

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 3, 2023

Company name: C.I. TAKIRON Corporation  
 Stock exchange listing: Tokyo  
 Stock code: 4215 URL <https://www.takiron-ci.co.jp/>  
 Representative: Representative Director President Kazuya Saito  
 General Manager Finance & Accounting Shuji Kondo  
 Inquiries: Dept. TEL 03-6711-3714  
 Scheduled date to file Quarterly Securities Report: February 10, 2023  
 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 nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended December 31, 2022	109,832	4.2	4,748	(31.6)	4,975	(31.3)	2,907	(49.9)
Nine months ended December 31, 2021	105,455	7.1	6,946	8.8	7,245	9.9	5,804	45.9

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	29.90		–	
Nine months ended December 31, 2021	59.66		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2022	151,918	92,671	59.9	935.80
As of March 31, 2022	147,061	92,055	61.4	928.28

### 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	–	11.00	–	16.00	27.00
Year ending March 31, 2023	–	11.00	–		
Year ending March 31, 2023 (Forecast)				4.00	15.00

### 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	145,000	2.2	5,900	(31.8)	6,100	(32.9)	2,500	(62.5)	25.71

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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: Yes
- (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 December 31, 2022	97,553,655 shares	As of March 31, 2022	97,500,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	271,516 shares	As of March 31, 2022	284,271 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	97,247,547 shares	Nine months ended December 31, 2021	97,296,196 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	7,790	6,696
Notes and accounts receivable - trade, and contract assets	35,534	33,604
Electronically recorded monetary claims - operating	11,584	15,724
Merchandise and finished goods	14,056	17,073
Work in process	3,237	3,969
Raw materials and supplies	6,591	8,832
Deposits paid	14,008	11,997
Other	1,625	1,699
Allowance for doubtful accounts	(23)	(21)
<b>Total current assets</b>	<b>94,403</b>	<b>99,576</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	14,870	14,722
Machinery, equipment and vehicles, net	9,781	9,892
Land	12,914	12,922
Construction in progress	1,243	948
Other, net	2,584	2,684
<b>Total property, plant and equipment</b>	<b>41,394</b>	<b>41,169</b>
Intangible assets	2,485	2,658
<b>Investments and other assets</b>		
Investment securities	3,166	3,002
Deferred tax assets	3,026	2,834
Other	2,586	2,678
Allowance for doubtful accounts	(2)	(2)
<b>Total investments and other assets</b>	<b>8,777</b>	<b>8,513</b>
<b>Total non-current assets</b>	<b>52,657</b>	<b>52,341</b>
<b>Total assets</b>	<b>147,061</b>	<b>151,918</b>

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	25,789	27,153
Electronically recorded obligations - operating	5,402	6,925
Short-term borrowings	3,914	5,539
Income taxes payable	983	839
Provision for bonuses	2,260	1,229
Other	6,377	7,041
Total current liabilities	44,728	48,729
Non-current liabilities		
Deferred tax liabilities	706	733
Retirement benefit liability	5,749	5,589
Asset retirement obligations	158	158
Provision for product warranties	394	753
Other	3,267	3,282
Total non-current liabilities	10,277	10,517
Total liabilities	55,005	59,246
<b>Net assets</b>		
Shareholders' equity		
Share capital	15,189	15,204
Capital surplus	30,981	31,034
Retained earnings	43,175	43,450
Treasury shares	(178)	(170)
Total shareholders' equity	89,167	89,518
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	76	(28)
Deferred gains or losses on hedges	(12)	(5)
Foreign currency translation adjustment	625	1,251
Remeasurements of defined benefit plans	387	300
Total accumulated other comprehensive income	1,076	1,517
Non-controlling interests	1,811	1,635
Total net assets	92,055	92,671
Total liabilities and net assets	147,061	151,918

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	105,455	109,832
Cost of sales	75,043	80,915
Gross profit	30,411	28,916
Selling, general and administrative expenses	23,465	24,168
Operating profit	6,946	4,748
Non-operating income		
Dividend income	102	110
Rental income	117	105
Other	314	312
Total non-operating income	534	528
Non-operating expenses		
Interest expenses	41	75
Rental costs	63	55
Other	129	170
Total non-operating expenses	234	301
Ordinary profit	7,245	4,975
Extraordinary income		
Gain on sale of non-current assets	55	5
Gain on sale of investment securities	105	0
Gain on termination of retirement benefit plan	–	131
Gain on liquidation of subsidiaries and associates	–	185
Total extraordinary income	161	322
Extraordinary losses		
Loss on disposal of non-current assets	36	99
Provision for product warranties	–	391
Loss on COVID-19	–	140
Total extraordinary losses	36	632
Profit before income taxes	7,370	4,665
Income taxes	1,448	1,753
Profit	5,922	2,911
Profit attributable to non-controlling interests	118	4
Profit attributable to owners of parent	5,804	2,907

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

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	5,922	2,911
Other comprehensive income		
Valuation difference on available-for-sale securities	(291)	(105)
Deferred gains or losses on hedges	(2)	6
Foreign currency translation adjustment	378	741
Remeasurements of defined benefit plans, net of tax	(44)	(87)
Total other comprehensive income	40	555
Comprehensive income	5,963	3,467
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,798	3,348
Comprehensive income attributable to non-controlling interests	164	118