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## Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 [Japanese GAAP]



May 15, 2023

Company name: Fuji Die Co., Ltd.  
 Stock exchange listing: Tokyo Stock Exchange  
 Securities code: 6167  
 URL: <https://www.fujidie.co.jp/>  
 Representative: Tsuneyuki Kuboi, Representative Director and President  
 Contact: Yoshikazu Haruta, Managing Director and Division Director of Administration Div.  
 Phone: +81-3-3759-7182  
 Scheduled date of Annual General Meeting of Shareholders: June 27, 2023  
 Scheduled date of filing annual securities report: June 27, 2023  
 Scheduled date of commencing dividend payments: June 28, 2023  
 Availability of supplementary briefing material on financial results: Available  
 Schedule of financial results briefing session: Scheduled (for securities analysts and institutional investors)

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended								
March 31, 2023	17,179	1.8	1,150	3.3	1,225	1.9	1,292	63.4
March 31, 2022	16,874	18.4	1,113	–	1,202	300.2	790	68.7

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥1,501 million [66.9%]  
 Fiscal year ended March 31, 2022: ¥899 million [87.3%]

	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	65.19	–	6.5	4.7	6.7
March 31, 2022	39.93	–	4.1	4.9	6.6

(Reference) Share of profit (loss) of entities accounted for using equity method:

Fiscal year ended March 31, 2023: ¥ – million

Fiscal year ended March 31, 2022: ¥ – million

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2023	26,253	20,392	77.7	1,028.11
As of March 31, 2022	25,380	19,303	76.1	974.90

(Reference) Equity: As of March 31, 2023: ¥20,392 million

As of March 31, 2022: ¥19,303 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	Million yen	Million yen	Million yen	Million yen
March 31, 2023	775	(712)	(453)	7,193
March 31, 2022	2,009	(468)	(456)	7,518

### 2. Cash Dividends

	Annual dividends per share					Total cash dividends	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2022	–	0.00	–	22.00	22.00	435	55.1	2.3
March 31, 2023	–	0.00	–	32.00	32.00	634	49.1	3.2
Fiscal year ending March 31, 2024 (Forecast)	–	0.00	–	22.00	22.00		49.0	

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	
First half	8,600	2.8	470	(18.7)	510	(22.9)	370	(18.6)		18.65
Full year	17,800	3.6	1,170	1.7	1,230	0.4	890	(31.1)		44.87

#### \* Notes:

- (1) Changes in significant subsidiaries during the fiscal year ended March 31, 2023 (changes in specified subsidiaries resulting in changes in scope of consolidation): None  
Newly included: – ( ) Excluded: – ( )
- (2) Changes in accounting policies, changes in accounting estimates, and retrospective restatement
  - 1) Changes in accounting policies due to the revisions to accounting standards and other regulations: None
  - 2) Changes in accounting policies other than 1) above: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (3) Total number of issued shares (common shares)
  - 1) Total number of issued shares at the end of the period (including treasury shares):  
March 31, 2023: 20,000,000 shares  
March 31, 2022: 20,000,000 shares
  - 2) Total number of treasury shares at the end of the period:  
March 31, 2023: 164,998 shares  
March 31, 2022: 199,105 shares
  - 3) Average number of shares outstanding during the period:  
Fiscal year ended March 31, 2023: 19,823,601 shares  
Fiscal year ended March 31, 2022: 19,800,918 shares

(Reference) Summary of Non-consolidated Financial Results

**1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)**

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2023	14,868	1.0	811	10.6	1,092	22.3	1,258	111.0
March 31, 2022	14,715	15.3	734	–	893	64.4	596	(18.4)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	63.50	–
March 31, 2022	30.13	–

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 31, 2023	24,410	18,938	77.6	954.80
March 31, 2022	23,630	18,070	76.5	912.62

(Reference) Equity: As of March 31, 2023: ¥18,938 million

As of March 31, 2022: ¥18,070 million

<Reason for the difference in non-consolidated financial results from the previous fiscal year>

The Company posted an increase in profit for the fiscal year under review due to the transfer of non-current assets (land), which resulted in a certain amount of difference.

\* These consolidated financial results are outside the scope of audit by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

The financial results forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions that are deemed reasonable as of the date of publication of this document. Therefore, these statements do not constitute a guarantee that the Company will achieve these forecasts or other forward-looking statements. For the assumptions underlying the forecasts herein and cautionary notes on the use of these financial results forecasts, please refer to “1. Overview of Operating Results, etc. (4) Future Outlook” on page 4.

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## 1. Overview of Operating Results, etc.

### (1) Overview of Operating Results for the Fiscal Year under Review

The Japanese economy during the fiscal year ended March 31, 2023 (hereinafter, the “fiscal year under review”) saw signs of recovery following the gradual alleviation of circumstances that had been harsh due to the impact of COVID-19. However, the economic outlook remains uncertain due to factors such as concerns over a renewed spread of infection caused by new COVID-19 variants, a surge in resource and other prices impacted by Russian invasion of Ukraine, and rapid fluctuations in exchange markets.

In such economic situations, shipments of carbide wear-resistant tools, the main market for products by Fuji Die Co., Ltd. (hereinafter, the “Company”), totaled ¥35,900 million (an increase of ¥400 million or up 1.2% year on year), surpassing shipments for FY2021.

Amid this environment, the Group has laid out a fiscal year goal of “innovation” for FY2022 (the fiscal year ended March 31, 2023), the second year of the medium-term management plan (from the fiscal year ended March 31, 2022 to the fiscal year ending March 31, 2024), and, while striving to prevent the spread of COVID-19 infections, has been implementing the following measures for growth strategy:

1. Productivity improvement / Business efficiency improvement
2. Respond to next-generation vehicles / Sales expansion
3. Creation of new growth engines
4. Strengthening of overseas business

For carbide tools, due to the continued expansion in demand from some semiconductor-related sectors, sales of related tools were strong. Although sales of hot rolling rolls were sluggish due primarily to changes in market conditions, net sales were ¥4,571 million (up 5.2% year on year).

Carbide molds saw favorable sales of molds for automotive batteries due to the continued expansion in demand from sectors related to the electrification of automotive vehicles. Sales of molds for optical elements and can making tools were also firm, and as a result, net sales were ¥4,219 million (up 5.9% year on year).

For other carbide products, although sales of materials for China were lackluster due to a slowdown in the economy, due to the continued expansion in demand from some semiconductor-related sectors, sales of related products remained steady. As a result, net sales were ¥4,261 million (up 0.1% year on year).

In non-carbide products, as a result of sluggish sales of molds for steel automotive parts and drawn steel pipes, net sales were ¥4,127 million (down 3.8% year on year), despite solid sales of ceramic tools.

As a result, net sales for the fiscal year under review totaled ¥17,179 million (up 1.8% year on year). On the profit front, operating profit was ¥1,150 million (up 3.3% year on year), ordinary profit was ¥1,225 million (up 1.9% year on year), and profit attributable to owners of parent was ¥1,292 million (up 63.4% year on year).

Segment information has been omitted because the Group is comprised of a single business segment, the wear-resistant tool-related business.

### (2) Overview of Financial Position for the Fiscal Year under Review

#### (Assets)

Total assets at the end of the fiscal year under review increased by ¥872 million to ¥26,253 million (¥25,380 million at the end of the previous fiscal year). Current assets increased by ¥393 million to ¥15,724 million (¥15,331 million at the end of the previous fiscal year). This is primarily attributable to increases of ¥187 million in work in process and ¥277 million in raw materials and supplies. Non-current assets increased by ¥479 million to ¥10,528 million (¥10,048 million at the end of the previous fiscal year). This is mainly attributable to an increase of ¥1,158 million in construction in progress, despite decreases of ¥287 million in machinery, equipment and vehicles, net and ¥225 million in deferred tax assets.

(Liabilities)

Total liabilities at the end of the fiscal year under review decreased by ¥216 million to ¥5,860 million (¥6,076 million at the end of the previous fiscal year). Current liabilities decreased by ¥186 million to ¥4,197 million (¥4,383 million at the end of the previous fiscal year). This is mainly attributable to decreases of ¥157 million in notes and accounts payable – trade and ¥148 million in income taxes payable. Non-current liabilities decreased by ¥29 million to ¥1,662 million (¥1,692 million at the end of the previous fiscal year).

(Net assets)

Total net assets at the end of the fiscal year under review increased by ¥1,088 million to ¥20,392 million (¥19,303 million at the end of the previous fiscal year). This is mainly attributable to an increase of ¥1,292 million in retained earnings due to the recording of profit attributable to owners of parent, offset by a decrease of ¥435 million in retained earnings due to dividends of surplus.

(3) Overview of Cash Flows for the Fiscal Year under Review

Cash and cash equivalents at the end of the fiscal year under review decreased by ¥324 million from the end of the previous fiscal year to ¥7,193 million.

The following is the status and factors of each of the cash flow categories for the fiscal year under review.

(Cash flows from operating activities)

Net cash provided by operating activities at the end of the fiscal year under review amounted to ¥775 million (¥2,009 million provided in the previous fiscal year) mainly due to the recording of ¥1,835 million in profit before income taxes, ¥920 million in depreciation, ¥631 million in loss (gain) on sale of non-current assets, ¥498 million in income taxes paid and an increase of ¥468 million in inventories.

(Cash flows from investing activities)

Net cash used in investing activities at the end of the fiscal year under review amounted to ¥712 million (¥468 million used in the previous fiscal year) mainly due to ¥1,329 million in purchase of property, plant and equipment and ¥697 million in proceeds from sale of property, plant and equipment. As a result, free cash flow was an inflow of ¥62 million (an inflow of ¥1,541 million for the previous fiscal year).

(Cash flows from financing activities)

Net cash used in financing activities amounted to ¥453 million (¥456 million used in the previous fiscal year) mainly due to dividends paid of ¥435 million.

#### (4) Future Outlook

The Japanese economy saw signs of recovery following the gradual alleviation of circumstances that had been harsh due to the impact of COVID-19. However, the economic outlook remains uncertain due to factors such as concerns over a renewed spread of infection caused by new COVID-19 variants, a surge in resource and other prices impacted by Russian invasion of Ukraine, and rapid fluctuations in exchange markets.

In the medium to long term, it is predicted that the shift towards CASE (Connected, Autonomous, Shared, and Electric) will accelerate within the automotive industry, in which the Group's major customers are engaged, with electrification in particular promoted with greater urgency due to rising global interest in environmental conservation. It is predicted that automotive manufactures will concretize their strategies for electrification and enhance lineups of electric vehicles further, and thus the Group is also strongly required to adapt to such changes.

It is also expected that the semiconductor and other related markets, to which the Group is related, will expand globally with the spread of 5G (next-generation communication standard), IoT, and AI as well as the progression of digital transformation (DX), among other factors.

Many changes are predicted concerning the environment of Japan such as market contraction and intensifying competition for human resources caused by Japan's low birthrate, demographic aging and falling population, increased awareness of a sustainable society as typified by SDGs, changes in business structures and lifestyles as a result of the COVID-19 pandemic, and the further promotion of digitalization.

Amid this environment, a medium-term management plan that spans three years from FY2021 (ended March 31, 2022) was developed with the goal of converting to a robust corporate structure and building a foundation for medium- to long-term growth, and the Company has designated the following as key management issues and will work to resolve these issues on a priority basis:

1. Productivity improvement / Business efficiency improvement
2. Respond to next-generation vehicles / Sales expansion
3. Creation of new growth engines
4. Strengthening of overseas business

With the market restructuring of Tokyo Stock Exchange, Inc., the Company decided to be listed in the Prime market segment, having determined that the Company's vision matches that of the market's concept. As the Company currently does not meet the listing maintenance criteria, measures to meet the criteria are also considered priority issues.

For the full year, forecasts for consolidated operating results are predicted to be net sales of ¥17,800 million, operating profit of ¥1,170 million, ordinary profit of ¥1,230 million, and profit attributable to owners of parent of ¥890 million, taking into account factors that can be assumed at this time, such as results of the previous term, future trends in Japan and other countries and industries, and customer trends including customers' production plans and information obtained from them.

#### (5) Basic Policy for Distribution of Profit and Dividends for the Fiscal Year under Review and Next Fiscal Year

The Company considers the continued payment of stable dividends to shareholders an important management issue.

The Company's basic dividend policy is to realize appropriate profit distribution, upon comprehensive consideration of factors such as our profit situation and future business development. Going forward, the Company plans to return profits to shareholders with a target dividend payout ratio of 50% on a consolidated basis, taking into account financial position and operating results.

Dividends for the fiscal year under review are intended to be ¥32 per share as described in "Notice Regarding Revisions of Business Performance Forecast and of Year-end Dividend Forecast" released on February 27, 2023.

In addition, the Company intends to pay for the fiscal year ending March 31, 2024 an annual dividend of ¥22 per share, taking into consideration factors such as future business development and the continuation of stable dividends.

The Company's Articles of Incorporation also stipulate that "the Company may pay interim dividends to

shareholders with the record date of September 30 each year upon resolution of the Board of Directors.”

## 2. Basic Policy on Selection of Accounting Standards

In order to ensure comparability with other domestic companies in the same industry, the Group applies Japanese GAAP for accounting standards.

As for the application of International Financial Reporting Standards (IFRS), the Group’s policy is to take appropriate measures in consideration of various domestic and international circumstances.

### 3. Consolidated Financial Statements and Primary Notes

#### (1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	6,797	6,572
Notes receivable – trade	512	488
Accounts receivable – trade	2,587	2,621
Electronically recorded monetary claims – operating	1,293	1,387
Securities	1,000	1,000
Merchandise and finished goods	188	201
Work in process	1,554	1,741
Raw materials and supplies	1,243	1,521
Other	157	193
Allowance for doubtful accounts	(3)	(2)
<b>Total current assets</b>	<b>15,331</b>	<b>15,724</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,791	3,598
Machinery, equipment and vehicles, net	2,300	2,013
Tools, furniture and fixtures, net	196	226
Land	2,692	2,713
Construction in progress	14	1,173
<b>Total property, plant and equipment</b>	<b>8,995</b>	<b>9,724</b>
Intangible assets		
Other	108	85
<b>Total intangible assets</b>	<b>108</b>	<b>85</b>
Investments and other assets		
Investment securities	276	279
Long-term loans receivable	11	10
Deferred tax assets	608	382
Other	47	46
Allowance for doubtful accounts	(0)	(0)
<b>Total investments and other assets</b>	<b>944</b>	<b>718</b>
<b>Total non-current assets</b>	<b>10,048</b>	<b>10,528</b>
<b>Total assets</b>	<b>25,380</b>	<b>26,253</b>

(Million yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	2,171	2,013
Short-term borrowings	31	33
Lease liabilities	14	16
Accounts payable – other	686	586
Accrued expenses	691	667
Income taxes payable	281	132
Contract liabilities	19	14
Provision for bonuses	353	209
Provision for bonuses for directors (and other officers)	75	39
Other	58	484
Total current liabilities	4,383	4,197
Non-current liabilities		
Lease liabilities	22	38
Deferred tax liabilities	0	10
Provision for retirement benefits for directors (and other officers)	2	2
Retirement benefit liability	1,666	1,610
Other	1	0
Total non-current liabilities	1,692	1,662
Total liabilities	6,076	5,860
Net assets		
Shareholders' equity		
Share capital	164	164
Capital surplus	-	1
Retained earnings	18,964	19,821
Treasury shares	(129)	(107)
Total shareholders' equity	18,999	19,879
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	102	120
Foreign currency translation adjustment	201	338
Remeasurements of defined benefit plans	0	53
Total accumulated other comprehensive income	304	513
Total net assets	19,303	20,392
Total liabilities and net assets	25,380	26,253

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Net sales	16,874	17,179
Cost of sales	12,533	12,717
Gross profit	4,341	4,461
Selling, general and administrative expenses	3,227	3,310
Operating profit	1,113	1,150
Non-operating income		
Interest income	8	9
Dividend income	8	11
Rental income	24	26
Foreign exchange gains	40	17
Subsidy income	2	10
Other	13	7
Total non-operating income	97	82
Non-operating expenses		
Interest expenses	3	3
Donations	1	2
Other	3	1
Total non-operating expenses	8	7
Ordinary profit	1,202	1,225
Extraordinary income		
Gain on sale of non-current assets	2	632
Other	0	0
Total extraordinary income	2	633
Extraordinary losses		
Loss on sale of non-current assets	0	1
Loss on retirement of non-current assets	39	20
Impairment losses	0	1
Other	0	–
Total extraordinary losses	39	23
Profit before income taxes	1,166	1,835
Income taxes – current	392	329
Income taxes – deferred	(17)	213
Total income taxes	375	543
Profit	790	1,292
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	790	1,292

## Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit	790	1,292
Other comprehensive income		
Valuation difference on available-for-sale securities	(16)	18
Foreign currency translation adjustment	81	137
Remeasurements of defined benefit plans, net of tax	44	52
Total other comprehensive income	108	208
Comprehensive income	899	1,501
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	899	1,501
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Changes in Net Assets  
For the fiscal year ended March 31, 2022

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	164	–	18,609	(129)	18,644
Cumulative effects of changes in accounting policies			(0)		(0)
Restated balance	164	–	18,609	(129)	18,644
Changes during period					
Dividends of surplus			(435)		(435)
Profit attributable to owners of parent			790		790
Purchase of treasury shares				(0)	(0)
Restricted stock compensation		–		–	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	355	(0)	355
Balance at end of period	164	–	18,964	(129)	18,999

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	119	119	(43)	195	18,840
Cumulative effects of changes in accounting policies					(0)
Restated balance	119	119	(43)	195	18,840
Changes during period					
Dividends of surplus					(435)
Profit attributable to owners of parent					790
Purchase of treasury shares					(0)
Restricted stock compensation					–
Net changes in items other than shareholders' equity	(16)	81	44	108	108
Total changes during period	(16)	81	44	108	463
Balance at end of period	102	201	0	304	19,303

For the fiscal year ended March 31, 2023

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	164	–	18,964	(129)	18,999
Cumulative effects of changes in accounting policies			–		–
Restated balance	164	–	18,964	(129)	18,999
Changes during period					
Dividends of surplus			(435)		(435)
Profit attributable to owners of parent			1,292		1,292
Purchase of treasury shares				–	–
Restricted stock compensation		1		22	23
Net changes in items other than shareholders' equity					
Total changes during period	–	1	856	22	879
Balance at end of period	164	1	19,821	(107)	19,879

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	102	201	0	304	19,303
Cumulative effects of changes in accounting policies					–
Restated balance	102	201	0	304	19,303
Changes during period					
Dividends of surplus					(435)
Profit attributable to owners of parent					1,292
Purchase of treasury shares					–
Restricted stock compensation					23
Net changes in items other than shareholders' equity	18	137	52	208	208
Total changes during period	18	137	52	208	1,088
Balance at end of period	120	338	53	513	20,392

## (4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
<b>Cash flows from operating activities</b>		
Profit before income taxes	1,166	1,835
Depreciation	953	920
Impairment loss	0	1
Increase (decrease) in provision for bonuses	38	(144)
Increase (decrease) in provision for bonuses for directors (and other officers)	62	(36)
Increase (decrease) in retirement benefit liability	17	3
Increase (decrease) in provision for retirement benefits for directors (and other officers)	0	0
Interest and dividend income	(16)	(20)
Subsidy income	(2)	(10)
Interest expenses	3	3
Loss (gain) on sale of non-current assets	(2)	(631)
Loss on retirement of non-current assets	39	20
Decrease (increase) in trade receivables	(446)	(80)
Decrease (increase) in inventories	(415)	(468)
Increase (decrease) in trade payables	497	(176)
Increase (decrease) in accounts payable – other	166	42
Increase (decrease) in accrued expenses	139	(25)
Other, net	(18)	12
Subtotal	2,183	1,245
Interest and dividends received	16	20
Interest paid	(4)	(3)
Subsidies received	2	10
Income taxes paid	(198)	(498)
Income taxes refund	8	–
Net cash provided by (used in) operating activities	2,009	775
<b>Cash flows from investing activities</b>		
Payments into time deposits	(323)	(380)
Proceeds from withdrawal of time deposits	254	303
Purchase of investment securities	(2)	(2)
Proceeds from sale of investment securities	0	17
Purchase of property, plant and equipment	(318)	(1,329)
Proceeds from sale of property, plant and equipment	3	697
Purchase of intangible assets	(45)	(6)
Payments for retirement of non-current assets	(36)	(13)
Proceeds from collection of loans receivable	1	1
Other, net	(2)	(1)
Net cash provided by (used in) investing activities	(468)	(712)
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	29	34
Repayments of short-term borrowings	(29)	(34)
Repayments of long-term borrowings	(2)	–
Repayments of lease liabilities	(18)	(17)
Purchase of treasury shares	(0)	–
Dividends paid	(435)	(435)
Net cash provided by (used in) financing activities	(456)	(453)
Effect of exchange rate change on cash and cash equivalents	56	66
Net increase (decrease) in cash and cash equivalents	1,140	(324)
Cash and cash equivalents at beginning of period	6,377	7,518
Cash and cash equivalents at end of period	7,518	7,193

(5) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

There is no relevant information.

(Additional Information)

(Disposal of treasury shares as restricted stock compensation)

The Company resolved at a meeting of the Board of Directors on July 15, 2022 to dispose of treasury shares as restricted stock compensation for its Directors (excluding Outside Directors, hereinafter “Eligible Directors”), and allotted restricted stock compensation and disposed of treasury shares on August 1, 2022.

1. Overview of disposal

(1) Date of payment	August 1, 2022
(2) Class and number of shares disposed of	34,107 shares of the Company’s common stock
(3) Disposal price	¥679 per share
(4) Total disposal price	¥23,158,653
(5) Allotees of disposal	Six Directors of the Company (excluding Outside Directors); 34,107 shares
(6) Other	A written notice of securities concerning the disposal of treasury shares has been submitted pursuant to the Financial Instruments and Exchange Act.

2. Purpose and reason for the disposal

The Company resolved at a meeting of the Board of Directors on May 17, 2022 to introduce a restricted stock compensation plan (hereinafter, the “Plan”) as a new compensation plan for Eligible Directors. The purpose of the introduction is to have Eligible Directors share the benefit and risk of share price fluctuations with shareholders and to further increase their motivation to contribute to a rise in share prices and increase in corporate value. Later, at the 66th Annual General Meeting of Shareholders on June 24, 2022, it was approved to set a maximum of ¥50 million per year as a total amount of monetary compensation receivables to be offered to Eligible Directors as compensation, etc. for granting restricted stock under the Plan, and to set a total maximum number of shares at 80,000 shares, which are to be granted to each Eligible Director in each fiscal year, and that a transfer restriction period of restricted stock shall be from the day on which Eligible Directors are allotted restricted stock until the day on which they retire or resign from any of the position of the Company’s Director, Executive Officer or employee.

(Segment Information, etc.)

(Segment Information)

Segment information has been omitted because the Group's reporting segment is comprised of a single business segment, the wear-resistant tool-related business, and of low importance.

(Related Information)

For the fiscal year ended March 31, 2022

1 Information by product and service

Information has been omitted, as the Group only has a single reporting segment.

2 Information by region

(1) Net sales

(Million yen)

Japan	Asia	Others	Total
13,645	2,881	348	16,874

(Note) Net sales are classified by country or region based on the customers' location.

(2) Property, plant and equipment

(Million yen)

Japan	Asia	Total
8,290	705	8,995

3 Information by major customer

Information by major customer is omitted, as there were no sales from a single external customer accounting for 10% or more of net sales on the consolidated statement of income.

For the fiscal year ended March 31, 2023

1 Information by product and service

Information has been omitted, as the Group only has a single reporting segment.

2 Information by region

(1) Net sales

(Million yen)

Japan	Asia	Others	Total
13,783	2,989	406	17,179

(Note) Net sales are classified by country or region based on the customers' location.

(2) Property, plant and equipment

(Million yen)

Japan	Asia	Total
8,977	746	9,724

3 Information by major customer

Information by major customer is omitted, as there were no sales from a single external customer accounting for 10% or more of net sales on the consolidated statement of income.

(Information regarding impairment loss of property, plant and equipment by reporting segment)  
For the fiscal year ended March 31, 2022

Information has been omitted, as the Group only has a single reporting segment.

For the fiscal year ended March 31, 2023

Information has been omitted, as the Group only has a single reporting segment.

(Information regarding amortization of goodwill and unamortized balances by reporting segment)

There is no relevant information.

(Information regarding gain on bargain purchase by reporting segment)

There is no relevant information.

(Per Share Information)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Net assets per share	¥974.90	¥1,028.11
Basic earnings per share	¥39.93	¥65.19

(Notes) 1. Diluted earnings per share is omitted, as there are no potential shares with a dilutive effect.

2. The basis for calculating basic earnings per share is as follows.

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit attributable to owners of parent (million yen)	790	1,292
Amount not attributable to common shareholders (million yen)	—	—
Profit attributable to owners of parent relating to common shares (million yen)	790	1,292
Average number of common shares outstanding during the period	19,800,918	19,823,601

3. The basis for calculating net assets per share is as follows.

	As of March 31, 2022	As of March 31, 2023
Total net assets on balance sheet (million yen)	19,303	20,392
Amount of deduction from total net assets (million yen)	—	—
Net assets at the end of the period relating to common shares (million yen)	19,303	20,392
Number of common shares at the end of the period used for the calculation of net assets per share	19,800,895	19,835,002

(Significant Subsequent Events)

There is no relevant information.