

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

August 10, 2022

Company name: YAMAZEN CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 8051 URL <https://www.yamazen.co.jp/>  
 Representative: President, CEO Yuji NAGAO  
 Inquiries: Manager, IR & PR Dept. Hayato HIRATA TEL 06-6534-3003  
 Scheduled date to file Quarterly Securities Report: August 10, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2022	126,863	8.8	3,400	(2.3)	3,534	0.7	2,263	(8.8)
Three months ended June 30, 2021	116,569	–	3,480	–	3,509	–	2,482	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	25.48		23.39	
Three months ended June 30, 2021	27.15		25.51	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	282,509	115,269	40.5	1,289.11
As of March 31, 2022	282,654	113,367	39.9	1,268.98

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	10.00	–	25.00	35.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	20.00	–	20.00	40.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	250,000	4.8	7,300	(2.5)	7,300	(2.2)	5,000	(10.9)	56.28
Full year	530,000	5.6	16,000	(6.6)	16,000	(6.4)	11,000	(8.5)	123.81

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2022	95,305,435 shares	As of March 31, 2022	95,305,435 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	6,461,874 shares	As of March 31, 2022	6,461,874 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	88,843,561 shares	Three months ended June 30, 2021	91,464,250 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	70,401	74,928
Notes receivable - trade	14,897	15,027
Accounts receivable - trade	78,794	70,931
Electronically recorded monetary claims - operating	15,903	17,881
Securities	12,000	11,000
Merchandise and finished goods	36,819	39,738
Other	7,530	6,270
Allowance for doubtful accounts	(411)	(355)
Total current assets	235,935	235,422
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,847	4,059
Machinery, equipment and vehicles, net	116	117
Tools, furniture and fixtures, net	870	914
Land	3,696	3,730
Leased assets, net	3,355	3,238
Other, net	977	1,291
Total property, plant and equipment	12,864	13,351
Intangible assets	11,024	11,528
Investments and other assets		
Investment securities	16,336	15,543
Distressed receivables	72	80
Retirement benefit asset	4,460	4,586
Deferred tax assets	335	374
Other	1,715	1,723
Allowance for doubtful accounts	(132)	(140)
Total investments and other assets	22,788	22,168
Total non-current assets	46,676	47,047
Deferred assets		
Bond issuance costs	42	39
Total deferred assets	42	39
Total assets	282,654	282,509

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	69,118	64,739
Electronically recorded obligations - operating	56,771	61,689
Short-term borrowings	29	29
Lease liabilities	539	521
Income taxes payable	2,828	796
Contract liabilities	9,592	9,197
Provision for bonuses	3,495	1,909
Provision for voluntary recall of goods	32	32
Other	6,525	7,483
Total current liabilities	148,933	146,399
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	10,040	10,037
Long-term borrowings	106	99
Lease liabilities	3,965	3,834
Deferred tax liabilities	4,209	4,646
Retirement benefit liability	266	288
Other	1,764	1,934
Total non-current liabilities	20,353	20,840
Total liabilities	169,286	167,240
<b>Net assets</b>		
Shareholders' equity		
Share capital	7,909	7,909
Capital surplus	7,561	7,561
Retained earnings	92,545	92,583
Treasury shares	(6,957)	(6,957)
Total shareholders' equity	101,058	101,096
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,922	7,358
Deferred gains or losses on hedges	199	476
Foreign currency translation adjustment	3,725	5,757
Remeasurements of defined benefit plans	(165)	(161)
Total accumulated other comprehensive income	11,682	13,432
Non-controlling interests	626	740
Total net assets	113,367	115,269
<b>Total liabilities and net assets</b>	<b>282,654</b>	<b>282,509</b>

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	116,569	126,863
Cost of sales	99,498	108,784
Gross profit	17,070	18,079
Selling, general and administrative expenses	13,590	14,678
Operating profit	3,480	3,400
Non-operating income		
Interest income	18	14
Dividend income	80	116
Subsidy income	48	11
Foreign exchange gains	–	31
Other	23	30
Total non-operating income	169	205
Non-operating expenses		
Interest expenses	70	64
Foreign exchange losses	57	–
Other	12	7
Total non-operating expenses	140	72
Ordinary profit	3,509	3,534
Extraordinary income		
Gain on sale of non-current assets	113	0
Gain on sale of investment securities	8	–
Total extraordinary income	122	0
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	3,631	3,534
Income taxes - current	431	708
Income taxes - deferred	703	523
Total income taxes	1,135	1,232
Profit	2,496	2,302
Profit attributable to non-controlling interests	13	38
Profit attributable to owners of parent	2,482	2,263

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	2,496	2,302
Other comprehensive income		
Valuation difference on available-for-sale securities	(680)	(563)
Deferred gains or losses on hedges	(36)	277
Foreign currency translation adjustment	(30)	2,107
Remeasurements of defined benefit plans, net of tax	55	4
Total other comprehensive income	(691)	1,824
Comprehensive income	1,804	4,126
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,791	4,013
Comprehensive income attributable to non-controlling interests	13	113