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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

August 10, 2023

Company name: TOKAI Corp.

Stock exchange listing: Tokyo

Code number: 9729

URL: <https://www.tokai-corp.com/>

Representative: Toshiaki Asai

Contact: Tetsuyuki Fujii

Phone: +81-58(263)-5111

Scheduled date of filing quarterly securities report: August 14, 2023

Scheduled date of commencing dividend payments:

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

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

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	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, 2023	33,491	6.2	1,623	(0.7)	1,755	(0.3)	1,238	4.1
June 30, 2022	31,547	6.2	1,633	5.0	1,760	5.4	1,189	6.8

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 1,639 million [ 36.4%]  
Three months ended June 30, 2022: ¥ 1,202 million [ 12.9%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	35.19	-
June 30, 2022	33.79	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	113,113	82,414	72.3
March 31, 2023	110,785	82,223	73.7

(Reference) Equity: As of June 30, 2023: ¥ 81,835 million  
As of March 31, 2023: ¥ 81,654 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	21.00	-	39.00	60.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		25.00	-	26.00	51.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2024 :

Commemorative dividend - yen  
Special dividend - yen

## 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	135,609	4.2	7,437	(5.3)	7,804	(3.4)	5,121	(16.1)	145.47

(Note) Revision to the financial results forecast announced most recently: No

\* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2023: 36,041,346 shares

March 31, 2023: 36,041,346 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 853,208 shares

March 31, 2023: 814,728 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 35,205,463 shares

Three months ended June 30, 2022: 35,205,507 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	36,070	35,561
Notes and accounts receivable - trade	19,071	19,489
Securities	927	927
Inventories	5,424	6,175
Other	1,176	1,945
Allowance for doubtful accounts	(42)	(45)
Total current assets	62,628	64,053
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,051	10,009
Machinery, equipment and vehicles, net	4,100	4,087
Land	11,198	11,250
Other, net	7,243	8,174
Total property, plant and equipment	32,592	33,522
Intangible assets		
Goodwill	268	249
Other	1,425	1,408
Total intangible assets	1,694	1,657
Investments and other assets		
Investment securities	7,709	8,143
Deferred tax assets	1,411	1,147
Other	5,086	4,921
Allowance for doubtful accounts	(336)	(331)
Total investments and other assets	13,870	13,880
Total non-current assets	48,157	49,060
Total assets	110,785	113,113

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	13,159	15,614
Short-term borrowings	1,425	1,535
Income taxes payable	1,332	140
Provision for bonuses	2,195	1,068
Provision for bonuses for directors (and other officers)	74	19
Other	5,374	7,039
Total current liabilities	23,561	25,418
Non-current liabilities		
Long-term borrowings	530	434
Deferred tax liabilities	165	483
Provision for retirement benefits for directors (and other officers)	456	436
Retirement benefit liability	2,201	2,246
Other	1,647	1,679
Total non-current liabilities	5,000	5,280
Total liabilities	28,562	30,699
<b>Net assets</b>		
Shareholders' equity		
Share capital	8,108	8,108
Capital surplus	4,934	4,924
Retained earnings	68,715	68,595
Treasury shares	(1,901)	(1,979)
Total shareholders' equity	79,856	79,647
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,816	2,204
Remeasurements of defined benefit plans	(17)	(16)
Total accumulated other comprehensive income	1,798	2,187
Non-controlling interests	568	578
Total net assets	82,223	82,414
Total liabilities and net assets	110,785	113,113

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	31,547	33,491
Cost of sales	23,964	25,528
Gross profit	7,582	7,963
Selling, general and administrative expenses	5,949	6,340
Operating profit	1,633	1,623
Non-operating income		
Interest income	8	10
Dividend income	57	67
Other	89	70
Total non-operating income	154	147
Non-operating expenses		
Interest expenses	7	6
Rental costs on real estate	5	3
Other	16	5
Total non-operating expenses	28	15
Ordinary profit	1,760	1,755
Extraordinary losses		
Loss on retirement of non-current assets	30	9
Loss on disaster	6	-
Loss on valuation of investment securities	-	15
Total extraordinary losses	37	24
Profit before income taxes	1,723	1,730
Income taxes - current	64	65
Income taxes - deferred	458	416
Total income taxes	523	481
Profit	1,199	1,248
Profit attributable to non-controlling interests	10	10
Profit attributable to owners of parent	1,189	1,238

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	1,199	1,248
Other comprehensive income		
Valuation difference on available-for-sale securities	0	388
Remeasurements of defined benefit plans, net of tax	2	1
Total other comprehensive income	2	390
Comprehensive income	1,202	1,639
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,192	1,627
Comprehensive income attributable to non-controlling interests	10	11