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May 12, 2022

## Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (Under Japanese GAAP)

Company name: HOKKAN HOLDINGS LIMITED  
 Listing: Tokyo Stock Exchange / Sapporo Securities Exchange  
 Securities code: 5902  
 URL: <https://hokkanholdings.co.jp/>  
 Representative: Kosuke Ikeda, President & Representative Director  
 Inquiries: Toshiaki Sunahiro, Director, Executive Officer  
 Telephone: +81-03-3213-5111  
 Scheduled date of annual general meeting of shareholders: June 29, 2022  
 Scheduled date to commence dividend payments: June 8, 2022  
 Scheduled date to file annual securities report: June 30, 2022  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

#### (1) Consolidated operating results

(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	%
Fiscal year ended								
March 31, 2022	86,329	-	1,324	74.4	1,488	-29.5	-1,234	-
March 31, 2021	109,367	-14.4	759	-88.0	2,112	-52.7	-368	-

Note: Comprehensive income For the fiscal year ended March 31, 2022: ¥106 million [-95.9 %]  
 For the fiscal year ended March 31, 2021: ¥2,585 million [- %]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	-101.23	-	-2.3	1.0	1.5
March 31, 2021	-30.22	-	-0.7	1.4	0.7

Reference: Share of profit (loss) of entities accounted for using equity method  
 For the fiscal year ended March 31, 2022: ¥-249 million  
 For the fiscal year ended March 31, 2021: ¥671 million

The Company has applied “revenue recognition standard” (corporate accounting standards article 29) from the beginning of the fiscal year 2021. The above consolidated financial result is subject to the standard. Consequently, year on year incremental rate of the net sales is not stated.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2022	142,326	57,029	37.2	4,341.19
March 31, 2021	146,739	57,220	36.7	4,413.11

Reference: Equity  
 As of March 31, 2022: ¥52,974 million  
 As of March 31, 2021: ¥53,783 million

**(3) Consolidated cash flows**

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2022	11,860	-3,605	-7,206	10,070
March 31, 2021	3,967	-5,582	3,164	8,433

**2. Cash dividends**

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended March 31, 2021	Yen -	Yen 18.75	Yen -	Yen 13.50	Yen 32.25	Millions of yen 399	% -	% 0.7
Fiscal year ended March 31, 2022	-	23.00	-	22.00	45.00	562	-	1.0
Fiscal year ending March 31, 2023 (Forecast)	-	23.00	-	22.00	45.00		274.4	

**3. Consolidated earnings forecast for ended 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Q2 (cumulative)	49,000	13.8	2,500	-11.7	2,700	-15.2	1,300	-35.9	106.59
Full-year	96,000	11.2	1,400	5.7	1,800	20.9	200	-	16.40

**\* Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: - companies (Company name)

Excluded: - companies (Company name)

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Done

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2022	13,469,387 shares
As of March 31, 2021	13,469,387 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2022	1,266,744 shares
As of March 31, 2021	1,282,148 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2022	12,196,482 shares
Fiscal year ended March 31, 2021	12,187,514 shares

Number of treasury shares at the end of the period includes shares related to share compensation plan for the board members, share compensation plan for the employee, and owned by trust related to employee share ownership plan (ESOP).

As well, it is included in the number of treasury shares to be deducted to calculate the average number of shares outstanding during the period.

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

The statement about the future outlook such as the financial forecast in this report is subject to the available data and conditions which the Company regards as reasonable. Please understand that it does not mean that the Company guarantees to achieve it. The financial results may be different substantially from the forecast due to various factors.