

# 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: FUJIKURA KASEI CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 4620 URL <http://www.fkkasei.co.jp>  
 Representative: President Daisuke Kato  
 Executive Director and Division Director of  
 Inquiries: Administrative Susumu Kurihara TEL 03-3436-1101  
 Headquarters of the Company  
 Scheduled date to file Quarterly Securities Report: August 9, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts are rounded off to the nearest million yen)

### 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 | 12,790          | (0.9) | 222              | (76.5) | 290             | (71.1) | 148                                     | (78.4) |
| Three months ended June 30, 2021 | 12,908          | 14.3  | 944              | 816.9  | 1,005           | 223.4  | 686                                     | 338.8  |

|                                  | Earnings per share | Diluted earnings per share |
|----------------------------------|--------------------|----------------------------|
|                                  | Yen                | Yen                        |
| Three months ended June 30, 2022 | 4.67               | –                          |
| Three months ended June 30, 2021 | 21.56              | –                          |

#### (2) Consolidated financial position

|                      | Total assets    | Net assets      | Equity ratio |
|----------------------|-----------------|-----------------|--------------|
|                      | Millions of yen | Millions of yen | %            |
| As of June 30, 2022  | 54,682          | 39,533          | 66.9         |
| As of March 31, 2022 | 52,763          | 38,520          | 67.8         |

### 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             | –                          | 8.00            | –               | 8.00            | 16.00 |
| Year ending March 31, 2023            | –                          |                 |                 |                 |       |
| Year ending March 31, 2023 (Forecast) |                            | 8.00            | –               | 8.00            | 16.00 |

### 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 | 26,000          | 3.9 | 650              | (50.0) | 750             | (44.9) | 450                                     | (50.8) | 14.15              |
| Full year                            | 53,000          | 9.9 | 1,450            | 18.0   | 1,650           | 13.9   | 1,000                                   | 35.0   | 31.45              |

#### 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 | 32,716,878 shares | As of March 31, 2022 | 32,716,878 shares |
|---------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

|                     |                  |                      |                |
|---------------------|------------------|----------------------|----------------|
| As of June 30, 2022 | 1,034,314 shares | As of March 31, 2022 | 887,714 shares |
|---------------------|------------------|----------------------|----------------|

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

|                                  |                   |                                  |                   |
|----------------------------------|-------------------|----------------------------------|-------------------|
| Three months ended June 30, 2022 | 31,792,514 shares | Three months ended June 30, 2021 | 31,829,164 shares |
|----------------------------------|-------------------|----------------------------------|-------------------|

## Quarterly consolidated financial statements

### Consolidated balance sheets

(Thousands of yen)

|  | As of March 31, 2022 | As of June 30, 2022 |
|--|----------------------|---------------------|
| <b>Assets</b>                          |                      |                     |
| Current assets                         |                      |                     |
| Cash and deposits                      | 13,530,833           | 12,628,290          |
| Notes receivable - trade               | 932,142              | 925,465             |
| Accounts receivable - trade            | 8,926,459            | 10,370,028          |
| Merchandise and finished goods         | 4,108,863            | 4,274,502           |
| Work in process                        | 87,598               | 124,941             |
| Raw materials and supplies             | 2,931,719            | 3,433,602           |
| Other                                  | 881,876              | 1,137,985           |
| Allowance for doubtful accounts        | (149,510)            | (157,793)           |
| Total current assets                   | 31,249,980           | 32,737,020          |
| Non-current assets                     |                      |                     |
| Property, plant and equipment          |                      |                     |
| Buildings and structures               | 13,106,667           | 13,331,460          |
| Accumulated depreciation               | (7,520,642)          | (7,644,357)         |
| Buildings and structures, net          | 5,586,025            | 5,687,103           |
| Machinery, equipment and vehicles      | 15,048,666           | 15,372,795          |
| Accumulated depreciation               | (12,702,086)         | (13,057,807)        |
| Machinery, equipment and vehicles, net | 2,346,580            | 2,314,988           |
| Tools, furniture and fixtures          | 5,313,265            | 5,393,373           |
| Accumulated depreciation               | (4,536,173)          | (4,632,935)         |
| Tools, furniture and fixtures, net     | 777,092              | 760,438             |
| Land                                   | 4,550,638            | 4,594,430           |
| Leased assets                          | 778,595              | 809,453             |
| Accumulated depreciation               | (386,730)            | (417,041)           |
| Leased assets, net                     | 391,865              | 392,412             |
| Construction in progress               | 340,671              | 439,005             |
| Total property, plant and equipment    | 13,992,871           | 14,188,376          |
| Intangible assets                      |                      |                     |
| Software                               | 134,690              | 126,091             |
| Other                                  | 844,033              | 914,606             |
| Total intangible assets                | 978,723              | 1,040,697           |
| Investments and other assets           |                      |                     |
| Investment securities                  | 3,150,865            | 3,306,212           |
| Long-term loans receivable             | 199,847              | 198,307             |
| Deferred tax assets                    | 525,944              | 473,709             |
| Other                                  | 2,805,080            | 2,877,713           |
| Allowance for doubtful accounts        | (139,938)            | (139,938)           |
| Total investments and other assets     | 6,541,798            | 6,716,003           |
| Total non-current assets               | 21,513,392           | 21,945,076          |
| Total assets                           | 52,763,372           | 54,682,096          |

(Thousands of yen)

|   | As of March 31, 2022 | As of June 30, 2022 |
|---|----------------------|---------------------|
| Liabilities   |                      |                     |
| Current liabilities                                   |                      |                     |
| Notes and accounts payable - trade                    | 5,031,797            | 5,936,728           |
| Short-term borrowings                                 | 2,911,290            | 3,179,797           |
| Lease liabilities                                     | 102,033              | 103,130             |
| Income taxes payable                                  | 277,144              | 61,744              |
| Accrued expenses                                      | 1,025,169            | 1,137,785           |
| Provision for bonuses                                 | 608,896              | 346,086             |
| Other   | 1,150,914            | 1,198,484           |
| Total current liabilities                             | 11,107,243           | 11,963,754          |
| Non-current liabilities                               |                      |                     |
| Lease liabilities                                     | 169,148              | 160,166             |
| Deferred tax liabilities                              | 113,206              | 120,111             |
| Retirement benefit liability                          | 2,394,572            | 2,441,396           |
| Long-term accounts payable - other                    | 109,316              | 109,340             |
| Other   | 350,368              | 354,168             |
| Total non-current liabilities                         | 3,136,610            | 3,185,181           |
| Total liabilities                                     | 14,243,853           | 15,148,935          |
| Net assets  |                      |                     |
| Shareholders' equity                                  |                      |                     |
| Share capital   | 5,352,121            | 5,352,121           |
| Capital surplus                                       | 5,040,199            | 5,040,199           |
| Retained earnings                                     | 24,259,147           | 24,152,949          |
| Treasury shares                                       | (524,976)            | (594,190)           |
| Total shareholders' equity                            | 34,126,491           | 33,951,079          |
| Accumulated other comprehensive income                |                      |                     |
| Valuation difference on available-for-sale securities | 552,498              | 648,245             |
| Foreign currency translation adjustment               | 1,118,815            | 2,010,839           |
| Remeasurements of defined benefit plans               | (9,370)              | (47,779)            |
| Total accumulated other comprehensive income          | 1,661,943            | 2,611,305           |
| Non-controlling interests                             | 2,731,085            | 2,970,777           |
| Total net assets                                      | 38,519,519           | 39,533,161          |
| Total liabilities and net assets                      | 52,763,372           | 54,682,096          |

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

**Consolidated statements of income (cumulative)**

(Thousands of yen)

|  | Three months ended<br>June 30, 2021 | Three months ended<br>June 30, 2022 |
|--|-------------------------------------|-------------------------------------|
| Net sales  | 12,908,307                          | 12,790,138                          |
| Cost of sales                                    | 8,741,763                           | 9,153,679                           |
| Gross profit                                     | 4,166,544                           | 3,636,459                           |
| Selling, general and administrative expenses     | 3,222,513                           | 3,414,318                           |
| Operating profit                                 | 944,031                             | 222,141                             |
| Non-operating income                             |                                     |                                     |
| Interest income                                  | 6,053                               | 15,569                              |
| Dividend income                                  | 23,020                              | 36,645                              |
| Rental income from non-current assets            | 17,986                              | 17,087                              |
| Foreign exchange gains                           | —                                   | 3,550                               |
| Other  | 54,066                              | 28,618                              |
| Total non-operating income                       | 101,125                             | 101,469                             |
| Non-operating expenses                           |                                     |                                     |
| Interest expenses                                | 8,711                               | 11,344                              |
| Foreign exchange losses                          | 21,604                              | —                                   |
| Loss on retirement of non-current assets         | 1,071                               | 15,996                              |
| Other  | 8,836                               | 6,064                               |
| Total non-operating expenses                     | 40,222                              | 33,404                              |
| Ordinary profit                                  | 1,004,934                           | 290,206                             |
| Profit before income taxes                       | 1,004,934                           | 290,206                             |
| Income taxes - current                           | 166,784                             | 59,879                              |
| Income taxes - deferred                          | 99,154                              | 13,073                              |
| Total income taxes                               | 265,938                             | 72,952                              |
| Profit   | 738,996                             | 217,254                             |
| Profit attributable to non-controlling interests | 52,679                              | 68,819                              |
| Profit attributable to owners of parent          | 686,317                             | 148,435                             |

# Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

|  | Three months ended<br>June 30, 2021 | Three months ended<br>June 30, 2022 |
|--|-------------------------------------|-------------------------------------|
| Profit   | 738,996                             | 217,254                             |
| Other comprehensive income   |                                     |                                     |
| Valuation difference on available-for-sale securities                                | (11,686)                            | 95,730                              |
| Foreign currency translation adjustment  | 758,091                             | 1,016,347                           |
| Remeasurements of defined benefit plans, net of tax                                  | 102,055                             | (38,409)                            |
| Share of other comprehensive income of entities accounted<br>for using equity method | (15,940)                            | 1,900                               |
| Total other comprehensive income   | 832,520                             | 1,075,568                           |
| Comprehensive income   | 1,571,516                           | 1,292,822                           |
| Comprehensive income attributable to   |                                     |                                     |
| Comprehensive income attributable to owners of parent                                | 1,444,673                           | 1,097,797                           |
| Comprehensive income attributable to non-controlling<br>interests                    | 126,843                             | 195,025                             |