

May 11, 2021

## CONSOLIDATED FINANCIAL REPORT FOR THE FISCAL YEAR ENDED MARCH 31, 2021 [Japanese GAAP]

SCREEN Holdings Co., Ltd. is listed on the First Section of the Tokyo Stock Exchange with the securities code number 7735.

(URL <https://www.screen.co.jp/en>)

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Date of the annual shareholders' meeting: June 24, 2021

Date of payment for cash dividends: June 25, 2021

Date planned for the filing of the financial report: June 25, 2021

Figures have been rounded down to eliminate amounts less than one million yen, except per share figures.

### PERFORMANCE (APR. 1, 2020-MAR. 31, 2021)

(Millions of yen, except per share figures)

(1) Business Results (Percentage are the rate of increase or decrease from the previous fiscal year)

	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
<b>Fiscal year ended Mar. 31, 2021</b>	¥ 320,322	-0.9%	¥ 24,492	95.0%	¥ 22,720	95.3%
Fiscal year ended Mar. 31, 2020	323,249	-11.3	12,561	-57.6	11,636	-60.3

Note: Comprehensive income

Fiscal year ended Mar. 31, 2021: ¥ 36,437 million (- %)

Fiscal year ended Mar. 31, 2020: ¥ (906) million (- %)

	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)	Diluted Earnings per Share (Yen)	Return on Equity	Return on Assets (Ordinary Income Basis)	Return on Sales (Operating Income Basis)
<b>Fiscal year ended Mar. 31, 2021</b>	¥ 15,164	202.7%	¥ 325.21	¥ 308.17	7.9%	6.2%	7.6%
Fiscal year ended Mar. 31, 2020	5,010	-72.3	107.37	101.47	2.8	3.2	3.9

Reference: Equity in earnings (losses) of affiliates accounted for by the equity method

Fiscal year ended Mar. 31, 2021: ¥ (438) million

Fiscal year ended Mar. 31, 2020: ¥ (491) million

### (2) Financial Position

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
<b>Mar. 31, 2021</b>	¥ 382,632	¥ 208,548	54.5%	¥ 4,475.17
Mar. 31, 2020	347,964	174,142	50.0	3,727.10

Reference: Equity

As of Mar. 31, 2021: ¥ 208,381 million

As of Mar. 31, 2020: ¥ 173,941 million

### (3) Cash Flows

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents, End of Period
<b>Fiscal year ended Mar. 31, 2021</b>	¥ 57,205	¥ (6,242)	¥ (27,071)	¥ 60,744
Fiscal year ended Mar. 31, 2020	11,811	(11,293)	4,927	35,519

**CASH DIVIDENDS**

(Yen)

Record date	Cash Dividends per Share					Total Dividends (Annual) (millions of yen)	Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual			
Fiscal year ended Mar. 31, 2020	¥ –	¥ –	¥ –	¥ 30.00	¥ 30.00	¥ 1,402	27.9 %	0.8 %
<b>Fiscal year ended Mar. 31, 2021</b>	–	–	–	<b>90.00</b>	<b>90.00</b>	<b>4,208</b>	<b>27.7</b>	<b>2.2</b>
Fiscal year ending Mar. 31, 2022 (Forecast)	–	–	–	155.00	155.00		30.1	

**FORECAST OF BUSINESS RESULTS FOR THE FISCAL YEAR ENDING MARCH 31, 2022**

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period)

	Net Sales	Percentage Change	Operating Income	Percentage Change
Six months period ending Sept. 30, 2021	¥ 182,000	27.5%	¥ 17,500	169.8%
Fiscal year ending Mar. 31, 2022	372,500	16.3	37,500	53.1

	Ordinary Income	Percentage Change	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)
Six months period ending Sept. 30, 2021	¥ 16,000	194.8%	¥ 11,000	226.2%	¥ 236.23
Fiscal year ending Mar. 31, 2022	34,500	51.8	24,000	58.3	515.42

**[Notes]**

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): No  
New Company: Not applicable      Exclusion: Not applicable

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

1. Changes in accounting policies accompanied by revision of accounting standard etc.: No
2. Changes in accounting policies other than 1: No
3. Changes in accounting estimates: No
4. Retrospective restatement: No

(3) Number of shares outstanding

1. Number of shares outstanding as of end of period (including treasury stock)  
As of Mar. 31, 2021: 50,794,866 shares      As of Mar. 31, 2020: 50,794,866 shares
2. Number of treasury stock as of end of period  
As of Mar. 31, 2021: 4,231,050 shares      As of Mar. 31, 2020: 4,125,447 shares
3. Average number of shares outstanding  
Fiscal year ended Mar. 31, 2021: 46,630,575 shares      Fiscal year ended Mar. 31, 2020: 46,666,024 shares  
Please refer to P.16 [Notes to consolidated financial statements – (PER SHARE INFORMATION)] for more information.

\*This financial report is exempt from the auditing procedures by certified public accountants or audit firm.

\*Explanation for appropriate use of forecasts and other notes

The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to SCREEN Holdings and certain assumptions that are regarded as legitimate. SCREEN Holdings does not promise that the forecasts or estimates will be accurate. Large discrepancies may be seen in the actual results due to various factors.

## **BUSINESS RESULTS, etc.**

### **1. Business Results**

#### **Consolidated Business Results**

During the fiscal year ended March 31, 2021, the global economy appeared to weaken due to the far-reaching restrictions on economic activities put in place to combat the COVID-19 pandemic. Due to each country's own economic measures and increasing vaccination rate, signs of recovery are emerging, but the extent of improvement varies by country, region and industry. There was also a heightened awareness of geopolitical risks, such as the escalating confrontation over technology between the United States and China. In Japan, as well, although the situation remains severe due in part to stagnant individual consumption and bearish capital investment, recovery of business sentiment mainly in manufacturing industry was seen in the latter half of the fiscal year.

With regard to the business conditions surrounding the SCREEN Group, in the semiconductor industry, capital investment by foundries and memory manufacturers increased due mainly to increasing 5G and AI utilization, and the development of IoT technologies and DX, as well as increased demand associated with the rapid growth of remote work caused by COVID-19. In the FPD business field, instead of investment in large-sized LCD panels, the main investment turned to be in small- and medium-sized panels for OLEDs. In graphic arts equipment business, capital investment decreased due to the impact of the economic downturn.

Under these circumstances, for the fiscal year ended March 31, 2021, the SCREEN Group posted consolidated net sales of ¥320,322 million, a decrease of ¥2,927 million (0.9%) from the previous fiscal year. On the earnings front, although net sales decreased, as the result of an improvement in profitability and fixed cost reductions, operating income totaled ¥24,492 million, up ¥11,930 million (95.0%) year on year. Ordinary income amounted to ¥22,720 million, up ¥11,083 million (95.3%) year on year. In addition, as a result of recording extraordinary loss, such as impairment loss related to property, plant and equipment, profit attributable to owners of parent was ¥15,164 million, up ¥10,153 million (202.7%) compared with the previous fiscal year.

#### **Results by Business Segment**

Performance by reportable segment is explained below.

##### ***The Semiconductor Production Equipment (SPE) Business***

In the SPE business, sales to foundries and memory manufacturers expanded year on year, despite a decrease in sales to logic chip makers. By region, sales to Taiwan and North America declined, but those to China and Japan rose. As a result, net sales in this segment amounted to ¥235,554 million, up 2.2% year on year. On the earnings front, operating income was ¥25,999 million (up 61.1% year on year) due to significant improvement of profitability.

##### ***The Graphic Arts Equipment (GA) Business***

In the GA business, net sales in this segment amounted to ¥37,403 million, down 17.9% year on year due to a decline in equipment sales as a result of the macroeconomic downturn caused by COVID-19. On the earnings front, operating income was ¥535 million (down 63.0% year on year) due mainly to a decrease in sales, although fixed costs were suppressed.

##### ***The Display Production Equipment and Coater (FT) Business***

In the FT business, although sales of production equipment for small- and medium-sized OLEDs increased, sales of production equipment for large-sized LCD panels decreased year on year, affected by such as travel restrictions caused by COVID-19. As a result, net sales in this segment amounted to ¥34,720 million, down 1.3% year on year. On the earnings front, operating income was ¥435 million (compared with operating loss of ¥2,569 million in the previous fiscal year) due to improved profitability, despite decreased sales.

##### ***The PCB-Related Equipment (PE) Business***

In the PE business, sales of direct imaging system rose by such as increasing 5G utilization. As a result, net sales in this segment amounted to ¥10,429 million, up 3.7% year on year. On the earnings front, operating income in this segment came to ¥773 million (compared with operating loss of ¥258 million in the previous fiscal year), mainly reflecting the increase in net sales and fixed cost reductions.

## 2. Financial Position

### Assets, Liabilities and Net Assets

Total assets as of March 31, 2021 stood at ¥382,632 million, an increase of ¥34,667 million, or 10.0%, compared with the end of the previous fiscal year. This was largely due to an increase in cash and time deposits and an increase in investment securities as a result of a rise in the market value of stock held.

Total liabilities amounted to ¥174,083 million, up ¥261 million, or 0.2%, compared with the end of the previous fiscal year. This was mainly attributable to an increase in notes and accounts payable including electronically recorded obligations, and in advances received, despite a decrease in short-term loans payable.

Total net assets amounted to ¥208,548 million, up ¥34,406 million, or 19.8%, compared with the end of the previous fiscal year. This was mainly attributable to an increase in valuation difference on available-for-sale securities due to a rise in the market value of stock held and the recording of profit attributable to owners of parent, despite payment of cash dividends.

As a result, the equity ratio as of March 31, 2021 stood at 54.5%. Net interest-bearing debt, which is interest-bearing debt minus cash and time deposits, decreased by ¥48,477 million from the end of the previous fiscal year to a negative (net cash position) of ¥18,945 million.

### Financial Indicators

	Fiscal year ended Mar.31, 2017	Fiscal year ended Mar.31, 2018	Fiscal year ended Mar.31, 2019	Fiscal year ended Mar.31, 2020	Fiscal year ended Mar.31, 2021
Equity ratio (%)	47.5	46.7	47.0	50.0	54.5
Return on equity (ROE) (%)	18.4	18.2	10.3	2.8	7.9

## 3. Cash Flows

The status of cash flows during the fiscal year ended March 31, 2021 is as follows.

Net cash provided by operating activities amounted to ¥57,205 million, compared with ¥11,811 million provided by operating activities in the previous fiscal year. This was because the sum of income before income taxes, a decrease in inventories, depreciation and amortization and other inflows exceeded an increase in notes and accounts receivable including electronically recorded monetary claims and other outflows.

Net cash used in investing activities amounted to ¥6,242 million, compared with ¥11,293 million used in investing activities in the previous fiscal year. This was largely attributable to the purchase of property, plant and equipment, such as equipment for R&D.

Net cash used in financing activities totaled ¥27,071 million, compared with ¥4,927 million provided by financing activities in the previous fiscal year. This was due mainly to the repayments of short-term loans payable and the payment of cash dividends.

As a result, cash and cash equivalents as of March 31, 2021 totaled ¥60,744 million, up ¥25,224 million from March 31, 2020.

#### 4. Outlook

In the future business environment surrounding the Company, in the semiconductor industry, aggressive capital investment by semiconductor manufacturers is expected to continue in response to rising demand due to the enhancement of infrastructure for such as 5G and AI, as well as EV, IoT technologies, remote work and the development of DX.

In this environment, our consolidated business forecast for the fiscal year ending March 31, 2022 includes increase in both sales and profit from the fiscal year ended March 31, 2021.

#### Forecast of the consolidated business result for the fiscal year ending March 31, 2022

(Millions of yen)

	The first half ending Sep. 30, 2021	Fiscal year ending Mar. 31, 2022
Net sales	¥ 182,000	¥ 372,500
SPE	139,500	285,000
GA	18,500	38,000
FT	17,000	35,000
PE	5,500	11,500
Other and Adjustments	1,500	3,000
Operating income	17,500	37,500
Ordinary income	16,000	34,500
Profit attributable to owners of parent	11,000	24,000

\*The aforementioned forecasts are based on foreign currency exchange rate estimates of US\$1.00 = ¥105 and EUR1.00 = ¥125.

Business forecasts are also made in accordance with currently available information and rational assumptions.

However, it should be noted that actual results could differ significantly due to a variety of factors.

#### 5. Basic Policy Regarding Allocation of Profits, and Dividends for the Fiscal Year under Review and Fiscal Year Ending March 31, 2022

##### (1) Dividends for the Fiscal Year Under Review

In light of the Group's performance during the fiscal year, SCREEN Holdings expects to distribute a fiscal year-end cash dividend of ¥90 per share for the fiscal year ended March 31, 2021. For details, please see "Notice: Dividends of Surplus", released today.

##### (2) Basic Policy Regarding Allocation of Profits for the Fiscal Year Ending March 31, 2022

Our medium-term management plan, Value Up 2023, aims to secure a total consolidated shareholder return ratio of 30% or above from the fiscal year ending March 31, 2022 as part of our efforts to enhance shareholder returns. This target also takes into account our commitment to maintaining a sound financial position that can respond to future changes in the business environment and to increasing retained earnings necessary for investment in growth.

##### (3) Dividends for the Fiscal Year Ending March 31, 2022

Based on performance forecasts and the basic policy regarding allocation of profits described in (2), above, SCREEN Holdings currently anticipates a fiscal year-end cash dividend of ¥155 per share for the fiscal year ending March 31, 2022.

#### **BASIC PREMISE ON ACCOUNTING STANDARDS**

In consideration of possibilities that these consolidated financial statements may be subject to trend analysis and/or comparison with other companies' financial statements, the SCREEN Group's policy is to produce its consolidated financial statements according to Japanese accounting standards.

The SCREEN Group's policy regarding harmonization with IFRS is to apply appropriate measures based on consideration of domestic and overseas economic situation(s).

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2020	Mar. 31, 2021
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and time deposits	¥ 37,770	¥ 62,727
Notes and accounts receivable - trade	72,703	79,812
Electronically recorded monetary claims - operating	10,054	6,724
Merchandise and finished goods	54,243	49,444
Work in process	36,468	34,074
Raw materials and supplies	15,548	12,159
Other	12,455	8,915
Allowance for doubtful accounts	(701)	(970)
Total current assets	238,543	252,887
<b>Non-current assets:</b>		
<b>Property, plant and equipment:</b>		
Buildings and structures	59,999	61,819
Accumulated depreciation	(40,435)	(41,812)
Buildings and structures (Net)	19,564	20,007
Machinery, equipment and vehicles	50,233	52,521
Accumulated depreciation	(31,842)	(34,452)
Machinery, equipment and vehicles (Net)	18,391	18,068
Land	9,460	9,796
Lease assets	4,885	4,873
Accumulated depreciation	(3,703)	(4,035)
Lease assets (Net)	1,181	837
Construction in progress	7,094	3,135
Other	17,306	18,267
Accumulated depreciation	(12,104)	(13,059)
Other (Net)	5,202	5,208
Total property, plant and equipment	60,893	57,054
<b>Intangible assets:</b>		
Lease assets	90	67
Other	6,077	5,345
Total intangible assets	6,167	5,412
<b>Investments and other assets:</b>		
Investment securities	30,586	53,990
Long-term loans receivable	4	3
Net defined benefit asset	4,366	7,494
Deferred tax assets	4,980	3,433
Other	2,551	2,474
Allowance for doubtful accounts	(129)	(118)
Total investments and other assets	42,359	67,277
Total non-current assets	109,421	129,744
<b>Total assets</b>	<b>347,964</b>	<b>382,632</b>

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2020	Mar. 31, 2021
<b>LIABILITIES</b>		
<b>Current liabilities:</b>		
Notes and accounts payable - trade	¥ 25,061	¥ 28,243
Electronically recorded obligations - operating	41,333	45,171
Short-term loans payable	30,000	—
Current portion of long-term loans payable	3,614	109
Lease obligations	1,210	1,258
Income taxes payable	2,227	3,320
Notes payable-facilities	4	101
Electronically recorded obligations - facilities	8	571
Advances received	10,117	16,756
Provision for bonuses	1,201	2,424
Provision for directors' bonuses	123	178
Provision for product warranties	6,787	7,053
Provision for loss on order received	311	136
Other	14,878	15,541
Total current liabilities	136,878	120,867
<b>Non-current liabilities:</b>		
Convertible bond-type bonds with share acquisition rights	30,095	30,066
Long-term loans payable	109	10,000
Lease obligations	2,272	2,347
Deferred tax liabilities	2,376	8,599
Net defined benefit liability	1,015	1,183
Provision for directors' retirement benefits	181	197
Provision for stock payment	43	25
Provision for management board incentive plan trust	42	23
Asset retirement obligations	65	66
Other	740	705
Total non-current liabilities	36,943	53,215
Total liabilities	173,822	174,083
<b>NET ASSETS</b>		
<b>Shareholders' equity:</b>		
Capital stock	54,044	54,044
Capital surplus	4,488	4,488
Retained earnings	130,908	144,669
Treasury stock	(17,961)	(18,590)
Total shareholders' equity	171,479	184,612
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	10,841	27,435
Foreign currency translation adjustment	(7,134)	(4,328)
Remeasurements of defined benefit plans	(1,244)	661
Total accumulated other comprehensive income	2,462	23,768
<b>Non-controlling interests</b>	200	167
<b>Total net assets</b>	174,142	208,548
<b>Total liabilities and net assets</b>	347,964	382,632

**CONSOLIDATED STATEMENTS OF INCOME**

(Millions of yen)

	Apr.1, 2019- Mar.31, 2020	Apr.1, 2020- Mar.31, 2021
<b>Net sales</b>	¥ 323,249	¥ 320,322
<b>Cost of sales</b>	246,680	232,309
<b>Gross profit</b>	76,568	88,012
<b>Selling, general and administrative expenses</b>	64,007	63,519
<b>Operating income</b>	12,561	24,492
<b>Non-operating income</b>		
Interest income	89	83
Dividends income	570	519
Subsidy income	83	432
Other	643	816
Total non-operating income	1,386	1,852
<b>Non-operating expenses</b>		
Interest expenses	558	498
Foreign exchange losses, net	297	825
Share of loss of entities accounted for using equity method	491	438
Loss on retirement of non-current assets	379	745
Other	585	1,115
Total non-operating expenses	2,311	3,624
<b>Ordinary income</b>	11,636	22,720
<b>Extraordinary income</b>		
Gain on sales of investment securities	332	25
Total extraordinary income	332	25
<b>Extraordinary loss</b>		
Impairment loss	1,576	2,043
Loss on valuation of investment securities	1,813	18
Other	—	9
Total extraordinary loss	3,390	2,072
Income before income taxes	8,579	20,673
Income taxes	4,486	5,682
Income taxes-deferred	(890)	(140)
Total income taxes	3,595	5,541
Profit	4,983	15,131
Loss attributable to non-controlling interests	(26)	(33)
<b>Profit attributable to owners of parent</b>	5,010	15,164



<b>CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME</b>
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(Millions of yen)

	Apr.1, 2019- Mar.31, 2020	Apr.1, 2020- Mar.31, 2021
<b>Profit</b>	¥ 4,983	¥ 15,131
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	(3,478)	16,593
Foreign currency translation adjustment	(1,768)	2,801
Remeasurements of defined benefit plans	(622)	1,906
Share of other comprehensive income of entities accounted for using equity method	(20)	4
Total other comprehensive income	(5,890)	21,306
<b>Comprehensive income</b>	(906)	36,437
Comprehensive income attributable to:		
Owners of parent	(879)	36,471
Non-controlling interests	(27)	(33)

**CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY**

Apr.1, 2019- Mar.31, 2020

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of beginning of current period	¥ 54,044	¥ 4,488	¥ 130,274	¥ (18,044)	¥ 170,763
Cumulative effects of changes in accounting policies			158		158
Currently stated balance, as of beginning of current period	54,044	4,488	130,433	(18,044)	170,922
Increase (decrease) during the period					
Dividends from surplus			(4,535)		(4,535)
Profit attributable to owners of parent			5,010		5,010
Acquisition of treasury stock				(3)	(3)
Disposal of treasury stock		0		85	85
Other					—
Total changes during the period	—	0	475	82	557
Balance as of end of current period	54,044	4,488	130,908	(17,961)	171,479

	Accumulated other comprehensive income					
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	Non-controlling interests	Total net assets
Balance as of beginning of current period	¥ 14,319	¥ (5,345)	¥ (622)	¥ 8,352	¥ 17	¥ 179,133
Cumulative effects of changes in accounting policies				—		158
Currently stated balance, as of beginning of current period	14,319	(5,345)	(622)	8,352	17	179,292
Increase (decrease) during the period						
Dividends from surplus				—		(4,535)
Profit attributable to owners of parent				—		5,010
Acquisition of treasury stock				—		(3)
Disposal of treasury stock				—		85
Other	(3,478)	(1,789)	(622)	(5,890)	182	(5,707)
Total changes during the period	(3,478)	(1,789)	(622)	(5,890)	182	(5,149)
Balance as of end of current period	10,841	(7,134)	(1,244)	2,462	200	174,142

**CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY**

Apr.1, 2020- Mar.31, 2021

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of beginning of current period	¥ 54,044	¥ 4,488	¥ 130,908	¥ (17,961)	¥ 171,479
Cumulative effects of changes in accounting policies					—
Currently stated balance, as of beginning of current period	54,044	4,488	130,908	(17,961)	171,479
Increase (decrease) during the period					
Dividends from surplus			(1,402)		(1,402)
Profit attributable to owners of parent			15,164		15,164
Acquisition of treasury stock				(683)	(683)
Disposal of treasury stock				54	54
Other					—
Total changes during the period	—	—	13,761	(628)	13,132
Balance as of end of current period	54,044	4,488	144,669	(18,590)	184,612

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance as of beginning of current period	¥ 10,841	¥ (7,134)	¥ (1,244)	¥ 2,462	¥ 200	¥ 174,142	
Cumulative effects of changes in accounting policies				—		—	
Currently stated balance, as of beginning of current period	10,841	(7,134)	(1,244)	2,462	200	174,142	
Increase (decrease) during the period							
Dividends from surplus				—		(1,402)	
Profit attributable to owners of parent				—		15,164	
Acquisition of treasury stock				—		(683)	
Disposal of treasury stock				—		54	
Other	16,593	2,806	1,906	21,306	(33)	21,273	
Total changes during the period	16,593	2,806	1,906	21,306	(33)	34,406	
Balance as of end of current period	27,435	(4,328)	661	23,768	167	208,548	

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Millions of yen)

	Apr.1, 2019- Mar.31, 2020	Apr.1, 2020- Mar.31, 2021
<b>Cash flow from operating activities:</b>		
Income before income taxes	¥ 8,579	¥ 20,673
Depreciation and amortization	8,860	9,628
Impairment loss	1,576	2,043
Loss (gain) on valuation of investment securities	1,813	18
Loss (gain) on sales of investment securities	(332)	(15)
Loss on retirement of non-current assets	379	745
Share of loss (profit) of entities accounted for using equity method	491	438
Increase (decrease) in net defined benefit asset and liability	152	(291)
Increase (decrease) in provision for bonuses	(1,416)	1,223
Increase (decrease) in provision for directors' bonuses	(31)	55
Increase (decrease) in provision for stock payment	9	(18)
Increase (decrease) in provision for management board incentive plan trust	3	(18)
Increase (decrease) in provision for product warranties	(75)	237
Increase (decrease) in provision for loss on order received	237	(175)
Interest and dividend income	(659)	(602)
Interest expenses	558	498
Decrease (increase) in notes and accounts receivable including electronically recorded monetary claims	17,580	(2,920)
Decrease (increase) in inventories	9,383	12,066
Decrease (increase) in other current assets	1,234	(372)
Increase (decrease) in notes and accounts payable including electronically recorded obligations	(25,238)	7,318
Increase (decrease) in other current liabilities	(6,021)	7,234
Other, net	982	54
Subtotal	18,066	57,822
Interest and dividend income received	630	577
Interest expenses paid	(554)	(508)
Contribution in connection with the shift to a defined-contribution pension plan	(1)	(0)
Income taxes paid	(6,328)	(685)
Net cash provided by (used in) operating activities	11,811	57,205
<b>Cash flow from investing activities:</b>		
Decrease (increase) in time deposits	(1,090)	408
Purchase of property, plant and equipment	(9,114)	(5,390)
Proceeds from sales of property, plant and equipment	92	95
Purchase of intangible assets	(1,277)	(1,326)
Purchase of investment securities	(475)	(212)
Proceeds from sales of investment securities	591	50
Other, net	(19)	133
Net cash provided by (used in) investing activities	(11,293)	(6,242)
<b>Cash flow from financing activities:</b>		
Net increase (decrease) in short-term loans payable	12,000	(30,000)
Proceeds from long-term loans payable	-	10,000
Repayments of long-term loans payable	(1,504)	(3,614)
Repayments of lease obligations	(1,243)	(1,350)
Proceeds from share issuance to non-controlling shareholders	210	-
Net decrease (increase) in treasury stock	(2)	(689)
Cash dividends paid	(4,531)	(1,416)
Net cash provided by (used in) financing activities	4,927	(27,071)
Effect of exchange rate changes on cash and cash equivalents	(848)	1,333
Net increase (decrease) in cash and cash equivalents	4,597	25,224
Cash and cash equivalents at beginning of period	30,922	35,519
Cash and cash equivalents at end of period	35,519	60,744

**[Notes to consolidated financial statements]**

(Note for going concern assumption)

Not Applicable

**SEGMENT INFORMATION****1. Segment Overview****(1) Reportable Segments**

The SCREEN Group's reportable segments are the business units for which the Company obtains financial information separately in order for the Board of Directors to conduct periodic investigations to determine distribution of management resources and evaluate their business results.

The Group utilizes a holding company structure under which it has established business operating companies organized by categories of products and services. Each business operating company establishes a comprehensive strategy and implements business activities related to the products and services it handles for both domestic and overseas markets.

Accordingly, the SCREEN Group comprises four reportable segments based on said business operating companies and organized by products and services. The four segments are as follows: Semiconductor Production Equipment Business (SPE), Graphic Arts Equipment Business (GA), Display Production Equipment and Coater Business (FT), and PCB-Related Equipment Business (PE).

**(2) Products and Services of Reportable Segments**

The SPE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.

**2. Measurement of Net Sales, Income (loss), Assets and Other amounts by Reportable Segment**

The method of accounting for each reportable segment is in accordance with the accounting policies adopted for the preparation of the consolidated financial statements.

Income for each reportable segment is based on operating income.

Intersegment revenues and transfers are based on market prices.

**SEGMENT INFORMATION****3. Net Sales, Income (loss), Assets and Other amounts by Reportable Segment****Apr.1, 2019- Mar.31, 2020**

(Millions of yen)

	Reportable segment					Other *1	Total	Adjustments *2	Consolidated *3
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 230,495	¥ 45,512	¥ 35,179	¥ 10,054	¥ 321,241	¥ 2,007	¥ 323,249	—	¥ 323,249
(2) Intersegment sales and transfers	5	41	—	—	46	12,952	12,998	(12,998)	—
Total	230,501	45,553	35,179	10,054	321,287	14,959	336,247	(12,998)	323,249
Segment income (loss)	16,135	1,449	(2,569)	(258)	14,757	(1,493)	13,264	(702)	12,561
Segment assets	197,315	43,574	35,906	9,482	286,279	7,602	293,881	54,082	347,964
Other									
Depreciation and amortization	4,996	924	353	137	6,411	321	6,733	2,126	8,860
Impairment loss	—	1,184	204	162	1,551	24	1,576	—	1,576
Increase in the amount of tangible fixed assets and intangible fixed assets	3,740	742	1,123	144	5,750	324	6,075	1,909	7,984

Notes:

\*1 The “Other” category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business and inspection system for in-vehicle components, software development, planning and production of printed matter and other businesses.

\*2 Segment operating income (loss) adjustment of ¥ (702) million is the Company’s profit (loss) not attributable to a reportable segment.

Segment assets adjustment of ¥ 54,082 million consists of the corporate assets not apportioned to each reportable segment and the elimination of intersegment transactions.

\*3 Segment income (loss) is reconciled to operating income in the consolidated statements of income.

**Apr.1, 2020- Mar.31, 2021**

(Millions of yen)

	Reportable segment					Other *1	Total	Adjustments *2	Consolidated *3
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 235,497	¥ 37,297	¥ 34,720	¥ 10,426	¥ 317,942	¥ 2,379	¥ 320,322	—	¥ 320,322
(2) Intersegment sales and transfers	56	105	—	3	165	13,076	13,241	(13,241)	—
Total	235,554	37,403	34,720	10,429	318,108	15,455	333,563	(13,241)	320,322
Segment income (loss)	25,999	535	435	773	27,743	(696)	27,047	(2,554)	24,492
Segment assets	207,243	42,168	30,471	10,234	290,118	7,988	298,107	84,525	382,632
Other									
Depreciation and amortization	5,933	605	502	92	7,133	261	7,395	2,232	9,628
Impairment loss	—	220	1,704	118	2,043	—	2,043	—	2,043
Increase in the amount of tangible fixed assets and intangible fixed assets	3,057	537	986	192	4,774	363	5,137	2,705	7,842

Notes:

\*1 The “Other” category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business and inspection system for in-vehicle components, software development, planning and production of printed matter and other businesses.

\*2 Segment operating income (loss) adjustment of ¥ (2,554) million is the Company’s profit (loss) not attributable to a reportable segment.

Segment assets adjustment of ¥ 84,525 million consists of the corporate assets not apportioned to each reportable segment and the elimination of intersegment transactions.

\*3 Segment income (loss) is reconciled to operating income in the consolidated statements of income.

**PER SHARE INFORMATION**

(Yen)

	Apr.1, 2019- Mar.31, 2020	Apr.1, 2020- Mar.31, 2021
Net assets per share	3,727.10	4,475.17
Basic earnings per share	107.37	325.21
Diluted earnings per share	101.47	308.17

## Notes:

1. The Company has introduced a performance-linked share compensation system for directors and corporate officers. The SCREEN Holdings shares remaining in trust are recorded as treasury stock under shareholders' equity and are deducted from the number of shares outstanding as of the fiscal year end for the purpose of calculating net assets per share (191 thousand shares as of March 31, 2021 and 87 thousand shares as of March 31, 2020) and are deducted from the weighted average number of shares outstanding during the year for the purpose of calculating basic earnings per share and diluted earnings per share (125 thousand shares for the year ended March 31, 2021 and 91 thousand shares for the year ended March 31, 2020).

2. The basis for the calculation of net assets per share is as follows.

	Mar. 31, 2020	Mar. 31, 2021
Total net assets (Millions of yen)	174,142	208,548
Amount deducted from Total net assets (Millions of yen)	200	167
[ Non-controlling interests (Millions of yen) ]	[200]	[167]
Net assets attributable to common stock at the fiscal year-end (Millions of yen)	173,941	208,381
Number of common stock at the fiscal year-end used for the calculation of Net assets per share (Thousands of shares)	46,669	46,563

3. The basis for the calculation of basic earnings per share and diluted earnings per share is as follows.

	Apr.1, 2019- Mar.31, 2020	Apr.1, 2020- Mar.31, 2021
Basic earnings per share		
Profit attributable to owners of parent (Millions of yen)	5,010	15,164
Amount not attributable to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent related to common stock (Millions of yen)	5,010	15,164
Average number of shares outstanding of common stock during the fiscal year (Thousands of shares)	46,666	46,630
Diluted earnings per share		
Adjustments of profit attributable to owners of parent (Millions of yen)	(20)	(20)
[ Interest income (After deduction of tax credit) (Millions of yen) ]	[(20)]	[(20)]
Increase in shares of common stock (Thousands of shares)	2,511	2,511
[ Convertible bond-type bonds with share acquisition rights (Thousands of shares) ]	[2,511]	[2,511]
Summary of potential shares not included in calculation of Diluted earnings per share because there are no dilutive effects	—	—

(Significant subsequent events)

Not applicable



## Consolidated Financial Highlights for the Fiscal Year Ended Mar. 31, 2021

(Figures less than one million yen have been omitted and other figures have been rounded.)

	FY2020	FY2021	Difference		FY2022	
	12 months ended Mar. 31, 2020	12 months ended Mar. 31, 2021			6 months ending Sept. 30, 2021	12 months ending Mar. 31, 2022
	Result	Result	Amount	Percentage	Forecast	Forecast
Net sales	¥ 323,249	¥ 320,322	¥ (2,927)	-0.9%	¥ 182,000	¥ 372,500
Operating income	12,561	24,492	11,930	95.0%	17,500	37,500
[to net sales ratio]	3.9 %	7.6 %	3.7 pt	—	9.6 %	10.1 %
Ordinary income	11,636	22,720	11,083	95.3%	16,000	34,500
[to net sales ratio]	3.6 %	7.1 %	3.5 pt	—	8.8 %	9.3 %
Profit attributable to owners of parent	5,010	15,164	10,153	202.7%	11,000	24,000
[to net sales ratio]	1.6 %	4.7 %	3.1 pt	—	6.0 %	6.4 %
Total assets	347,964	382,632	34,667	10.0%	—	—
Net assets	174,142	208,548	34,406	19.8%	—	—
Equity	173,941	208,381	34,439	19.8%	—	—
Equity ratio	50.0 %	54.5 %	4.5 pt	—	—	—
Net assets per share (yen)	3,727.10	4,475.17	748.07	20.1%	—	—
Interest-bearing debt	67,302	43,781	(23,520)	-34.9%	—	—
Net Interest-bearing debt	29,531	(18,945)	(48,477)	—	—	—
Return on equity (ROE)	2.8 %	7.9 %	5.1 pt	—	—	—
Cash flow from operating activities	11,811	57,205	—	—	—	—
Cash flow from investing activities	(11,293)	(6,242)	—	—	—	—
Cash flow from financing activities	4,927	(27,071)	—	—	—	—
Depreciation and amortization	8,860	9,628	767	8.7%	4,900	10,000
Capital expenditures	7,984	7,842	(141)	-1.8%	5,500	12,000
R&D expenses	21,525	21,506	(19)	-0.1%	12,000	24,000
Number of employees	6,074	5,982	(92)	-1.5%	—	—
Number of consolidated subsidiaries	57	57	—	—	—	—
[Domestic]	[27]	[27]	[—]	—	—	—
[Overseas]	[30]	[30]	[—]	—	—	—
Number of non-consolidated subsidiaries	3	3	—	—	—	—
[Number of non-consolidated subsidiaries accounted for by equity method]	[—]	[—]	[—]	—	—	—
Number of affiliates	2	2	—	—	—	—
[Number of affiliates accounted for by equity method]	[2]	[2]	[—]	—	—	—

## Sales Breakdown (Consolidated)

(Millions of yen)

		FY2020		FY2021						FY2022	
		6 months ended Sept. 30, 2019	12 months ended Mar.31, 2020	3 months ended Jun. 30, 2020	3 months ended Sept. 30, 2020	6 months ended Sept. 30, 2020	3 months ended Dec. 31, 2020	3 months ended Mar. 31, 2021	12 months ended Mar.31, 2021	6 months ending Sept. 30, 2021	12 months ending Mar.31, 2022
		Result	Result	Result	Result	Result	Result	Result	Result	Forecast	Forecast
Semiconductor Production Equipment Business (SPE)	Domestic	20,507	43,470	16,059	7,986	24,045	10,805	11,662	46,513	—	—
	Overseas	86,393	187,030	36,628	46,772	83,400	43,767	61,873	189,041	—	—
	Total	106,901	230,501	52,687	54,758	107,446	54,572	73,535	235,554	139,500	285,000
Graphic Arts Equipment Business (GA)	Domestic	10,695	20,614	4,029	4,771	8,800	4,480	4,981	18,263	—	—
	Overseas	12,080	24,938	3,898	4,237	8,135	4,836	6,167	19,139	—	—
	Total	22,775	45,553	7,927	9,008	16,936	9,317	11,149	37,403	18,500	38,000
Display Production Equipment and Coater Business (FT)	Domestic	552	2,875	354	1,393	1,747	650	457	2,856	—	—
	Overseas	12,293	32,303	3,314	7,575	10,890	6,521	14,452	31,864	—	—
	Total	12,846	35,179	3,668	8,968	12,637	7,172	14,910	34,720	17,000	35,000
PCB-Related Equipment Business (PE)	Domestic	1,425	3,047	559	599	1,159	479	738	2,376	—	—
	Overseas	3,356	7,006	1,804	1,795	3,600	1,724	2,728	8,053	—	—
	Total	4,781	10,054	2,364	2,395	4,759	2,203	3,466	10,429	5,500	11,500
Other	Domestic	758	1,785	196	637	833	530	770	2,134	—	—
	Overseas	149	222	49	73	122	72	49	244	—	—
	Total	907	2,007	245	710	956	603	819	2,379	1,500	3,000
Intersegment sales	Domestic	(22)	(46)	(13)	(7)	(21)	(117)	(26)	(165)	—	—
	Overseas	—	—	—	—	—	—	—	—	—	—
	Total	(22)	(46)	(13)	(7)	(21)	(117)	(26)	(165)	—	—
Grand Total	Domestic	33,916	71,747	21,185	15,380	36,565	16,829	18,583	71,978	—	—
	Overseas	114,273	251,502	45,694	60,454	106,149	56,923	85,270	248,343	—	—
	Total	148,190	323,249	66,880	75,834	142,715	73,752	103,854	320,322	182,000	372,500
	Overseas Ratio	77.1%	77.8%	68.3%	79.7%	74.4%	77.2%	82.1%	77.5%	—	—

## Orders received &amp; Order backlog (Consolidated)

(Millions of yen)

		FY2020		FY2021							
		3 months ended Mar. 31, 2020		3 months ended Jun. 30, 2020		3 months ended Sept. 30, 2020		3 months ended Dec. 31, 2020		3 months ended Mar. 31, 2021	
		Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog
Semiconductor Production Equipment Business (SPE)	Domestic	11,519	17,341	8,046	9,328	12,202	13,545	14,627	17,367	10,846	16,551
	Overseas	50,887	66,788	34,963	65,123	46,937	65,289	65,753	87,275	73,082	98,484
	Total	62,407	84,129	43,010	74,452	59,140	78,834	80,380	104,642	83,928	115,036
Graphic Arts Equipment Business (GA)	Domestic	5,129	1,776	3,943	1,689	4,744	1,662	5,050	2,232	4,955	2,206
	Overseas	6,960	3,614	5,017	4,733	2,279	2,776	6,007	3,947	7,817	5,597
	Total	12,089	5,390	8,961	6,423	7,024	4,439	11,058	6,179	12,773	7,804
Display Production Equipment and Coater Business (FT)	Domestic	1,044	1,913	444	2,004	958	1,569	237	1,155	299	997
	Overseas	5,948	47,270	2,072	46,028	(3,881)	34,571	7,163	35,212	3,687	24,447
	Total	6,993	49,183	2,517	48,032	(2,923)	36,140	7,401	36,368	3,986	25,444
PCB-Related Equipment Business (PE)	Domestic	1,062	23	812	276	534	211	695	427	588	277
	Overseas	2,076	1,340	1,414	950	1,958	1,113	2,344	1,733	3,719	2,724
	Total	3,139	1,364	2,227	1,227	2,492	1,324	3,039	2,160	4,307	3,002
Grand Total	Domestic	18,756	21,055	13,247	13,299	18,439	16,988	20,611	21,183	16,690	20,033
	Overseas	65,872	119,013	43,468	116,836	47,295	103,750	81,268	128,168	88,306	131,253
	Total	84,629	140,068	56,715	130,135	65,734	120,739	101,880	149,352	104,996	151,287
	Overseas Ratio	77.8%	85.0%	76.6%	89.8%	71.9%	85.9%	79.8%	85.8%	84.1%	86.8%