

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

August 6, 2021

Company name: TOKYO RADIATOR MFG. CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 7235 URL <http://www.tokyo-radiator.co.jp/>
 Representative: President Hisao Ochiai
 Inquiries: Executive Corporate Officer Kazuhiko Yano TEL 0466-87-1231
 Scheduled date to file Quarterly Securities Report: August 6, 2021
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(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, 2021	7,144	–	176	–	225	–	186	–
Three months ended June 30, 2020	5,106	(30.7)	(361)	–	(275)	–	(467)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2021	12.97	–
Three months ended June 30, 2020	(32.46)	–

(Note) We applies ASBJ Statement No.29 Accounting Standard for Revenue Recognition from fiscal year commenced on 1st of April 2021. Hence, figures related to the 1st Quarter of FY2021 represent the results after the application with no comparative ratios over the same period the previous year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2021	32,536	23,970	68.0
As of March 31, 2021	31,399	23,285	68.6

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	–	0.00	–	7.50	7.50
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	8.00	–	8.00	16.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	26,000	–	500	–	600	–	400	–	27.80

(Note) We applies ASBJ Statement No.29 Accounting Standard for Revenue Recognition from fiscal year commenced on 1st of April 2021. Hence, figures related to the 1st Quarter of FY2021 represent the results after the application with no comparative ratios over the same period the previous year.

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2021	14,400,000 shares	As of March 31, 2021	14,400,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	12,083 shares	As of March 31, 2021	12,083 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	14,387,917 shares	Three months ended June 30, 2020	14,387,917 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	5,430,048	5,460,096
Notes and accounts receivable - trade	7,409,608	–
Notes and accounts receivable - trade, and contract assets	–	7,414,186
Electronically recorded monetary claims - operating	759,576	784,104
Merchandise and finished goods	688,736	750,527
Work in process	321,737	349,777
Raw materials and supplies	1,557,689	1,797,270
Income taxes receivable	33,646	46,167
Deposits paid	4,796,113	5,415,456
Other	442,080	412,468
Total current assets	21,439,236	22,430,055
Non-current assets		
Property, plant and equipment		
Buildings and structures	5,685,003	5,715,955
Accumulated depreciation	(3,225,800)	(3,283,589)
Buildings and structures, net	2,459,203	2,432,365
Machinery, equipment and vehicles	15,258,348	15,639,151
Accumulated depreciation	(11,780,451)	(12,031,255)
Machinery, equipment and vehicles, net	3,477,897	3,607,895
Tools, furniture and fixtures	6,844,510	7,011,044
Accumulated depreciation	(5,880,177)	(6,037,529)
Tools, furniture and fixtures, net	964,333	973,515
Land	1,106,558	1,106,558
Construction in progress	608,081	470,654
Total property, plant and equipment	8,616,074	8,590,990
Intangible assets	308,762	293,902
Investments and other assets		
Investment securities	926,116	1,113,351
Deferred tax assets	43,793	43,713
Other	65,440	64,946
Total investments and other assets	1,035,350	1,222,011
Total non-current assets	9,960,186	10,106,904
Total assets	31,399,423	32,536,959

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,159,830	3,346,061
Electronically recorded obligations - operating	2,457,126	2,674,355
Accrued expenses	1,104,732	1,157,406
Income taxes payable	85,464	87,441
Provision for product warranties	26,945	28,633
Electronically recorded obligations - non-operating	253,314	487,865
Accounts payable - facilities	516,273	27,122
Other	181,010	428,155
Total current liabilities	7,784,697	8,237,041
Non-current liabilities		
Retirement benefit liability	68,243	57,884
Deferred tax liabilities	82,666	89,931
Other	178,072	181,557
Total non-current liabilities	328,983	329,374
Total liabilities	8,113,680	8,566,416
Net assets		
Shareholders' equity		
Share capital	1,317,600	1,317,600
Capital surplus	778,300	778,300
Retained earnings	18,700,109	18,778,784
Treasury shares	(4,587)	(4,587)
Total shareholders' equity	20,791,422	20,870,097
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	372,429	500,897
Foreign currency translation adjustment	29,926	414,840
Remeasurements of defined benefit plans	354,004	341,482
Total accumulated other comprehensive income	756,359	1,257,221
Non-controlling interests	1,737,960	1,843,225
Total net assets	23,285,743	23,970,543
Total liabilities and net assets	31,399,423	32,536,959

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	5,106,185	7,144,603
Cost of sales	4,859,260	6,319,630
Gross profit	246,924	824,973
Selling, general and administrative expenses	608,515	648,782
Operating profit (loss)	(361,590)	176,190
Non-operating income		
Interest income	24,053	25,665
Dividend income	4,667	4,929
Foreign exchange gains	–	6,911
Rental income	575	557
Commission income	2,015	2,454
Subsidies for employment adjustment	66,820	–
Other	3,457	11,822
Total non-operating income	101,589	52,340
Non-operating expenses		
Interest expenses	1,465	2,891
Foreign exchange losses	12,884	–
Employment payment for persons with disabilities	550	–
Other	312	336
Total non-operating expenses	15,212	3,228
Ordinary profit (loss)	(275,213)	225,302
Extraordinary income		
Gain on sale of non-current assets	–	54
Total extraordinary income	–	54
Extraordinary losses		
Loss on sale of non-current assets	–	39
Loss on retirement of non-current assets	164	144
Total extraordinary losses	164	184
Profit (loss) before income taxes	(275,377)	225,172
Income taxes - current	22,226	69,077
Income taxes - deferred	163,627	(51,310)
Total income taxes	185,854	17,767
Profit (loss)	(461,231)	207,405
Profit attributable to non-controlling interests	5,860	20,821
Profit (loss) attributable to owners of parent	(467,092)	186,583

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit (loss)	(461,231)	207,405
Other comprehensive income		
Valuation difference on available-for-sale securities	125,078	128,468
Foreign currency translation adjustment	(111,609)	469,357
Remeasurements of defined benefit plans, net of tax	1,493	(12,521)
Total other comprehensive income	14,962	585,303
Comprehensive income	(446,269)	792,709
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(436,111)	687,444
Comprehensive income attributable to non-controlling interests	(10,158)	105,264