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August 5, 2022

## Consolidated Financial Results for the First Three Months Ended June 30, 2022 (Under Japanese GAAP)

Company name: Hosiden Corporation  
 Listing: Tokyo Stock Exchange  
 Securities code: 6804  
 URL: <https://www.hosiden.com/index.html>  
 Representative: Kenji Furuhashi, President and CEO  
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 Scheduled date to file quarterly securities report: August 8, 2022  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on quarterly financial results: None  
 Holding of quarterly financial results briefing: None

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

### 1. Consolidated financial results for the first three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

#### (1) Consolidated operating results (cumulative)

(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	%
Three months ended								
June 30, 2022	71,230	39.4	6,744	129.5	11,040	260.1	7,423	234.4
June 30, 2021	51,101	0.8	2,938	84.9	3,066	113.4	2,219	99.3

(Note) Comprehensive income For the first three months ended June 30, 2022 8,171 million yen [165.9%]  
 For the first three months ended June 30, 2021 3,072 million yen [160.0%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2022	135.09	124.88
June 30, 2021	39.32	36.48

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2022	173,428	124,682	71.9
March 31, 2022	171,525	119,533	69.7

(Reference) Equity

As of June 30, 2022 124,682 million yen  
 As of March 31, 2022 119,533 million yen

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	10.00	–	55.00	65.00
Fiscal year ending March 31, 2023	–				
Fiscal year ending March 31, 2023 (Forecast)		23.00	–	23.00	46.00

(Note) Revision of cash dividend forecast most recently announced: None

## 3. Consolidated financial results forecasts for the fiscal year ending 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
Six months ending September 30, 2022	120,000	24.0	9,500	44.2	14,000	88.9	10,000	66.8	181.97
Full year	–	–	–	–	–	–	–	–	–

(Note) Revision of financial results forecast most recently announced: None

Financial results forecasts are based on the assumption of a foreign exchange rate of 136 yen per U.S. dollar.

## 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) Application of specific accounting for preparing quarterly consolidated financial statements: None

- (3) 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

- (4) Number of issued shares (common shares)

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

As of June 30, 2022	64,710,084 shares
As of March 31, 2022	64,710,084 shares

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

As of June 30, 2022	9,755,084 shares
As of March 31, 2022	9,755,041 shares

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

Three months ended June 30, 2022	54,955,029 shares
Three months ended June 30, 2021	56,456,099 shares

Notes: 1. Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

2. Explanation on proper use of earnings forecasts, and other special matters

The forward-looking statements about the future financial results of this document are future forecasts based on the judgment of Hosiden Corporation (the “Company”) taking into account the information currently available, and the Company does not intend to make a warranty of their achievement. These forward-looking statements contain various potential risks and uncertainties, and actual results may be materially different from the forward-looking statements due to various material factors. Therefore, the Company asks not to depend highly on these forward-looking statements.

## Quarterly consolidated financial statements and significant notes thereto

### Quarterly consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	49,794	50,447
Notes and accounts receivable - trade, and contract assets	25,864	41,576
Securities	13,699	10,599
Merchandise and finished goods	9,923	9,490
Work in process	3,117	3,696
Raw materials and supplies	38,526	26,997
Other	4,690	4,639
Allowance for doubtful accounts	(45)	(50)
<b>Total current assets</b>	<b>145,572</b>	<b>147,396</b>
Non-current assets		
Property, plant and equipment	18,559	18,970
Intangible assets	451	456
Investments and other assets		
Investment securities	4,809	4,536
Other	2,423	2,358
Allowance for doubtful accounts	(290)	(290)
<b>Total investments and other assets</b>	<b>6,942</b>	<b>6,604</b>
<b>Total non-current assets</b>	<b>25,952</b>	<b>26,031</b>
<b>Total assets</b>	<b>171,525</b>	<b>173,428</b>

## Hosiden Corporation (6804) Consolidated Financial Results for the First Three Months Ended June 30, 2022

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	23,614	19,916
Short-term borrowings	2,040	2,101
Income taxes payable	3,179	4,006
Other	7,470	7,041
<b>Total current liabilities</b>	<b>36,305</b>	<b>33,066</b>
Non-current liabilities		
Bonds with share acquisition rights	10,051	10,046
Retirement benefit liability	3,577	3,567
Other	2,057	2,065
<b>Total non-current liabilities</b>	<b>15,686</b>	<b>15,679</b>
<b>Total liabilities</b>	<b>51,991</b>	<b>48,745</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	13,660	13,660
Capital surplus	19,596	19,596
Retained earnings	94,320	98,721
Treasury shares	(9,586)	(9,586)
<b>Total shareholders' equity</b>	<b>117,990</b>	<b>122,392</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,495	2,304
Foreign currency translation adjustment	(1,334)	(361)
Remeasurements of defined benefit plans	381	346
<b>Total accumulated other comprehensive income</b>	<b>1,542</b>	<b>2,290</b>
<b>Total net assets</b>	<b>119,533</b>	<b>124,682</b>
<b>Total liabilities and net assets</b>	<b>171,525</b>	<b>173,428</b>

**Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income****Quarterly consolidated statements of income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	51,101	71,230
Cost of sales	45,626	62,018
Gross profit	5,474	9,212
Selling, general and administrative expenses	2,536	2,467
Operating profit	2,938	6,744
Non-operating income		
Interest income	17	39
Dividend income	56	63
Foreign exchange gains	20	4,129
Subsidies for employment adjustment	32	56
Other	13	19
Total non-operating income	140	4,308
Non-operating expenses		
Interest expenses	7	5
Commission for syndicated loans	4	4
Other	1	2
Total non-operating expenses	12	12
Ordinary profit	3,066	11,040
Extraordinary income		
Gain on sale of non-current assets	0	10
Gain on sale of investment securities	106	–
Total extraordinary income	107	10
Extraordinary losses		
Loss on sale and retirement of non-current assets	7	1
Total extraordinary losses	7	1
Profit before income taxes	3,166	11,049
Income taxes - current	735	3,413
Income taxes - deferred	211	211
Total income taxes	946	3,625
Profit	2,219	7,423
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	2,219	7,423

**Quarterly consolidated statements of comprehensive income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	2,219	7,423
Other comprehensive income		
Valuation difference on available-for-sale securities	(46)	(190)
Foreign currency translation adjustment	933	973
Remeasurements of defined benefit plans, net of tax	(34)	(34)
Total other comprehensive income	852	747
Comprehensive income	3,072	8,171
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,072	8,171
Comprehensive income attributable to non-controlling interests	-	-

**Quarterly consolidated statements of cash flows**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	3,166	11,049
Depreciation	679	780
Decrease (increase) in trade receivables	517	(13,846)
Decrease (increase) in inventories	(10,005)	12,900
Decrease (increase) in operating accounts receivable	(253)	154
Increase (decrease) in trade payables	(1,375)	(7,086)
Other, net	2,206	(447)
Subtotal	(5,063)	3,503
Interest and dividends received	69	87
Interest paid	(5)	(9)
Subsidies for employment adjustment received	32	56
Income taxes paid	(2,030)	(2,808)
Net cash provided by (used in) operating activities	(6,996)	829
<b>Cash flows from investing activities</b>		
Decrease (increase) in time deposits	-	(514)
Purchase of securities	-	(999)
Purchase of property, plant and equipment	(736)	(1,234)
Proceeds from sale of investment securities	131	-
Other, net	68	101
Net cash provided by (used in) investing activities	(535)	(2,648)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	2	-
Purchase of treasury shares	(0)	(0)
Dividends paid	(846)	(3,022)
Other, net	(23)	(34)
Net cash provided by (used in) financing activities	(868)	(3,057)
Effect of exchange rate change on cash and cash equivalents	308	863
Net increase (decrease) in cash and cash equivalents	(8,092)	(4,012)
Cash and cash equivalents at beginning of period	69,522	62,479
Cash and cash equivalents at end of period	61,430	58,466

**Segment information, etc.**

## Segment information

## I The first three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

## 1. Net sales, and profit or loss by reportable segment

(Millions of yen)

	Reportable segments					Adjustments	Amounts in quarterly consolidated statements of income
	Electro-mechanical components	Acoustic components	Display components	Applied equipment and other	Total		
Net sales							
Sales to unaffiliated customers	43,143	3,251	2,264	2,442	51,101	–	51,101
Inter-segment sales and transfers	–	–	–	–	–	–	–
Total	43,143	3,251	2,264	2,442	51,101	–	51,101
Segment profit	1,973	311	52	601	2,938	–	2,938

Note: The total amount of segment profit is equal to the operating profit in the quarterly consolidated statements of income.

## II The first three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

## 1. Net sales, and profit or loss by reportable segment

(Millions of yen)

	Reportable segments					Adjustments	Amounts in quarterly consolidated statements of income
	Electro-mechanical components	Acoustic components	Display components	Applied equipment and other	Total		
Net sales							
Sales to unaffiliated customers	64,200	3,948	1,317	1,763	71,230	–	71,230
Inter-segment sales and transfers	–	–	–	–	–	–	–
Total	64,200	3,948	1,317	1,763	71,230	–	71,230
Segment profit (loss)	6,370	279	(201)	296	6,744	–	6,744

Note: The total amount of segment profit (loss) is equal to the operating profit in the quarterly consolidated statements of income.