

Consolidated Statements of Income

Wacoal Holdings Corp. and Subsidiaries
Years Ended March 31, 2021, 2020 and 2019

Millions of Yen				Thousands of U.S. Dollars (Note 2)
Years Ended March 31, 2021, 2020 and 2019	2021	2020	2019	2021
NET SALES (Notes 6, 10 and 18)	¥152,204	¥186,760	¥194,201	\$1,376,042
OPERATING COSTS AND EXPENSES:				
Cost of sales (Notes 6 and 12)	67,798	84,959	89,804	612,946
Selling, general and administrative expenses (Notes 7, 10, 11, 12 and 14)	81,700	93,927	93,517	738,632
Impairment charges on property, plant and equipment (Note 21)	1,136	769	167	10,270
Impairment charges on goodwill (Notes 8 and 21)	2,673	217	4,325	24,166
Impairment charges on other intangible assets (Notes 8 and 21)	12	256	1,509	108
Total operating costs and expenses	153,319	180,128	189,322	1,386,122
OPERATING (LOSS) INCOME	(1,115)	6,632	4,879	(10,080)
OTHER INCOME (EXPENSES):				
Interest income (Note 6)	61	177	289	551
Interest expense	(78)	(19)	(11)	(705)
Dividend income (Note 6)	1,126	1,506	1,429	10,180
Gain (loss) on sale, exchange and valuation of marketable securities and investments – net (Notes 3 and 21)	10,390	(3,760)	(5,430)	93,933
Other – net (Notes 10, 12, 16 and 22)	408	(177)	1,047	3,689
Total other income (expenses) – net	11,907	(2,273)	(2,676)	107,648
INCOME BEFORE INCOME TAXES AND EQUITY IN NET INCOME OF AFFILIATED COMPANIES	10,792	4,359	2,203	97,568
INCOME TAXES (Note 17):				
Current	1,803	7,126	5,350	16,300
Deferred	2,278	(5,673)	(2,817)	20,595
Total income taxes	4,081	1,453	2,533	36,895
INCOME (LOSS) BEFORE EQUITY IN NET INCOME OF AFFILIATED COMPANIES	6,711	2,906	(330)	60,673
EQUITY IN NET INCOME OF AFFILIATED COMPANIES (Note 6)	93	62	725	840
NET INCOME	6,804	2,968	395	61,513
NET LOSS (INCOME) ATTRIBUTABLE TO NONCONTROLLING INTERESTS	221	504	(54)	1,998
NET INCOME ATTRIBUTABLE TO WACOAL HOLDINGS CORP.	¥ 7,025	¥ 3,472	¥ 341	\$ 63,511

Yen				U.S. Dollars (Note 2)
Years Ended March 31, 2021, 2020 and 2019	2021	2020	2019	2021
NET INCOME ATTRIBUTABLE TO WACOAL HOLDINGS CORP. PER SHARE (Note 19):				
Basic	¥112.57	¥ 54.26	¥ 5.16	\$1.02
Diluted	¥112.09	¥ 54.05	¥ 5.14	\$1.01
NET INCOME ATTRIBUTABLE TO WACOAL HOLDINGS CORP. PER AMERICAN DEPOSITARY RECEIPT (5 shares of common stock) (Note 19):				
Basic	¥562.84	¥271.29	¥25.78	\$5.09
Diluted	¥560.47	¥270.25	¥25.68	\$5.07

See notes to consolidated financial statements.

Consolidated Statements of Comprehensive Income

Wacoal Holdings Corp. and Subsidiaries
Years Ended March 31, 2021, 2020 and 2019

Millions of Yen				Thousands of U.S. Dollars (Note 2)
Years Ended March 31, 2021, 2020 and 2019	2021	2020	2019	2021
NET INCOME	¥ 6,804	¥ 2,968	¥ 395	\$ 61,513
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX (Note 16):				
Foreign currency translation adjustments:				
Amounts arising during the year	2,648	(2,532)	(750)	23,940
Total foreign currency translation adjustments	2,648	(2,532)	(750)	23,940
Unrealized gain (loss) on securities:				
Amounts arising during the year			(7)	
Reclassification adjustments			(97)	
Total unrealized gain (loss) on securities			(104)	
Pension liability adjustments:				
Amounts arising during the year	2,838	125	(4,787)	25,658
Reclassification adjustments	753	960	200	6,808
Total pension liability adjustments	3,591	1,085	(4,587)	32,466
OTHER COMPREHENSIVE INCOME (LOSS)	6,239	(1,447)	(5,441)	56,406
COMPREHENSIVE INCOME (LOSS)	13,043	1,521	(5,046)	117,919
COMPREHENSIVE LOSS (INCOME) ATTRIBUTABLE TO NONCONTROLLING INTERESTS	371	452	(18)	3,354
COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO WACOAL HOLDINGS CORP.	¥13,414	¥ 1,973	¥(5,064)	\$121,273

See notes to consolidated financial statements.

Consolidated Statements of Equity

Wacoal Holdings Corp. and Subsidiaries

Millions of Yen									
Years Ended March 31, 2021, 2020 and 2019	Shares of Outstanding Common Stock (Thousands)	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock, at Cost	Total Wacoal Holdings Corp. Shareholders' Equity	Noncontrolling Interests	Total Equity
BALANCE, APRIL 1, 2018	¥67,367	¥13,260	¥29,765	¥172,418	¥28,597	¥(11,328)	¥232,712	¥4,785	¥237,497
Cumulative effects (net of tax) of adoption of new accounting standards				27,834	(27,320)		514		514
Net income				341			341	54	395
Foreign currency translation adjustments					(723)		(723)	(27)	(750)
Unrealized loss on securities					(104)		(104)		(104)
Pension liability adjustments					(4,578)		(4,578)	(9)	(4,587)
Cash dividends paid to Wacoal Holdings Corp. shareholders, ¥360 per 5 shares of common stock				(4,811)			(4,811)		(4,811)
Cash dividends paid to noncontrolling interests								(191)	(191)
Purchase of treasury stock	(2,200)					(6,919)	(6,919)		(6,919)
Disposal of treasury stock	0					0	0		0
Cancellation of treasury stock				(2,631)		2,631			
Share-based compensation granted (exercised) (Note 14)	11		42	(12)		32	62		62
Equity transactions with noncontrolling interests								38	38
BALANCE, MARCH 31, 2019	65,178	13,260	29,807	193,139	(4,128)	(15,584)	216,494	4,650	221,144
Cumulative effects (net of tax) of adoption of new accounting standards (Note 1)				(515)			(515)		(515)
Net income				3,472			3,472	(504)	2,968
Foreign currency translation adjustments					(2,584)		(2,584)	52	(2,532)
Pension liability adjustments					1,085		1,085		1,085
Cash dividends paid to Wacoal Holdings Corp. shareholders, ¥300 per 5 shares of common stock				(4,907)			(4,907)		(4,907)
Cash dividends paid to noncontrolling interests								(237)	(237)
Purchase of treasury stock	(2,798)					(7,745)	(7,745)		(7,745)
Disposal of treasury stock	0			(0)		0	0		0
Cancellation of treasury stock				(5,935)		5,935			
Share-based compensation granted (exercised) (Note 14)	23		29	(21)		63	71		71
Equity transactions with noncontrolling interests								116	116
BALANCE, MARCH 31, 2020	62,403	13,260	29,836	185,233	(5,627)	(17,331)	205,371	4,077	209,448
Net income				7,025			7,025	(221)	6,804
Foreign currency translation adjustments					2,803		2,803	(155)	2,648
Pension liability adjustments					3,586		3,586	5	3,591
Cash dividends paid to Wacoal Holdings Corp. shareholders, ¥200 per 5 shares of common stock				(2,496)			(2,496)		(2,496)
Cash dividends paid to noncontrolling interests								(81)	(81)
Purchase of treasury stock	(0)					(1)	(1)		(1)
Disposal of treasury stock									
Cancellation of treasury stock				(8,404)		8,404			
Share-based compensation granted (exercised) (Note 14)	18		24	(12)		52	64		64
Equity transactions with noncontrolling interests			(740)				(740)	(621)	(1,361)
BALANCE, MARCH 31, 2021	¥62,421	¥13,260	¥29,120	¥181,346	¥ 762	¥ (8,876)	¥215,612	¥3,004	¥218,616

Thousands of U.S. Dollars (Note 2)								
Years Ended March 31, 2021, 2020 and 2019	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock, at Cost	Total Wacoal Holdings Corp. Shareholders' Equity	Noncontrolling Interests	Total Equity
BALANCE, MARCH 31, 2020	\$119,881	\$269,740	\$1,674,650	\$(50,872)	\$(156,686)	\$1,856,713	\$36,859	\$1,893,572
Net income			63,511			63,511	(1,998)	61,513
Foreign currency translation adjustments				25,341		25,341	(1,401)	23,940
Pension liability adjustments				32,420		32,420	45	32,465
Cash dividends paid to Wacoal Holdings Corp. shareholders, \$1.8 per 5 shares of common stock			(22,566)			(22,566)		(22,566)
Cash dividends paid to noncontrolling interests							(732)	(732)
Purchase of treasury stock					(9)	(9)		(9)
Disposal of treasury stock								
Cancellation of treasury stock			(75,979)		75,979			
Share-based compensation granted (exercised) (Note 14)		217	(108)		470	579		579
Equity transactions with noncontrolling interests		(6,690)				(6,690)	(5,614)	(12,304)
BALANCE, MARCH 31, 2021	\$119,881	\$263,267	\$1,639,508	\$ 6,889	\$(80,246)	\$1,949,299	\$27,159	\$1,976,458

See notes to consolidated financial statements.