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May 12, 2023

Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (Under Japanese GAAP)

Company name: Hakudo Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 7637
 URL: <http://www.hakudo.co.jp/>
 Representative: Koji Tsunoda, President
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 Telephone: +81-3-6212-2811
 Scheduled date of annual general meeting of shareholders: June 28, 2023
 Scheduled date to commence dividend payments: June 8, 2023
 Scheduled date to file annual securities report: June 29, 2023
 Preparation of supplementary material on financial results: Yes
 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, 2023 (from April 1, 2022 to March 31, 2023)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	61,602	11.1	3,777	(11.2)	3,988	(8.8)	2,737	(7.6)
March 31, 2022	55,441	41.4	4,256	114.7	4,373	109.9	2,964	131.2

Note: Comprehensive income For the fiscal year ended March 31, 2023: ¥2,793 million [(11.6)%]
 For the fiscal year ended March 31, 2022: ¥3,161 million [118.6%]

	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, 2023	241.37	—	13.3	9.4	6.1
March 31, 2022	261.34	—	15.7	11.7	7.7

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2023: ¥— million
 For the fiscal year ended March 31, 2022: ¥— million

(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, 2023	43,149	21,229	49.1	1,869.66
March 31, 2022	41,780	19,829	47.5	1,748.32

Reference: Equity As of March 31, 2023: ¥21,205 million
 As of March 31, 2022: ¥19,829 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, 2023	321	(1,552)	(1,416)	6,038
March 31, 2022	4,555	(677)	(1,201)	8,674

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			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2022	—	48.00	—	67.00	115.00	1,304	44.0	6.9
Fiscal year ended March 31, 2023	—	58.00	—	51.00	109.00	1,236	45.2	6.0
Fiscal year ending March 31, 2024 (Forecast)	—	34.00	—	43.00	77.00		40.6	

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(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
Half year	30,900	(2.8)	1,240	(44.2)	1,390	(41.1)	940	(42.8)	82.88
Full year	63,200	2.6	2,970	(21.4)	3,180	(20.3)	2,150	(21.5)	189.56

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: 1 company (West Coast Aluminum & Stainless, LLC)

(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: None

(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, 2023	11,343,300 shares
As of March 31, 2022	11,343,300 shares

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

As of March 31, 2023	1,515 shares
As of March 31, 2022	1,515 shares

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

Fiscal year ended March 31, 2023	11,341,785 shares
Fiscal year ended March 31, 2022	11,341,835 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	58,449	11.4	3,772	(7.2)	3,958	(4.9)	2,739	(1.9)
March 31, 2022	52,444	41.7	4,063	109.9	4,160	106.9	2,793	127.8

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2023	241.51	—
March 31, 2022	246.27	—

(2) Non-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, 2023	40,881	20,596	50.4	1,816.00
March 31, 2022	40,481	19,264	47.6	1,698.58

Reference: Equity

As of March 31, 2023:

¥20,596 million

As of March 31, 2022:

¥19,264 million

2. Forecast of non-consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year	26,400	(12.1)	1,200	(46.6)	810	(48.0)	71.42
Full year	54,100	(7.4)	2,800	(29.3)	1,890	(31.0)	166.64

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

* Proper use of financial results forecasts, and other special matters

(Notice concerning forward-looking statements and others)

Please note that the forecast figures presented above are outlooks based on information currently available and include a considerable number of uncertain factors.

Actual results and others may differ from the forecast figures due to changes in business conditions and other factors.