

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

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

August 12, 2022

Company name: Ashimori Industry Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 3526 URL <https://www.ashimori.co.jp>  
 Representative: President Shigeyuki Washine  
 Inquiries: General Manager, Finance&Accounting Dept. Hiroki Kane TEL 06-6105-1863  
 Scheduled date to file Quarterly Securities Report: August 12, 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	13,951	11.6	9	–	327	–	239	–
Three months ended June 30, 2021	12,496	23.9	(273)	–	(275)	–	(370)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	39.91	39.83
Three months ended June 30, 2021	(61.67)	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	51,123	17,237	33.6
As of March 31, 2022	50,283	17,263	34.3

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2022	–	0.00	–	25.00	25.00
Year ending March 31, 2023	–				
Year ending March 31, 2023 (Forecast)		0.00	–	50.00	50.00

### 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
Full year	57,000	6.5	1,300	142.5	1,250	86.1	1,000	96.0	166.52

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	6,056,939 shares	As of March 31, 2022	6,056,939 shares
---------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of June 30, 2022	51,621 shares	As of March 31, 2022	51,606 shares
---------------------	---------------	----------------------	---------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	6,005,323 shares	Three months ended June 30, 2021	6,003,954 shares
----------------------------------	------------------	----------------------------------	------------------

**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	2,390	5,056
Notes and accounts receivable - trade, and contract assets	13,420	11,005
Electronically recorded monetary claims - operating	2,013	1,920
Merchandise and finished goods	2,147	2,158
Work in process	1,237	1,422
Raw materials and supplies	7,327	7,480
Other	1,718	1,870
Allowance for doubtful accounts	(194)	(201)
Total current assets	30,062	30,711
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,230	5,351
Machinery, equipment and vehicles, net	3,650	3,677
Tools, furniture and fixtures, net	1,546	1,499
Land	5,606	5,645
Leased assets, net	36	68
Construction in progress	632	672
Total property, plant and equipment	16,704	16,914
Intangible assets		
Goodwill	761	721
Other	275	267
Total intangible assets	1,037	988
Investments and other assets		
Investment securities	1,247	1,279
Long-term loans receivable	0	0
Deferred tax assets	760	749
Retirement benefit asset	265	273
Other	226	226
Allowance for doubtful accounts	(20)	(20)
Total investments and other assets	2,479	2,508
Total non-current assets	20,221	20,411
Total assets	50,283	51,123

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,074	6,019
Electronically recorded obligations - operating	4,628	4,381
Short-term borrowings	4,960	4,334
Current portion of long-term borrowings	2,158	2,516
Lease liabilities	16	17
Accounts payable - other	1,084	1,147
Income taxes payable	162	70
Accrued consumption taxes	25	157
Provision for bonuses	499	270
Provision for bonuses for directors (and other officers)	8	–
Provision for product warranties	97	94
Other provisions	213	44
Other	1,504	2,299
Total current liabilities	21,435	21,352
Non-current liabilities		
Bonds payable	3,000	3,000
Long-term borrowings	6,438	7,321
Lease liabilities	33	65
Retirement benefit liability	1,969	2,002
Provision for product warranties	30	28
Asset retirement obligations	29	29
Other	84	84
Total non-current liabilities	11,584	12,533
Total liabilities	33,020	33,885
Net assets		
Shareholders' equity		
Share capital	8,388	8,388
Capital surplus	1,632	1,632
Retained earnings	7,120	7,209
Treasury shares	(151)	(151)
Total shareholders' equity	16,989	17,078
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	212	244
Deferred gains or losses on hedges	(4)	(679)
Foreign currency translation adjustment	(4)	518
Remeasurements of defined benefit plans	32	36
Total accumulated other comprehensive income	235	119
Share acquisition rights	21	21
Non-controlling interests	17	17
Total net assets	17,263	17,237
Total liabilities and net assets	50,283	51,123

**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	12,496	13,951
Cost of sales	11,153	12,357
Gross profit	1,343	1,593
Selling, general and administrative expenses	1,616	1,583
Operating profit (loss)	(273)	9
Non-operating income		
Interest income	3	3
Dividend income	4	10
Rental income	5	6
Foreign exchange gains	–	314
Subsidy income	16	27
Other	31	25
Total non-operating income	61	387
Non-operating expenses		
Interest expenses	31	35
Rental costs	2	2
Share of loss of entities accounted for using equity method	14	17
Foreign exchange losses	7	–
Other	7	14
Total non-operating expenses	63	69
Ordinary profit (loss)	(275)	327
Extraordinary losses		
Product warranty loss	50	–
Total extraordinary losses	50	–
Profit (loss) before income taxes	(325)	327
Income taxes - current	139	44
Income taxes - deferred	(93)	43
Total income taxes	45	87
Profit (loss)	(370)	239
Profit (loss) attributable to non-controlling interests	(0)	0
Profit (loss) attributable to owners of parent	(370)	239

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

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit (loss)	(370)	239
Other comprehensive income		
Valuation difference on available-for-sale securities	6	32
Deferred gains or losses on hedges	(7)	(674)
Foreign currency translation adjustment	249	516
Remeasurements of defined benefit plans, net of tax	(3)	3
Share of other comprehensive income of entities accounted for using equity method	22	6
Total other comprehensive income	267	(115)
Comprehensive income	(102)	123
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(102)	123
Comprehensive income attributable to non-controlling interests	(0)	0