

Summary of Business Results for the Year Ended December 31, 2022

[Japan GAAP] (Consolidated)

February 9, 2023

Company: AXIS CO.,LTD.
 Stock Code: 4012 URL: <https://www.axis-net.co.jp/>
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 Expected date of annual shareholders' meeting: March 28, 2023 Expected starting date of dividend payment: March 29, 2023
 Expected date of filing of annual securities report: March 28, 2023
 Preparation of supplementary financial document: Yes
 Results briefing: Yes (for institutional investors and analysts)

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended December 2022

(January 1, 2022 through December 31, 2022)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 2022	5,854	22.6	576	14.2	586	11.0	390	11.7
Year ended Dec. 2021	4,774	-	505	-	528	-	349	-

(Note) Comprehensive income

Year ended December 2022: 387 million yen (11.6%)

Year ended December 2021: 347 million yen (-%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Dec. 2022	97.05	90.87	15.3	16.8	9.8
Year ended Dec. 2021	87.30	80.71	16.2	17.1	10.6

(Reference) Investment earnings/loss on equity-method:

Year ended December 2022: - million yen

Year ended December 2021: - million yen

The year-on-year changes for the fiscal year ended December 2021 are not presented, as the consolidated financial statements have been prepared since the fiscal year ended December 2021.

The Company conducted a 2-for-1 stock split on July 1, 2021. Therefore, net income per share and diluted net income per share are calculated on the assumption that the stock split was conducted at the beginning of the fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2022	3,487	2,543	72.9	626.36
As of Dec. 2021	3,097	2,158	69.7	537.32

(Reference) Shareholders' equity:

As of December 2022: 2,543 million yen

As of December 2021: 2,158 million yen

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Dec. 2022	473	-61	-119	2,063
Year ended Dec. 2021	318	-243	-15	1,768

2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
Year ended Dec. 2021	Yen -	Yen 0.00	Yen -	Yen 5.00	Yen 5.00	Million yen 20	% 5.7	% 0.9
Year ended Dec. 2022	-	0.00	-	10.00	10.00	40	10.3	1.6
Year ending Dec. 2023 (forecast)	-	0.00	-	15.00	15.00		13.5	

(Note) Breakdown of year-end dividend for the fiscal year ended December 2022 Commemorative dividend: 5.00 yen

3. Forecast of consolidated business results for the year ending December 2023 (January 1, 2023 through December 31, 2023)

The Company merged its consolidated subsidiary Humansoft Inc. on January 1, 2023, resulting in no longer having any consolidated subsidiaries, and has therefore shifted to non-consolidated structure from the fiscal year ending December 2023. For this reason, the Company has decided not to disclose its consolidated business forecasts, but to disclose its non-consolidated forecasts.

*Notes

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

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

- ① Changes in accounting policies associated with revision of accounting standards: : Yes
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Restatement : None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of December 2022 4,160,400 shares
As of December 2021 4,116,400 shares

② Treasury stock at the end of period:

As of December 2022 100,000 shares
As of December 2021 100,000 shares

③ Average number of stock during period (cumulative period)

Year ended December 2022 4,020,172 shares
Year ended December 2021 4,000,421 shares

(Note) The Company conducted a 2-for-1 stock split on July 1, 2021. Number of shares outstanding at the end of period (treasury stock included) is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the fiscal year ended December 2022

(January 1, 2022 through December 31, 2022)

(1) Non-consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 2022	4,918	18.6	526	7.4	536	4.3	379	5.2
Year ended Dec. 2021	4,148	11.4	489	39.6	514	41.1	360	39.4

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Dec. 2022	94.36	88.36
Year ended Dec. 2021	90.17	83.36

The Company conducted a 2-for-1 stock split on July 1, 2021. Therefore, net income per share and diluted net income per share are calculated on the assumption that the stock split was conducted at the beginning of the fiscal year.

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2022	3,375	2,550	75.6	628.13
As of Dec. 2021	2,893	2,173	75.1	541.19

(Reference) Shareholders' equity:

As of December 2022: 2,550 million yen

As of December 2021: 2,173 million yen

The Company conducted a 2-for-1 stock split on July 1, 2021. Therefore, net assets per share are calculated on the assumption that the stock split was conducted at the beginning of the fiscal year.

3. Forecast of non-consolidated business results for the fiscal year ending December 2023

(January 1, 2023 through December 31, 2023)

(% change from the previous corresponding period)

	Net sales		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Mar. 2023	6,734	36.9	649	21.0	461	21.5	111.27

The Company merged its consolidated subsidiary Humansoft Inc. on 1 January 2023, resulting in no longer having any consolidated subsidiaries, and has therefore shifted to non-consolidated structure. For this reason, the Company has decided not to disclose its consolidated business forecasts, but to disclose its non-consolidated forecasts.

***Financial summary is not subject to auditing procedures by certified public accountants or auditing firms.**

***Explanation regarding appropriate use of business forecasts and other special instructions**

Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. Actual results may differ significantly from the forecasts due to various factors.