

# Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022

[Japanese Standards] (Consolidated)

August 5, 2022

Company name: OKAMOTO INDUSTRIES, INC.  
 Stock exchange listing: Tokyo  
 Stock code: 5122 URL <https://www.okamoto-inc.jp/>  
 Representative: Kunihiro Okamoto, President  
 Inquiries: Hiroshi Takashima, Executive Director (Accounting Dept.)  
 Scheduled date to file Securities Report: August 10, 2022  
 Scheduled date to commence dividend payments: –  
 Supplemental material on quarterly results: No  
 Presentation on quarterly results: 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)

(% represents changes over the same period in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2022	22,496	1.7	1,812	△ 28.4	2,563	△ 13.8	1,626	△ 11.2
Three months ended June 30, 2021	22,117	14.2	2,532	31.7	2,972	23.0	1,830	11.3

(Note) Comprehensive income: Three months ended June 30, 2022 : 2,136 million yen △ 22.7 %  
 Three months ended June 30, 2021 : 2,762 million yen 54.8 %

	Net income per share	Diluted net income per share
	yen	yen
Three months ended June 30, 2022	89.13	–
Three months ended June 30, 2021	98.11	–

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	119,868	75,504	60.5
As of March 31, 2022	117,560	74,916	61.2

(Reference) Own capital: As of June 30, 2022 : 72,557 million yen  
 As of March 31, 2022 : 71,962 million yen

## 2. Dividends

	Cash dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	yen	yen	yen	yen	yen
FY Ended March 31, 2022	–	50.00	–	55.00	105.00
FY Ended March 31, 2023	–	–	–	–	–
FY Ended March 31, 2023 (forecast)	–	55.00	–	55.00	110.00

(Note) Revision of the latest dividend forecast announced: No

## 3. Forecasts of consolidated financial results for the year ending March 31, 2023

(from April 1, 2022 to March 31, 2023)

(% represents changes over the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Six months ended September 30, 2022	44,500	0.0	2,600	△ 42.5	3,000	△ 42.2	2,000	△ 38.7	108.05
Full year	92,000	2.7	6,500	△ 13.8	7,400	△ 20.5	4,700	△ 15.7	253.91

(Note) Revision of the latest consolidated results forecast announced: No

\*Notes

- (1) Changes in status of significant subsidiaries during the three months ended June 30, 2022  
(changes in status of specified subsidiaries accompanying changes in consolidated) No  
Newly consolidated subsidiaries: - Subsidiaries excluded: -

- (2) Application of accounting methods for preparing quarterly consolidated financial statements: No

- (3) Changes in accounting principles, changes in accounting estimates, and retrospective restatements

- ① Changes in accounting principles due to revisions to accounting standards: No  
② Changes other than ①: No  
③ Changes in accounting estimates: No  
④ Retrospective restatements: No

- (4) Number of outstanding shares(common stock)

- ① Number of outstanding shares at period-end(including treasury stock)  
② Number of treasury stocks at period-end  
③ Average number of shares during the period(cumulative total for quarterly period)

①	Three months ended June 30, 2022	18,599,367	FY Ended March 31, 2022	19,099,367
②	Three months ended June 30, 2022	440,390	FY Ended March 31, 2022	800,839
③	Three months ended June 30, 2022	18,246,403	Three months ended June 30, 2021	18,660,847

\*The current quarterly financial results are not subject to quarterly review procedures by certified public accountant or by auditing firm.

\*Explanation relating to the appropriate use of forecasts of business results and other items of note.

The forecasts included in this document are based on the currently available information and certain assumptions that we believe reasonable. Actual results, etc. may differ from projections due to a variety of reasons.

**Consolidated Quarterly Financial Statements and Notes**  
**Consolidated Quarterly Balance Sheets**

	(millions of yen)	
	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	33,445	33,433
Notes receivable-trade	2,462	2,415
Accounts receivable-trade	15,539	15,576
Electronically recorded monetary claims-operating	7,102	7,584
Merchandise and finished goods	8,035	8,794
Work in process	2,058	2,303
Raw materials and supplies	3,115	3,451
Other	1,306	1,604
Allowance for doubtful accounts	△ 38	△ 37
Total current assets	73,026	75,127
Non-current assets		
Property, plant and equipment	19,824	20,764
Intangible assets	642	696
Investments and other assets		
Investment securities	22,626	21,793
Deferred tax assets	138	152
Net defined benefit asset	3	-
Other	1,304	1,338
Allowance for doubtful accounts	△ 5	△ 5
Total investments and other assets	24,066	23,279
Total non-current assets	44,533	44,740
Total assets	117,560	119,868

(millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	20,118	21,374
Electronically recorded obligations-operating	1,905	1,917
Short-term loans payable	2,654	2,606
Income taxes payable	724	671
Provision for bonuses	1,033	587
Other	4,360	5,509
Total current liabilities	30,797	32,667
Non-current liabilities		
Long-term loans payable	1,044	1,023
Deferred tax liabilities	2,610	2,792
Net defined benefit liability	7,110	7,098
Other	1,081	782
Total non-current liabilities	11,846	11,696
Total liabilities	42,643	44,364
<b>Net assets</b>		
Shareholders' equity		
Capital stock	13,047	13,047
Capital surplus	555	555
Retained earnings	51,241	49,842
Treasury stock	△ 3,426	△ 1,935
Total shareholders' equity	61,418	61,510
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,662	9,196
Deferred gains or losses on hedges	△ 14	△ 33
Foreign currency translation adjustment	855	1,842
Remeasurements of defined benefit plans	40	42
Total accumulated other comprehensive income	10,543	11,047
Non-controlling interests	2,954	2,946
Total net assets	74,916	75,504
<b>Total liabilities and net assets</b>	<b>117,560</b>	<b>119,868</b>

**Consolidated Quarterly Statements of Income and Consolidated Quarterly Statements of Comprehensive Income**  
**Consolidated Quarterly Statements of Income**  
**Three months ended June 30, 2022**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	22,117	22,496
Cost of sales	16,403	17,242
Gross profit	5,713	5,253
Selling, general and administrative expenses		
Freightage and packing expenses	964	882
Other selling expenses	280	552
Salaries and bonuses	866	871
Provision for bonuses	179	184
Retirement benefit expenses	36	43
Other general and administrative expenses	852	906
Total selling, general and administrative expenses	3,180	3,440
Operating profit	2,532	1,812
Non-operating income		
Interest income	6	9
Dividends income	302	397
Real estate rent	105	136
Foreign exchange gains	7	325
Equity in earnings of affiliates	51	-
Other income	36	40
Total non-operating income	509	909
Non-operating expenses		
Interest expenses	7	10
Equity in losses of affiliates	-	82
Rent expenses on real estates	46	28
Other expenses	16	36
Total non-operating expenses	70	159
Ordinary income	2,972	2,563
Extraordinary income		
Foreign currency translation adjustment account reversal gain	-	19
Total extraordinary gain	-	19
Extraordinary loss		
Loss on retirement of noncurrent assets	2	0
Impairment loss	299	191
Loss on liquidation of subsidiaries	-	2
Total extraordinary loss	301	194
Profit before income taxes	2,671	2,387
Income taxes-current	563	501
Income taxes-deferred	265	257
Total income taxes	828	759
Net income	1,842	1,628
Profit attributable to non-controlling interests	12	2
Profit attributable to owners of parent	1,830	1,626

**Consolidated Quarterly Statements of Comprehensive Income**  
**Three months ended June 30, 2022**

	(Millions of yen)	
	Three months ended	Three months ended
	June 30, 2021	June 30, 2022
Net income	1,842	1,628
Other comprehensive income		
Valuation difference on available-for-sale securities	59	△ 453
Deferred gains or losses on hedges	6	△ 18
Foreign currency translation adjustment	843	980
Remeasurements of defined benefit plans, net of tax	7	1
Share of other comprehensive income of associates accounted for using equity method	3	△ 2
Total accumulated other comprehensive income	919	507
Comprehensive income	2,762	2,136
(comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	2,687	2,129
Comprehensive income attributable to non-controlling interests	75	6

**Information about net sales, profit or loss, assets, liabilities and other items by reportable segment**

Three months ended June 30, 2021

(Millions of yen)

	Reportable segment			(*)Other	Total	(**)Adjustment	(***)Amount recorded on the consolidated quarterly statements
	Industrial Products	Household Products	Total				
Net sales							
Sales to external customers	14,046	8,001	22,047	69	22,117	–	22,117
Intersegment sales or transfers	21	124	145	825	970	△ 970	–
Total	14,067	8,125	22,193	894	23,088	△ 970	22,117
Segment profit (loss)	972	1,987	2,960	90	3,050	△ 517	2,532

\* The Other category is the business segment that is not included in the reportable segments, and include the group logistics business and solar power business.

\*\* Adjustment is as follows:

(1) The adjustment to segment profit represents positive 10 million yen in intersegment eliminations and negative 527million in the general corporate expenses. The general corporate expenses mainly include general and administrative expenses that are not attributable to the reportable segments.

\*\*\* Segment profit is coordinated with the operating income in the consolidated statements.

※ In the Industrial Products business and the Household Products business segment, impairment loss on fixed assets was recorded at 299 million yen. The impairment loss was recorded at 109 million yen in the Industrial Products business and 189 million yen in the Household Products business for the first quarter of the fiscal year ended March 31, 2022.

Three months ended June 30, 2022

(Millions of yen)

	Reportable segment			(*)Other	Total	(**)Adjustment	(***)Amount recorded on the consolidated quarterly statements
	Industrial Products	Household Products	Total				
Net sales							
Sales to external customers	14,668	7,775	22,444	52	22,496	–	22,496
Intersegment sales or transfers	22	146	168	830	999	△ 999	–
Total	14,691	7,921	22,612	882	23,495	△ 999	22,496
Segment profit (loss)	295	1,965	2,261	84	2,346	△ 533	1,812

\* The Other category is the business segment that is not included in the reportable segments, and include the group logistics business and solar power business.

\*\* Adjustment is as follows:

(1) The adjustment to segment profit represents positive 10 million yen in intersegment eliminations and negative 543 million in the general corporate expenses. The general corporate expenses mainly include general and administrative expenses that are not attributable to the reportable segments.

\*\*\* Segment profit is coordinated with the operating income in the consolidated statements.

※ In the Industrial Products business and the Household Products business segment, impairment loss on fixed assets was recorded at 191 million yen. The impairment loss was recorded at 160 million yen in the Industrial Products business and 31 million yen in the Household Products business for the first quarter of the fiscal year ended March 31, 2023.