

Translation

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

August 9, 2022

Company name: KYODEN COMPANY,LIMITED  
 Stock exchange listing: Tokyo  
 Stock code: 6881 URL <https://www.kyoden.co.jp>  
 Representative: Representative Director and President Kiyotaka Mori  
 General Manager, Finance and Accounting  
 Inquiries: Department Toshiaki Ichihara TEL 03-5789-2273  
 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		EBITDA		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2022	15,641	16.3	1,916	8.2	1,256	(3.2)	1,312	(3.3)	875	(8.8)
Three months ended June 30, 2021	13,454	9.1	1,771	34.0	1,297	50.7	1,357	40.2	959	41.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	17.62		–	
Three months ended June 30, 2021	19.32		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	57,853	24,371	41.9
As of March 31, 2022	53,412	23,978	44.7

### 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	–	0.00	–	17.00	17.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	0.00	–	20.00	20.00

### 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	65,000	13.3	5,800	13.8	5,700	11.6	4,100	9.5	82.52

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	52,279,051 shares	As of March 31, 2022	52,279,051 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	2,592,895 shares	As of March 31, 2022	2,592,895 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	49,686,156 shares	Three months ended June 30, 2021	49,686,196 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
Assets		
Current assets		
Cash and deposits	6,578	6,450
Notes and accounts receivable - trade, and contract assets	15,139	15,551
Electronically recorded monetary claims - operating	3,038	3,172
Merchandise and finished goods	2,860	3,647
Work in process	3,293	3,600
Raw materials and supplies	4,226	4,793
Other	739	715
Allowance for doubtful accounts	(136)	(149)
Total current assets	35,738	37,782
Non-current assets		
Property, plant and equipment		
Land	3,580	4,086
Other, net	11,821	13,893
Total property, plant and equipment	15,401	17,979
Intangible assets	255	279
Investments and other assets		
Other	2,171	1,970
Allowance for doubtful accounts	(155)	(158)
Total investments and other assets	2,016	1,812
Total non-current assets	17,673	20,071
Total assets	53,412	57,853

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	8,279	8,372
Electronically recorded obligations - operating	1,658	1,392
Short-term borrowings	5,700	8,388
Current portion of bonds payable	180	180
Current portion of long-term borrowings	2,345	2,150
Income taxes payable	769	402
Provision for bonuses	444	170
Other	3,252	4,129
<b>Total current liabilities</b>	<b>22,627</b>	<b>25,185</b>
<b>Non-current liabilities</b>		
Bonds payable	60	60
Long-term borrowings	3,066	4,597
Provision for retirement benefits for directors (and other officers)	8	6
Retirement benefit liability	2,787	2,814
Other	883	819
<b>Total non-current liabilities</b>	<b>6,806</b>	<b>8,297</b>
<b>Total liabilities</b>	<b>29,433</b>	<b>33,482</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	4,358	4,358
Capital surplus	4,174	4,174
Retained earnings	16,634	16,664
Treasury shares	(491)	(491)
<b>Total shareholders' equity</b>	<b>24,675</b>	<b>24,705</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	76	56
Foreign currency translation adjustment	(885)	(514)
Remeasurements of defined benefit plans	10	21
<b>Total accumulated other comprehensive income</b>	<b>(799)</b>	<b>(437)</b>
<b>Non-controlling interests</b>	<b>103</b>	<b>103</b>
<b>Total net assets</b>	<b>23,978</b>	<b>24,371</b>
<b>Total liabilities and net assets</b>	<b>53,412</b>	<b>57,853</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	13,454	15,641
Cost of sales	10,710	12,789
Gross profit	2,744	2,852
Selling, general and administrative expenses	1,446	1,596
Operating profit	1,297	1,256
Non-operating income		
Interest income	0	0
Dividend income	0	0
Rental income	3	3
Foreign exchange gains	–	32
Subsidy income	71	–
Other	33	50
Total non-operating income	109	87
Non-operating expenses		
Interest expenses	17	16
Foreign exchange losses	25	–
Other	6	14
Total non-operating expenses	49	31
Ordinary profit	1,357	1,312
Profit before income taxes	1,357	1,312
Income taxes - current	215	239
Income taxes - deferred	178	191
Total income taxes	393	431
Profit	963	880
Profit attributable to non-controlling interests	3	5
Profit attributable to owners of parent	959	875

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

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	963	880
Other comprehensive income		
Valuation difference on available-for-sale securities	(25)	(20)
Foreign currency translation adjustment	190	371
Remeasurements of defined benefit plans, net of tax	20	10
Total other comprehensive income	186	361
Comprehensive income	1,150	1,242
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,146	1,237
Comprehensive income attributable to non-controlling interests	3	5