3.5	17,500	5.2	174.35

(Note1) Revisions to the latest forecast of consolidated earnings: No

(Note2)Adjusted operating profit (Full Year) 26,500 Million Yen (5.2%)

* Notes

(1) Change in the scope of consolidation (change of condition of significant consolidated subsidiaries) during this period: No

(2) Changes in accounting policies, changes in accounting estimates and restatement of corrections

1. Changes in accounting policies as required by IFRS : No

2. Other changes in accounting policies: No

3. Changes in accounting estimates: No

(3) Number of shares outstanding (common stock) (shares)

1. Number of shares outstanding (including treasury shares)	FY2022 Q2	109,663,524	FY2021	109,663,524
2. Number of shares of treasury shares	FY2022 Q2	9,231,562	FY2021	9,269,280
3. Average number of shares outstanding (during the period)	FY2022 Q2	100,409,648	FY2021 Q2	100,369,371

*This consolidated financial report is not subject to quarterly review procedures.

*Comment regarding appropriate usage of earnings forecast, and other special notes

The Company group has applied the International Financial Reporting Standards (IFRS) from the first quarter of the fiscal year ending March 31, 2022. Financial results figures on the transition date and of the previous fiscal year are also presented in accordance with IFRS.

The forward-looking statements such as earnings forecasts contained in this document are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. The Company makes no warranty as to the achievability of what is described in the statements. Actual results may differ from these forecasts due to various factors.

2. Condensed Consolidated Financial Statements and Notes

(1) Condensed Consolidated Statements of Financial Position

Millions of Yen

	Transition date (As of April 1, 2020)	FY2021 (As of March 31, 2021)	FY2022 Q2 (As of September 30, 2021)
Assets			
Current assets			
Cash and cash equivalents	33,615	46,281	43,586
Trade and other receivables	79,424	77,556	67,503
Inventories	8,407	7,091	8,500
Other financial assets	520	600	822
Other current assets	11,687	11,744	14,053
Total current assets	133,655	143,273	134,467
Non-current assets			
Property, plant and equipment	14,330	13,332	12,508
Right-of-use assets	28,415	24,571	21,743
Goodwill	1,509	1,873	1,568
Intangible assets	19,356	21,201	21,579
Investments accounted for using equity method	2,470	1,617	1,847
Other financial assets	31,480	35,929	38,737
Deferred tax assets	9,501	5,586	4,015
Retirement benefit asset	699	1,414	1,418
Other non-current assets	5,528	5,235	5,674
Total non-current assets	113,292	110,761	109,092
Total assets	246,947	254,035	243,559

	Transition date (As of April 1, 2020)	FY2021 (As of March 31, 2021)	FY2022 Q2 (As of September 30, 2021)
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	24,935	27,859	20,830
Contract liabilities	18,899	18,038	21,269
Borrowings	5,617	4,317	3,527
Lease liabilities	8,286	8,571	7,836
Other financial liabilities	2,960	2,787	2,234
Income taxes payable	4,660	5,118	1,402
Provisions	1,340	559	509
Other current liabilities	24,236	23,833	18,953
Total current liabilities	90,937	91,086	76,563
Non-current liabilities			
Borrowings	15,717	17,012	16,662
Lease liabilities	21,431	17,540	15,434
Other financial liabilities	138	503	436
Retirement benefit liability	13,276	12,558	12,047
Provisions	1,201	1,284	1,260
Deferred tax liabilities	23	18	155
Other non-current liabilities	-	44	37
Total non-current liabilities	51,787	48,962	46,033
Total liabilities	142,725	140,048	122,596
Equity			
Share capital	5,483	5,483	5,483
Capital surplus	14,909	14,901	14,950
Treasury shares	(13,513)	(13,475)	(13,420)
Other components of equity	5,051	6,618	7,607
Retained earnings	90,729	98,744	104,651
Total equity attributable to owners of parent	102,660	112,271	119,271
Non-controlling interests	1,562	1,715	1,691
Total equity	104,222	113,986	120,963
Total liabilities and equity	246,947	254,035	243,559

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

(Condensed Consolidated Statements of Profit or Loss)

Millions of Yen

	FY2021 Q2 (Six months ended September 30, 2020)	FY2022 Q2 (Six months ended September 30, 2021)
Revenue	144,991	145,914
Cost of sales	107,662	106,914
Gross profit	37,328	39,000
Selling, general and administrative expenses	25,502	26,158
Share of profit (loss) of investments accounted for using equity method	(78)	0
Other income	85	171
Other expenses	19	57
Operating profit	11,813	12,956
Finance income	230	1,044
Finance costs	316	96
Profit before tax	11,727	13,905
Income tax expense	3,778	4,416
Profit	7,949	9,488
Profit attributable to		
Owners of parent	8,012	9,373
Non-controlling interests	(63)	114
Profit	7,949	9,488
Earnings per share		
Basic earnings per share (Yen)	79.83	93.36
Diluted earnings per share (Yen)	79.55	93.05

(Condensed Consolidated Statements of Comprehensive Income)

Millions of Yen

	FY2021 Q2 (Six months ended September 30, 2020)	FY2022 Q2 (Six months ended September 30, 2021)
Profit	7,949	9,488
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	1,020	992
Share of other comprehensive income of investments accounted for using equity method	(0)	(0)
Total of items that will not be reclassified to profit or loss	1,019	992
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(44)	73
Total of items that may be reclassified to profit or loss	(44)	73
Other comprehensive income, net of tax	974	1,066
Comprehensive income	8,923	10,554
Comprehensive income attributable to		
Owners of parent	8,993	10,435
Non-controlling interests	(69)	119
Comprehensive income	8,923	10,554

(3) Condensed Consolidated Statements of Changes in Equity
FY2021 Q2[From April 1, 2020 to September 30, 2020]

(Millions of yen)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Financial assets measured at fair value through other comprehensive income	Share acquisition rights	Share of other comprehensive income of investments accounted for using equity method
As of April 1, 2020	5,483	14,909	(13,513)	4,559	491	0
Profit	-	-	-	-	-	-
Other comprehensive income	-	-	-	1,020	-	(0)
Comprehensive income	-	-	-	1,020	-	(0)
Dividends of surplus	-	-	-	-	-	-
Purchase of treasury shares	-	-	(0)	-	-	-
Disposal of treasury shares	-	-	7	-	(4)	-
Share-based payment transactions	-	-	-	-	18	-
Obtaining of control of subsidiaries	-	-	-	-	-	-
Changes in ownership interest in subsidiaries	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	(6)	-	-
Total transactions with owners	-	-	7	(6)	13	-
As of September 30, 2020	5,483	14,909	(13,505)	5,573	505	0

	Equity attributable to owners of parent					
	Other components of equity					
	Exchange differences on translation of foreign operations	Total	Retained earnings	Total	Non-controlling interests	Total equity
As of April 1, 2020	-	5,051	90,729	102,660	1,562	104,222
Profit	-	-	8,012	8,012	(63)	7,949
Other comprehensive income	(38)	981	-	981	(6)	974
Comprehensive income	(38)	981	8,012	8,993	(69)	8,923
Dividends of surplus	-	-	(3,763)	(3,763)	(93)	(3,856)
Purchase of treasury shares	-	-	-	(0)	-	(0)
Disposal of treasury shares	-	(4)	(2)	0	-	0
Share-based payment transactions	-	18	-	18	-	18
Obtaining of control of subsidiaries	-	-	-	-	146	146
Changes in ownership interest in subsidiaries	-	-	-	-	(5)	(5)
Transfer from other components of equity to retained earnings	-	(6)	6	-	-	-
Total transactions with owners	-	7	(3,760)	(3,745)	47	(3,697)
As of September 30, 2020	(38)	6,040	94,981	107,908	1,540	109,449

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Financial assets measured at fair value through other comprehensive income	Share acquisition rights	Share of other comprehensive income of investments accounted for using equity method
As of April 1, 2021	5,483	14,901	(13,475)	6,132	518	0
Profit	-	-	-	-	-	-
Other comprehensive income	-	-	-	992	-	(0)
Comprehensive income	-	-	-	992	-	(0)
Dividends of surplus	-	-	-	-	-	-
Purchase of treasury shares	-	-	(0)	-	-	-
Disposal of treasury shares	-	2	17	-	(19)	-
Share-based payment transactions	-	50	37	-	-	-
Loss of control of subsidiaries	-	-	-	-	-	-
Changes in ownership interest in subsidiaries	-	(3)	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	(53)	-	-
Other	-	-	-	-	-	-
Total transactions with owners	-	49	54	(53)	(19)	-
As of September 30, 2021	5,483	14,950	(13,420)	7,072	499	0

	Equity attributable to owners of parent					
	Other components of equity					
	Exchange differences on translation of foreign operations	Total	Retained earnings	Total	Non-controlling interests	Total equity
As of April 1, 2021	(34)	6,618	98,744	112,271	1,715	113,986
Profit	-	-	9,373	9,373	114	9,488
Other comprehensive income	68	1,061	-	1,061	4	1,066
Comprehensive income	68	1,061	9,373	10,435	119	10,554
Dividends of surplus	-	-	(3,513)	(3,513)	(110)	(3,624)
Purchase of treasury shares	-	-	-	(0)	-	(0)
Disposal of treasury shares	-	(19)	-	0	-	0
Share-based payment transactions	-	-	-	88	-	88
Loss of control of subsidiaries	-	-	-	-	(166)	(166)
Changes in ownership interest in subsidiaries	-	-	-	(3)	133	130
Transfer from other components of equity to retained earnings	-	(53)	53	-	-	-
Other	-	-	(5)	(5)	-	(5)
Total transactions with owners	-	(72)	(3,466)	(3,435)	(142)	(3,578)
As of September 30, 2021	34	7,607	104,651	119,271	1,691	120,963

(4) Condensed Consolidated Statements of Cash Flows

Millions of Yen

	FY2021 Q2 (Six months ended September 30, 2020)	FY2022 Q2 (Six months ended September 30, 2021)
Cash flows from operating activities		
Profit before tax	11,727	13,905
Depreciation and amortization	8,720	8,361
Interest and dividend income	(226)	(241)
Interest expenses	86	83
Share of loss (profit) of investments accounted for using equity method	78	(0)
Decrease (increase) in trade and other receivables	13,849	9,936
Decrease (increase) in inventories	(1,015)	(1,409)
Increase (decrease) in trade and other payables	(3,025)	(7,042)
Increase (decrease) in contract liabilities	2,039	3,240
Increase or decrease in retirement benefit asset or liability	(535)	(515)
Other	(4,348)	(8,281)
Subtotal	27,350	18,036
Interest and dividends received	238	242
Interest paid	(87)	(84)
Income taxes paid	(5,724)	(6,388)
Net cash provided by (used in) operating activities	21,777	11,805
Cash flows from investing activities		
Purchase of property, plant and equipment	(979)	(989)
Proceeds from sale of property, plant and equipment	0	0
Purchase of intangible assets	(3,067)	(3,653)
Purchase of investment securities	(746)	(1,172)
Proceeds from sale of investment securities	12	109
Proceeds from acquisition of subsidiaries	146	-
Decrease due to losses on control of subsidiaries	-	(480)
Other	(26)	593
Net cash provided by (used in) investing activities	(4,660)	(5,594)

Millions of Yen

	FY2021 Q2	FY2022 Q2
	(Six months ended September 30, 2020)	(Six months ended September 30, 2021)
Cash flows from financing activities		
Repayments of long-term borrowings	(2,202)	(1,140)
Repayments of lease liabilities	(4,349)	(4,424)
Dividends paid	(3,764)	(3,512)
Dividends paid to non-controlling interests	(96)	(103)
Other	(115)	242
Net cash provided by (used in) financing activities	(10,528)	(8,937)
Effect of exchange rate changes on cash and cash equivalents	(15)	31
Net increase (decrease) in cash and cash equivalents	6,573	(2,694)
Cash and cash equivalents at beginning of period	33,615	46,281
Cash and cash equivalents at end of period	40,188	43,586