

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 7, 2022

Company name: TAMURA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6768 URL <https://www.tamuracorp.com/global/index.html>
 Representative: President Masahiro Asada
 Inquiries: Vice President, Corporate Management Yusaku Hashiguchi TEL 03-3978-2031
 Scheduled date to file Quarterly Securities Report: November 14, 2022
 Scheduled date to commence dividend payments: December 1, 2022
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 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	%
Six months ended September 30, 2022	49,446	20.2	1,648	482.8	1,313	101.2	1,250	–
Six months ended September 30, 2021	41,139	23.5	282	(8.7)	652	42.5	(55)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	15.24		15.15	
Six months ended September 30, 2021	(0.68)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	114,445	54,283	47.2
As of March 31, 2022	104,055	50,221	48.0

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	–	5.00	–	5.00	10.00
Year ending March 31, 2023	–	5.00	–	–	–
Year ending March 31, 2023 (Forecast)	–	–	–	5.00	10.00

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	105,000	18.9	4,500	187.6	3,900	94.9	2,700	–	32.87

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 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 September 30, 2022	82,771,473 shares	As of March 31, 2022	82,771,473 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	1,122,882 shares	As of March 31, 2022	622,797 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	82,028,370 shares	Six months ended September 30, 2021	82,139,306 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	13,707	13,514
Notes and accounts receivable - trade, and contract assets	21,944	25,040
Electronically recorded monetary claims - operating	581	679
Merchandise and finished goods	8,912	10,622
Work in process	2,475	2,887
Raw materials and supplies	10,729	13,762
Other	3,419	3,502
Allowance for doubtful accounts	(24)	(28)
Total current assets	61,746	69,980
Non-current assets		
Property, plant and equipment		
Buildings and structures	23,549	25,479
Accumulated depreciation	(11,392)	(12,191)
Buildings and structures, net	12,157	13,288
Machinery, equipment and vehicles	18,039	21,028
Accumulated depreciation	(13,738)	(14,915)
Machinery, equipment and vehicles, net	4,301	6,113
Tools, furniture and fixtures	9,552	10,147
Accumulated depreciation	(8,130)	(8,567)
Tools, furniture and fixtures, net	1,422	1,580
Land	5,313	5,363
Leased assets	6,506	7,370
Accumulated depreciation	(1,774)	(2,343)
Leased assets, net	4,732	5,026
Construction in progress	2,471	500
Total property, plant and equipment	30,399	31,872
Intangible assets		
Goodwill	253	254
Leased assets	342	297
Other	720	791
Total intangible assets	1,316	1,343
Investments and other assets		
Investment securities	5,054	5,472
Retirement benefit asset	4,439	4,513
Deferred tax assets	381	459
Other	808	890
Allowance for doubtful accounts	(90)	(86)
Total investments and other assets	10,592	11,249
Total non-current assets	42,309	44,465
Total assets	104,055	114,445

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,640	11,073
Electronically recorded obligations - operating	2,631	3,630
Short-term borrowings	12,040	16,358
Current portion of long-term borrowings	803	820
Lease liabilities	814	873
Income taxes payable	440	497
Contract liabilities	76	136
Provision for bonuses	1,020	1,309
Provision for bonuses for directors (and other officers)	30	40
Other	3,364	3,364
Total current liabilities	31,862	38,104
Non-current liabilities		
Long-term borrowings	13,815	13,836
Lease liabilities	3,711	3,889
Deferred tax liabilities	1,536	1,305
Retirement benefit liability	2,517	2,596
Provision for share awards	–	2
Provision for share awards for directors (and other officers)	–	1
Other	389	425
Total non-current liabilities	21,970	22,057
Total liabilities	53,833	60,162
Net assets		
Shareholders' equity		
Share capital	11,829	11,829
Capital surplus	17,019	17,019
Retained earnings	18,102	18,942
Treasury shares	(235)	(582)
Total shareholders' equity	46,716	47,208
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	195	172
Foreign currency translation adjustment	2,097	5,671
Remeasurements of defined benefit plans	927	926
Total accumulated other comprehensive income	3,220	6,771
Share acquisition rights	181	181
Non-controlling interests	102	121
Total net assets	50,221	54,283
Total liabilities and net assets	104,055	114,445

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	41,139	49,446
Cost of sales	30,851	36,781
Gross profit	10,288	12,665
Selling, general and administrative expenses	10,005	11,016
Operating profit	282	1,648
Non-operating income		
Interest income	26	30
Dividend income	26	47
Foreign exchange gains	124	–
Share of profit of entities accounted for using equity method	98	127
Other	304	175
Total non-operating income	580	382
Non-operating expenses		
Interest expenses	169	294
Foreign exchange losses	–	351
Other	41	70
Total non-operating expenses	210	717
Ordinary profit	652	1,313
Extraordinary income		
Gain on sale of non-current assets	3	0
Gain on sale of investment securities	2	1
Gain on reversal of foreign currency translation adjustment	–	193
Total extraordinary income	5	195
Extraordinary losses		
Loss on sale and retirement of non-current assets	14	8
Loss on sale of investment securities	0	–
Loss on valuation of shares of subsidiaries and associates	33	–
Total extraordinary losses	47	8
Profit before income taxes	610	1,500
Income taxes - current	443	509
Income taxes - deferred	210	(265)
Total income taxes	654	244
Profit (loss)	(43)	1,255
Profit attributable to non-controlling interests	11	5
Profit (loss) attributable to owners of parent	(55)	1,250

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit (loss)	(43)	1,255
Other comprehensive income		
Valuation difference on available-for-sale securities	39	(22)
Deferred gains or losses on hedges	1	–
Foreign currency translation adjustment	1,565	3,294
Remeasurements of defined benefit plans, net of tax	(36)	(0)
Share of other comprehensive income of entities accounted for using equity method	141	293
Total other comprehensive income	1,711	3,564
Comprehensive income	1,667	4,820
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,653	4,800
Comprehensive income attributable to non-controlling interests	14	19