

Translation

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

August 10, 2022

Company name: Rasa Industries, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4022 URL <http://www.rasa.co.jp/>
 Representative: PRESIDENT SAKAO KOUSAKU
 MANAGING DIRECTOR GENERAL
 Inquiries: MOCHIZUKI TETSUO TEL 03-3258-1835
 MANAGER ACCOUNTING DEPT.
 Scheduled date to file Quarterly Securities Report: August 10, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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	12,110	55.4	1,392	85.8	1,507	91.1	1,011	93.6
Three months ended June 30, 2021	7,793	3.6	749	22.6	788	32.6	522	18.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	127.66		–	
Three months ended June 30, 2021	65.90		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	46,250	20,911	45.0
As of March 31, 2022	41,924	20,301	48.2

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	–	–	–	70.00	70.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	–	–	70.00	70.00

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
Six months ending September 30, 2022	25,900	60.8	2,500	64.8	2,600	67.8	1,800	67.2	227.69
Full year	52,600	48.5	4,500	29.5	4,600	29.1	3,200	26.0	404.78

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
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| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| 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	7,944,203 shares	As of March 31, 2022	7,944,203 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	38,589 shares	As of March 31, 2022	10,409 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	7,919,701 shares	Three months ended June 30, 2021	7,925,222 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	3,538	4,610
Notes and accounts receivable - trade	10,378	12,237
Merchandise and finished goods	2,581	2,883
Work in process	976	1,143
Raw materials and supplies	1,780	2,406
Other	332	397
Allowance for doubtful accounts	(2)	(3)
Total current assets	19,584	23,674
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,832	4,223
Machinery, equipment and vehicles, net	3,828	5,122
Tools, furniture and fixtures, net	545	860
Land	6,908	6,908
Construction in progress	3,349	1,504
Other, net	102	100
Total property, plant and equipment	18,566	18,719
Intangible assets	47	44
Investments and other assets		
Investment securities	2,195	2,255
Other	1,544	1,569
Allowance for doubtful accounts	(14)	(13)
Total investments and other assets	3,725	3,812
Total non-current assets	22,339	22,576
Total assets	41,924	46,250

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,264	5,036
Short-term borrowings	5,806	8,740
Income taxes payable	712	629
Provision for bonuses	401	605
Other	1,635	2,034
Total current liabilities	12,821	17,047
Non-current liabilities		
Long-term borrowings	5,337	4,813
Retirement benefit liability	3,066	3,087
Provision for environmental measures	4	4
Other	393	387
Total non-current liabilities	8,801	8,291
Total liabilities	21,622	25,339
Net assets		
Shareholders' equity		
Share capital	8,443	8,443
Retained earnings	11,523	11,979
Treasury shares	(23)	(73)
Total shareholders' equity	19,943	20,348
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	44	45
Deferred gains or losses on hedges	9	10
Foreign currency translation adjustment	500	677
Remeasurements of defined benefit plans	(291)	(278)
Total accumulated other comprehensive income	263	454
Non-controlling interests	95	108
Total net assets	20,301	20,911
Total liabilities and net assets	41,924	46,250

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	7,793	12,110
Cost of sales	5,906	9,547
Gross profit	1,887	2,562
Selling, general and administrative expenses	1,137	1,169
Operating profit	749	1,392
Non-operating income		
Dividend income	18	21
Rental income from land and buildings	8	6
Foreign exchange gains	14	41
Share of profit of entities accounted for using equity method	48	110
Other	33	15
Total non-operating income	123	195
Non-operating expenses		
Interest expenses	35	44
Inactive mine environmental impact mitigation expenses	23	23
Other	25	12
Total non-operating expenses	84	80
Ordinary profit	788	1,507
Extraordinary losses		
Loss on disaster	–	29
Total extraordinary losses	–	29
Profit before income taxes	788	1,477
Income taxes - current	298	461
Income taxes - deferred	(35)	(4)
Total income taxes	262	457
Profit	526	1,020
Profit attributable to non-controlling interests	3	9
Profit attributable to owners of parent	522	1,011

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	526	1,020
Other comprehensive income		
Valuation difference on available-for-sale securities	(29)	0
Deferred gains or losses on hedges	–	0
Foreign currency translation adjustment	151	122
Remeasurements of defined benefit plans, net of tax	13	13
Share of other comprehensive income of entities accounted for using equity method	29	58
Total other comprehensive income	164	194
Comprehensive income	690	1,215
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	683	1,202
Comprehensive income attributable to non-controlling interests	7	12