



**Consolidated Financial Results
for the Six Months Ended June 30, 2021
[IFRS]**

August 5, 2021

Company name: Nissha Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 7915
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 Scheduled date of filing quarterly securities report: August 10, 2021
 Scheduled date of commencing dividend payments: September 1, 2021
 Availability of supplementary briefing material on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Scheduled (for institutional investors)

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Six Months Ended June 30, 2021 (January 1, 2021 to June 30, 2021)

(1) Consolidated Operating Results (cumulative) (% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended June 30, 2021	97,584	26.5	10,830	—	12,211	—	10,580	—	10,587	—	13,239	—
Six months ended June 30, 2020	77,164	3.7	(550)	—	(459)	—	483	—	481	—	(704)	—

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2021	212.46	210.86
Six months ended June 30, 2020	9.65	9.41

(Note) 1. The Company finalized the provisional accounting treatment pertaining to business combinations in the fiscal year ended December 31, 2020, and reflected the details of the finalization of the provisional accounting treatment on figures related to the corresponding period of the previous year.

2. The percentage change of profit and profit attributable to owners of parent of first half is shown as “—”, because the change from the previous corresponding period exceeds 1,000%.

(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
	Million yen	Million yen	Million yen	%
As of June 30, 2021	207,707	94,253	94,262	45.4
As of December 31, 2020	199,726	82,081	82,083	41.1

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2020	—	15.00	—	15.00	30.00
Fiscal year ending December 31, 2021	—	15.00			
Fiscal year ending December 31, 2021 (Forecast)			—	15.00	30.00

(Note) Revision of cash dividend forecast: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2021 (January 1, 2021 to December 31, 2021)

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	186,500	3.6	17,000	133.2	18,000	155.3	15,200	115.0	305.30

(Note) Revision of consolidated financial results forecast: Yes

Notes:

(1) Changes in significant subsidiaries during the period under review: No

(Changes in specified subsidiaries resulting in changes in scope of consolidation):

New: – (), Exclusion: – ()

(2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required by IFRS: No

2) Any changes other than 1) above: No

3) Changes in accounting estimates: No

(3) Total number of issued shares (common stock)

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

As of June 30, 2021	50,855,638 shares
As of December 31, 2020	50,855,638 shares

2) Total number of treasury shares at the end of the period:

As of June 30, 2021	1,067,840 shares
As of December 31, 2020	853,692 shares

3) Average number of shares during the period (cumulative total):

Six months ended June 30, 2021	49,833,215 shares
Six months ended June 30, 2020	49,937,352 shares

* This report on consolidated financial results is exempted from quarterly review by certified public accountant or auditing corporation.

* Explanation of the proper use of financial results forecast and other notes

The performance forecasts and other forward-looking statements contained in this report are based on information available to the Company on the date of this report's release and certain premises that the Company deems to be reasonable. Therefore, the Company has not prepared these descriptions with intent to commit to realize them. Actual results, etc. may differ from the forecasts, however, as a consequence of various factors in the future. For details on the premises of the performance forecasts of the Company and the points to note when using the performance forecasts, please see "1. Qualitative Information on Consolidated Financial Results for the Period under Review (3) Explanation of consolidated operating results forecast and other forecast information" on page 4 of the appendix.

We are scheduled to hold a briefing session for institutional investors on Thursday, August 5, 2021. Reference materials to be distributed at the briefing session are scheduled to be posted on our website on that day, as well.

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1. Qualitative Information on Consolidated Financial Results for the Period under Review

The provisional accounting treatment pertaining to the business combinations with AR Metallizing GmbH (renamed from Eurofoil Paper Coating GmbH on April 30, 2020) on January 31, 2020 was finalized at the end of the previous fiscal year. Accordingly, amounts for the previous corresponding first half used for the comparison reflect the adjustments for the finalization of provisional accounting treatments.

In addition, from the first quarter ended March 31, 2021, the Company has changed its business segments stated as reportable segments, and made comparisons and analysis based on the categories following the change. For details, please see “Segment information” under “(5) Notes to condensed consolidated financial statements.”

(1) Explanation of operating results

The Group’s Mission is to use the diverse talents of its people and core technologies as an engine for growth to create highly competitive, feature-rich products and services that realize customer value and contribute to better lives for all. Guided by this Mission, we established our Sustainability Vision as our long-term vision for 2030, and reflecting backward, formulated a strategy as set forth in our 7th Medium-term Business Plan to achieve our medium-term vision for 2023. Under the 7th Medium-term Business Plan, we aim to construct a foundation for growth by fully utilizing the global business bases we have acquired and built so far and maximizing their synergies.

During the six months ended June 30, 2021, global economic environment remained severe due to the prolonged impact of the novel coronavirus disease (COVID-19), but the economic conditions trended toward recovery following a gradual resumption of economic activities. Against the backdrop of progress in vaccinations and additional economic measures, the United States and Europe made headway in economic recovery. In China, economic conditions continued to recover gradually. In Japan, although economic fragility was observed in certain areas, trends toward economic recovery were steady owing to production buoyed by rising exports.

Under these conditions, with regard to financial results for the six months ended June 30, 2021, strong demand continued in the Devices segment mainly for products such as IT devices and industrial equipment (logistics related), with no seasonal variations. Demand remained vigorous in the Industrial Materials, primarily for the mobility (automotive and transport equipment) and sustainable materials markets. In the Medical Technologies segment, trends toward recovery in product demand, which had been decreased due to COVID-19, continued. In addition to firm product demand, operating profit also improved significantly year on year owing to the improvements in profit structure that the Group had worked on for some time.

As a result, regarding the financial results for the six months ended June 30, 2021, net sales were ¥97,584 million (an increase of 26.5% as compared to the same period of the previous year). Operating profit was ¥10,830 million (operating loss of ¥550 million in the same period of the previous year). Profit attributable to owners of parent was ¥10,587 million (an increase of 2,097.3% as compared to the same period of the previous year).

Following is an overview by business segment.

Industrial Materials

In the Industrial Materials segment, we mainly offer proprietary technologies that enable to create added value on the surfaces of various materials. IMD, IML, and IME, which facilitate simultaneous in-mold decoration, design and function adding of plastic products, are extensively adopted in mobility components and home appliances in global markets. Also, our metallized paper, which unites the properties of metallic luster and printing friendliness, has the largest market share in the industry as sustainable materials for beverages and foods on a global basis.

During the six months ended June 30, 2021, net sales were increased significantly compared to the same period of the previous year thanks to the strong demand for mobility components and home appliances in the field of decorations, and

metalized paper in the field of sustainable materials. In addition to rising demand, the improvements in profit structure substantially improved operating profit over the same period of the previous year.

As a result, segment sales for the six months ended June 30, 2021 were ¥29,866 million (an increase of 33.3% as compared to the same period of the previous year). Segment profit (operating profit) was ¥2,778 million (segment loss (operating loss) of ¥35 million in the same period of the previous year).

Devices

In the Devices segment, we produce components and module products that pursue precision and functionality. Our main products, film-based Touch Sensors are widely adopted mainly in smartphones, tablets, portable game players, industrial equipment (logistics related), mobility components, etc. in global markets. In addition, we offer gas sensors that can detect gas conditions, along with other products.

During the six months ended June 30, 2021, net sales increased significantly compared to the same period of the previous year because the demand remained firm for products for smartphones without a sharp decline due to seasonality, in addition to a strong product demand continuing for tablets and industrial equipment. Production leveling due to sustained product demand and improvements in profit structure also substantially improved operating profit.

As a result, segment sales for the six months ended June 30, 2021 were ¥52,524 million (an increase of 29.4% as compared to the same period of the previous year). Segment profit (operating profit) was ¥8,567 million (an increase of 667.6% as compared to the same period of the previous year).

Medical Technologies

The Medical Technologies segment is a business segment that offers high-quality and value-added products in medical devices and other related markets to contribute to healthy and affluent life. The segment provides contract development manufacturing services for major medical device manufacturers on a global basis with products such as surgical instruments for minimal invasive treatments and medical wearable sensors used for a wide range of conditions, primarily heart disease. In addition to these, the segment currently manufactures and sells its own brand products to medical institutions.

During the six months ended June 30, 2021, product demand continued to trend toward recovery in contract development manufacturing services and business media, which had been decreased due to COVID-19.

As a result, segment sales for the six months ended June 30, 2021 were ¥11,510 million (an increase of 11.9% as compared to the same period of the previous year). Segment profit (operating profit) was ¥475 million (an increase of 32.0% as compared to the same period of the previous year).

(2) Explanation of financial position

1) Assets, liabilities and equity

Total assets at the end of the second quarter ended June 30, 2021 increased by ¥7,981 million from the end of the previous year (the fiscal year ended December 31, 2020) to ¥207,707 million.

Current assets increased by ¥7,418 million from the end of the previous year to ¥100,043 million. This was mainly because a ¥6,801 million increase of cash and cash equivalents and a ¥3,019 million increase of inventories outweighed a ¥2,201 million decrease of trade and other receivables.

Non-current assets increased by ¥562 million from the end of the previous year to ¥107,663 million. This was mainly because a ¥383 million increase of intangible assets, and a ¥1,015 million increase of right-of-use assets and a ¥1,073 million increase of goodwill due to the impact of foreign exchange conversion and a ¥796 million increase of other financial assets mainly due to a change in fair value of financial assets measured at fair value through other comprehensive income

outweighed a ¥2,611 million decrease of property, plant and equipment.

Total liabilities at the end of the second quarter ended June 30, 2021 decreased by ¥4,190 million from the end of the previous year to ¥113,454 million.

Current liabilities decreased by ¥19,111 million from the end of the previous year to ¥65,151 million. This was mainly because of a ¥4,789 million decrease of trade and other payables and a ¥12,326 million decrease of bonds and borrowings.

Non-current liabilities increased by ¥14,921 million from the end of the previous year to ¥48,302 million. This was mainly because of a ¥14,280 million increase of bonds and borrowings resulting from issuance of new bonds.

Total equity at the end of the second quarter ended June 30, 2021 increased by ¥12,171 million from the end of the previous year to ¥94,253 million. This was mainly because of a ¥9,788 million increase of retained earnings due to the recording of profit attributable to owners of parent and a ¥2,708 million increase of other components of equity.

2) Cash flows

The balance of cash and cash equivalents (the “funds”) on a consolidated basis at the end of the six months ended June 30, 2021 was ¥31,868 million, an increase of ¥6,801 million compared to the end of the previous year.

The following describes the conditions of each cash flow and the underlying causes for the six months ended June 30, 2021.

(Net Cash Provided by (Used in) Operating Activities)

Funds provided by operating activities amounted to ¥9,096 million (an increase of 582.2% as compared to the same period of the previous year). This was mainly because there were ¥12,211 million of profit before tax and ¥4,623 million of depreciation and amortization, although there were ¥4,048 million of decrease in trade and other payables and ¥2,400 million of income taxes paid.

(Net Cash Provided by (Used in) Investing Activities)

Funds used in investing activities amounted to ¥3,246 million (¥972 million provided in the same period of the previous year). This was mainly because of ¥3,742 million of purchase of property, plant and equipment.

(Net Cash Provided by (Used in) Financing Activities)

Funds used in financing activities amounted to ¥838 million (¥4,102 million provided in the same period of the previous year). This was mainly because there were ¥8,013 million of repayments of short-term borrowings and ¥2,840 million of redemption of bonds, although there was ¥9,945 million of proceeds from issuance of bonds.

(3) Explanation of consolidated operating results forecast and other forecast information

For the consolidated financial forecasts for the fiscal year ending December 31, 2021, as a result of reviewing the operating results for the six months ended June 30, 2021 and the latest demand trends and other factors, the operating results forecast announced on May 12, 2021 have been revised. For details, please see the “Notice of Difference between Business Forecast and Actual Results for the First Half of FY2021 and Revision to Business Forecast for the FY2021” announced today (August 5, 2021).

2. Condensed Consolidated Financial Statements and Principal Notes
(1) Condensed consolidated statements of financial position

(Million yen)

	As of December 31, 2020	As of June 30, 2021
Assets		
Current assets		
Cash and cash equivalents	25,067	31,868
Trade and other receivables	37,614	35,412
Inventories	25,435	28,455
Other financial assets	222	217
Other current assets	4,194	4,089
Subtotal	92,534	100,043
Assets held for sale	90	—
Total current assets	92,625	100,043
Non-current assets		
Property, plant and equipment	46,293	43,681
Goodwill	18,327	19,401
Intangible assets	14,239	14,623
Right-of-use assets	8,161	9,177
Investments accounted for using equity method	567	551
Other financial assets	17,653	18,449
Retirement benefit asset	269	258
Deferred tax assets	1,336	1,291
Other non-current assets	250	229
Total non-current assets	107,100	107,663
Total assets	199,726	207,707

(Million yen)

	As of December 31, 2020	As of June 30, 2021
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	49,441	44,652
Bonds and borrowings	23,534	11,208
Other financial liabilities	789	1,225
Lease liabilities	1,589	1,704
Income taxes payable, etc.	2,218	1,721
Provisions	53	71
Other current liabilities	6,637	4,567
Total current liabilities	84,263	65,151
Non-current liabilities		
Bonds and borrowings	8,877	23,157
Other financial liabilities	1,191	1,194
Lease liabilities	8,311	8,800
Retirement benefit liability	5,884	6,064
Provisions	47	47
Deferred tax liabilities	8,738	8,626
Other non-current liabilities	329	411
Total non-current liabilities	33,380	48,302
Total liabilities	117,644	113,454
Equity		
Share capital	12,119	12,119
Capital surplus	14,856	14,800
Retained earnings	51,974	61,763
Treasury shares	(1,720)	(1,982)
Other components of equity	4,853	7,561
Total equity attributable to owners of parent	82,083	94,262
Non-controlling interests	(2)	(9)
Total equity	82,081	94,253
Total liabilities and equity	199,726	207,707

(2) Condensed consolidated statements of profit or loss and comprehensive income

Condensed consolidated statements of profit or loss

(Million yen)

	Six Months Ended June 30, 2020	Six Months Ended June 30, 2021
Net sales	77,164	97,584
Cost of sales	(62,819)	(74,137)
Gross profit	14,344	23,446
Selling, general and administrative expenses	(12,576)	(13,106)
Other income	1,089	958
Other expenses	(3,398)	(444)
Share of profit (loss) of investments accounted for using equity method	(10)	(22)
Operating profit (loss)	(550)	10,830
Finance income	614	1,890
Finance costs	(523)	(509)
Profit (loss) before tax	(459)	12,211
Income tax expense	943	(1,631)
Profit (loss)	483	10,580
Profit (loss) attributable to		
Owners of parent	481	10,587
Non-controlling interests	1	(7)
Profit (loss)	483	10,580
Earnings (loss) per share attributable to owners of parent		
Basic earnings (loss) per share (Yen)	9.65	212.46
Diluted earnings (loss) per share (Yen)	9.41	210.86

Condensed consolidated statements of comprehensive income

(Million yen)

	Six Months Ended June 30, 2020	Six Months Ended June 30, 2021
Profit (loss)	483	10,580
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of financial assets measured through other comprehensive income	(289)	226
Total of items that will not be reclassified to profit or loss	(289)	226
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(905)	2,439
Share of other comprehensive income of investments accounted for using equity method	6	(6)
Total of items that may be reclassified to profit or loss	(898)	2,432
Total other comprehensive income	(1,188)	2,658
Total Comprehensive income	(704)	13,239
Comprehensive income attributable to:		
Owners of parent	(706)	13,246
Non-controlling interests	1	(7)
Comprehensive income	(704)	13,239

(3) Condensed consolidated statements of changes in equity

(Million yen)

	Equity attributable to owners of parent									
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity			Total equity attributable to owners of parent	Non-controlling interests	Total equity
					Net change in fair value of financial assets measured through other comprehensive income	Exchange differences on translation of foreign operations	Total other components of equity			
Balance at January 1, 2020	12,119	14,931	42,359	(1,899)	9,955	(2,461)	7,494	75,006	(3)	75,002
Profit (loss)	—	—	481	—	—	—	—	481	1	483
Other comprehensive income	—	—	—	—	(289)	(898)	(1,188)	(1,188)	(0)	(1,188)
Total Comprehensive income	—	—	481	—	(289)	(898)	(1,188)	(706)	1	(704)
Purchase of treasury shares	—	—	—	(0)	—	—	—	(0)	—	(0)
Disposal of treasury shares	—	(62)	—	113	—	—	—	51	—	51
Dividends of surplus	—	—	(998)	—	—	—	—	(998)	—	(998)
Share-based payment transactions	—	0	—	—	—	—	—	0	—	0
Transfer from other components of equity to retained earnings	—	—	4,245	—	(4,245)	—	(4,245)	—	—	—
Total transactions with owners, etc.	—	(61)	3,247	112	(4,245)	—	(4,245)	(947)	—	(947)
Balance at June 30, 2020	12,119	14,869	46,088	(1,786)	5,420	(3,359)	2,060	73,352	(2)	73,350
Balance at January 1, 2021	12,119	14,856	51,974	(1,720)	8,416	(3,562)	4,853	82,083	(2)	82,081
Profit (loss)	—	—	10,587	—	—	—	—	10,587	(7)	10,580
Other comprehensive income	—	—	—	—	226	2,432	2,659	2,659	(0)	2,658
Total Comprehensive income	—	—	10,587	—	226	2,432	2,659	13,246	(7)	13,239
Purchase of treasury shares	—	—	—	(419)	—	—	—	(419)	—	(419)
Disposal of treasury shares	—	(74)	—	158	—	—	—	83	—	83
Dividends of surplus	—	—	(750)	—	—	—	—	(750)	—	(750)
Share-based payment transactions	—	18	—	—	—	—	—	18	—	18
Transfer from other components of equity to retained earnings	—	—	(48)	—	48	—	48	—	—	—
Total transactions with owners, etc.	—	(56)	(798)	(261)	48	—	48	(1,067)	—	(1,067)
Balance at June 30, 2021	12,119	14,800	61,763	(1,982)	8,691	(1,130)	7,561	94,262	(9)	94,253

(4) Condensed consolidated statements of cash flows

(Million yen)

	Six Months Ended June 30, 2020	Six Months Ended June 30, 2021
Cash flows from operating activities		
Profit (loss) before tax	(459)	12,211
Depreciation and amortization	4,225	4,623
Gain on bargain purchase	(804)	—
Impairment losses	612	—
Loss (gain) on sale and retirement of fixed assets	86	(105)
Business structure improvement expenses	2,042	—
Share of loss (profit) of investments accounted for using equity method	10	22
Finance income	(614)	(1,890)
Finance costs	523	509
Decrease (increase) in trade and other receivables	5,851	2,524
Decrease (increase) in inventories	(4,318)	(2,282)
Increase (decrease) in trade and other payables	(5,850)	(4,048)
Increase (decrease) in provisions	(6)	15
Increase (decrease) in retirement benefit asset or liability	(306)	128
Other	547	(93)
Subtotal	1,539	11,615
Interest received	17	15
Dividends received	282	260
Interest paid	(402)	(438)
Income taxes paid	(398)	(2,400)
Income taxes refund	296	43
Net cash provided by (used in) operating activities	1,333	9,096
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	—	55
Purchase of property, plant and equipment	(3,414)	(3,742)
Payments for retirement of property, plant and equipment	(30)	(27)
Proceeds from sale of property, plant and equipment	51	590
Purchase of intangible assets	(257)	(465)
Purchase of investment securities	(86)	(109)
Proceeds from sale of investment securities	6,109	422
Payments for acquisition of subsidiaries	(1,118)	—
Purchase of shares of subsidiaries and affiliates	(213)	—
Other	(67)	30
Net cash provided by (used in) investing activities	972	(3,246)

(Million yen)

	Six Months Ended June 30, 2020	Six Months Ended June 30, 2021
Cash flows from financing activities		
Proceeds from short-term borrowings	11,777	383
Repayments of short-term borrowings	(5,121)	(8,013)
Repayments of lease liabilities	(870)	(934)
Proceeds from long-term borrowings	—	6,283
Repayments of long-term borrowings	(738)	(4,574)
Proceeds from issuance of bonds	—	9,945
Redemption of bonds	—	(2,840)
Purchase of treasury shares	(0)	(419)
Proceeds from sale of treasury shares	51	75
Dividends paid to owners of parent	(995)	(747)
Other	(0)	3
Net cash provided by (used in) financing activities	4,102	(838)
Effect of exchange rate changes on cash and cash equivalents	112	1,790
Net increase (decrease) in cash and cash equivalents	6,521	6,801
Cash and cash equivalents at beginning of period	17,499	25,067
Cash and cash equivalents at end of period	24,020	31,868

(5) Notes to condensed consolidated financial statements

(Notes to going concern assumptions)

Not applicable

(Segment information)

1. Description of reportable segments

The Group's reportable segments are those for which separate financial information is available and regular evaluation by the board of directors is being performed in order to decide the allocation of management resources and to review business results.

The Group sets up divisions by product or service. Each division draws up a plan for comprehensive strategies in Japan and overseas for the products and services it handles, and thereupon develops its business activities.

Accordingly, the Group consists of segments by product and service based on divisions. The three reportable segments are the Industrial Materials segment, Devices segment, and Medical Technologies segment.

The Industrial Materials segment manufactures and sells decorative films, molds, molded plastic products, and metallized papers. The Devices segment manufactures and sells film-based Touch Sensors, gas sensors and others. The Medical Technologies segment manufactures and sells consumable medical products such as medical electrodes, medical chart paper and others and also provides contract development manufacturing services for major medical device manufacturers.

2. Methods of measurement for the amounts of sales and profit (loss) for each reportable segment

The accounting methods for the reportable segments are the same as those used in preparing the consolidated financial statements. Segment profit is based on operating profit, and inter-segment sales is based on current market prices.

3. Information about sales and profit (loss) by reportable segment

The six months ended June 30, 2020 (January 1, 2020 to June 30, 2020)

(Million yen)

	Reportable segment				Other (Note 1)	Total	Reconcili- ations (Note 2)	Consolidated (Note 3)
	Industrial Materials	Devices	Medical Technologies	Sub-total				
Sales from external customers	22,413	40,590	10,286	73,290	3,874	77,164	—	77,164
Inter-segment sales	712	29	—	741	766	1,507	(1,507)	—
Total	23,125	40,619	10,286	74,031	4,640	78,672	(1,507)	77,164
Segment profit (loss)	(35)	1,116	360	1,440	(168)	1,272	(1,822)	(550)
Finance income	—	—	—	—	—	—	—	614
Finance costs	—	—	—	—	—	—	—	(523)
Profit (loss) before tax	—	—	—	—	—	—	—	(459)

(Notes) 1. The "Other" category consists of a business segment not included in the reportable segments and includes the Information and Communication, the prescription pharmaceutical manufacturing business, etc.

2. The negative ¥1,822 million of reconciliations in segment profit (loss) includes unallocated corporate expenses, foreign exchange gain (loss), etc. Corporate expenses mainly consist of general and administrative expenses not attributable to any reportable segment.

3. Segment profit (loss) is reconciled with operating profit (loss) recorded in the condensed consolidated statements of profit or loss.

The six months ended June 30, 2021 (January 1, 2021 to June 30, 2021)

(Million yen)

	Reportable segment				Other (Note 1)	Total	Reconcili- ations (Note 2)	Consolidated (Note 3)
	Industrial Materials	Devices	Medical Technologies	Sub-total				
Sales from external customers	29,866	52,524	11,510	93,900	3,683	97,584	—	97,584
Inter-segment sales	467	4	—	472	681	1,153	(1,153)	—
Total	30,333	52,528	11,510	94,372	4,365	98,738	(1,153)	97,584
Segment profit (loss)	2,778	8,567	475	11,821	(509)	11,311	(481)	10,830
Finance income	—	—	—	—	—	—	—	1,890
Finance costs	—	—	—	—	—	—	—	(509)
Profit (loss) before tax	—	—	—	—	—	—	—	12,211

- (Notes)
1. The “Other” category consists of a business segment not included in the reportable segments and includes the Information and Communication, the prescription pharmaceutical manufacturing business, etc.
 2. The negative ¥481 million of reconciliations in segment profit (loss) includes unallocated corporate expenses, foreign exchange gain (loss), etc. Corporate expenses mainly consist of general and administrative expenses not attributable to any reportable segment.
 3. Segment profit (loss) is reconciled with operating profit (loss) recorded in the condensed consolidated statements of profit or loss.
 4. The Company finalized the provisional accounting treatment pertaining to business combinations in the fiscal year ended December 31, 2020, and reflected the details of the finalization of the provisional accounting treatment on figures related to the corresponding period of the previous year.

4. Note with regard to changes to reportable segment

From the first quarter ended March 31, 2021, the Information and Communication segment is included in the Other category. Therefore, segment information for the six months ended June 30, 2020 is stated according to the category following the change.