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February 1, 2023

## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (under Japanese GAAP)

Company name: **TAKARA STANDARD CO., LTD.**  
 Stock listing: Tokyo Stock Exchange  
 Stock code: 7981  
 URL: <https://www.takara-standard.co.jp/>  
 Representative: Takeo Watanabe, President  
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Scheduled date to file quarterly securities report: February 13, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: None  
 Holding of quarterly financial results presentation meeting: None

(Million yen with fractional amounts discarded, unless otherwise noted)

### 1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

#### (1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended								
December 31, 2022	172,722	7.4	9,971	(26.4)	10,456	(25.1)	7,831	(15.4)
December 31, 2021	160,760	11.7	13,551	49.4	13,965	47.4	9,256	46.5

Note: Comprehensive income  
 Nine months ended December 31, 2022: ¥7,896 million [(11.8)%]  
 Nine months ended December 31, 2021: ¥8,950 million [(0.8)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	109.05	–
December 31, 2021	126.56	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
December 31, 2022	282,063	181,595	64.4	2,577.31
March 31, 2022	276,838	181,415	65.5	2,480.47

Reference: Equity  
 As of December 31, 2022: ¥181,595 million      As of March 31, 2022: ¥181,415 million

## 2. Dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	20.00	–	32.00	52.00
Fiscal year ending March 31, 2023	–	26.00	–		
Fiscal year ending March 31, 2023 (Forecasts)				26.00	52.00

(Note) Revisions to the forecast of dividends most recently announced: None

Breakdown of year-end dividend for the fiscal year ended March 31, 2022: Ordinary dividend of ¥26.00, and commemorative dividend of ¥6.00 (110th anniversary commemorative dividend)

## 3. Consolidated earnings 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	217,600	2.8	12,300	(14.8)	12,700	(14.5)	8,200	(24.8)	112.12

(Note) Revisions to the consolidated earnings forecasts most recently announced: None

### \* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of special accounting for preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
  - a. Changes in accounting policies due to revisions to accounting standards and other regulations: None
  - b. Changes in accounting policies due to other reasons: None
  - c. Changes in accounting estimates: None
  - d. Restatement of prior period financial statements after error corrections: None

### (4) Number of issued shares (common stock)

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

As of December 31, 2022	73,937,194 shares
As of March 31, 2022	73,937,194 shares

- b. Number of treasury shares at the end of the period

As of December 31, 2022	3,478,036 shares
As of March 31, 2022	799,457 shares

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

Nine months ended December 31, 2022	71,815,718 shares
Nine months ended December 31, 2021	73,137,797 shares

\* **Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.**

\* **Proper use of earnings forecasts, and other special matters**

Forward-looking statements provided in this document, including earnings forecasts, are based on the information currently available to the Company and certain assumptions considered reasonable. Such statements are included without any guarantee as to their future achievement. Actual business and other results may differ materially from the forecasts depending on various factors.

**Quarterly Consolidated Financial Statements**  
**(1) Quarterly consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	88,607	76,833
Notes receivable - trade	5,366	5,706
Accounts receivable - trade	30,392	36,978
Electronically recorded monetary claims - operating	27,490	33,210
Merchandise and finished goods	10,574	12,955
Work in process	3,045	4,214
Raw materials and supplies	4,642	5,657
Other	357	1,344
Allowance for doubtful accounts	(18)	(21)
Total current assets	170,456	176,879
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	25,104	24,309
Land	37,389	36,866
Other, net	19,957	22,022
Total property, plant and equipment	82,451	83,198
Intangible assets	1,700	1,502
Investments and other assets		
Investment securities	13,411	12,283
Other	8,827	8,208
Allowance for doubtful accounts	(8)	(8)
Total investments and other assets	22,230	20,483
Total non-current assets	106,382	105,184
Total assets	276,838	282,063

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	18,194	20,843
Electronically recorded obligations - operating	27,683	34,636
Short-term borrowings	9,700	8,100
Income taxes payable	3,204	885
Other	14,811	14,247
Total current liabilities	73,593	78,713
Non-current liabilities		
Retirement benefit liability	18,362	18,262
Other	3,467	3,492
Total non-current liabilities	21,829	21,754
Total liabilities	95,422	100,468
<b>Net assets</b>		
Shareholders' equity		
Share capital	26,356	26,356
Capital surplus	30,736	30,736
Retained earnings	120,753	124,359
Treasury shares	(934)	(4,466)
Total shareholders' equity	176,912	176,986
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,231	4,942
Revaluation reserve for land	1,897	1,937
Remeasurements of defined benefit plans	(2,624)	(2,270)
Total accumulated other comprehensive income	4,503	4,608
Total net assets	181,415	181,595
<b>Total liabilities and net assets</b>	<b>276,838</b>	<b>282,063</b>

**(2) Quarterly consolidated statements of income and consolidated statements of comprehensive income**  
**Quarterly consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	160,760	172,722
Cost of sales	102,067	114,328
Gross profit	58,693	58,394
Selling, general and administrative expenses	45,141	48,422
Operating profit	13,551	9,971
Non-operating income		
Interest income	2	4
Dividend income	423	453
Other	81	107
Total non-operating income	507	565
Non-operating expenses		
Interest expenses	45	37
Product safety costs	34	17
Other	13	25
Total non-operating expenses	93	79
Ordinary profit	13,965	10,456
Extraordinary income		
Gain on sale of non-current assets	132	156
Gain on sale of investment securities	11	1,479
Total extraordinary income	143	1,636
Extraordinary losses		
Loss on retirement of non-current assets	242	290
Loss on sale of non-current assets	355	172
Loss on valuation of investment securities	3	7
Impairment losses	107	44
110th anniversary expenses	-	228
Total extraordinary losses	708	743
Profit before income taxes	13,401	11,349
Income taxes	4,144	3,517
Profit	9,256	7,831
Profit attributable to owners of parent	9,256	7,831

**Quarterly consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	9,256	7,831
Other comprehensive income		
Valuation difference on available-for-sale securities	(657)	(288)
Deferred gains or losses on hedges	3	–
Remeasurements of defined benefit plans, net of tax	347	353
Total other comprehensive income	(306)	65
Comprehensive income	8,950	7,896
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,950	7,896
Comprehensive income attributable to non-controlling interests	–	–