

Translation

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

November 12, 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: November 12, 2021
 Scheduled date to commence dividend payments: December 6, 2021
 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 six months ended September 30, 2021 (from April 1, 2021 to September 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	%
Six months ended September 30, 2021	13,027	–	24	–	138	–	(157)	–
Six months ended September 30, 2020	10,852	(26.2)	(469)	–	(328)	–	(559)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2021	(10.93)	–
Six months ended September 30, 2020	(38.85)	–

(Note) We apply ASBJ Statement No.29 Accounting Standard for Revenue Recognition from fiscal year commenced on 1st of April 2021.

Hence, figures related to the 2nd 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 September 30, 2021	30,653	23,461	71.4
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	–	8.00			
Year ending March 31, 2022 (Forecast)			–	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 apply ASBJ Statement No.29 Accounting Standard for Revenue Recognition from fiscal year commenced on 1st of April 2021.

Hence, figures related to the 2nd 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 six months ended September 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 September 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 September 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)

Six months ended September 30, 2021	14,387,917 shares	Six months ended September 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 September 30, 2021
Assets		
Current assets		
Cash and deposits	5,430,048	4,652,180
Notes and accounts receivable - trade	7,409,608	–
Notes and accounts receivable - trade, and contract assets	–	6,312,587
Electronically recorded monetary claims - operating	759,576	816,077
Merchandise and finished goods	688,736	934,985
Work in process	321,737	401,280
Raw materials and supplies	1,557,689	2,015,171
Income taxes receivable	33,646	20,560
Deposits paid	4,796,113	4,851,713
Other	442,080	427,793
Total current assets	21,439,236	20,432,349
Non-current assets		
Property, plant and equipment		
Buildings and structures	5,685,003	5,805,164
Accumulated depreciation	(3,225,800)	(3,328,186)
Buildings and structures, net	2,459,203	2,476,978
Machinery, equipment and vehicles	15,258,348	15,870,286
Accumulated depreciation	(11,780,451)	(12,180,017)
Machinery, equipment and vehicles, net	3,477,897	3,690,269
Tools, furniture and fixtures	6,844,510	7,157,501
Accumulated depreciation	(5,880,177)	(6,139,123)
Tools, furniture and fixtures, net	964,333	1,018,377
Land	1,106,558	1,106,558
Construction in progress	608,081	403,346
Total property, plant and equipment	8,616,074	8,695,530
Intangible assets	308,762	284,991
Investments and other assets		
Investment securities	926,116	1,130,589
Deferred tax assets	43,793	46,284
Other	65,440	63,893
Total investments and other assets	1,035,350	1,240,767
Total non-current assets	9,960,186	10,221,289
Total assets	31,399,423	30,653,638

(Thousands of yen)

	As of March 31, 2021	As of September 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,159,830	2,450,689
Electronically recorded obligations - operating	2,457,126	2,488,771
Accrued expenses	1,104,732	881,378
Income taxes payable	85,464	105,570
Provision for product warranties	26,945	33,033
Electronically recorded obligations - non-operating	253,314	244,833
Accounts payable - facilities	516,273	105,754
Other	181,010	443,171
Total current liabilities	7,784,697	6,753,202
Non-current liabilities		
Retirement benefit liability	68,243	48,277
Deferred tax liabilities	82,666	218,366
Other	178,072	171,991
Total non-current liabilities	328,983	438,635
Total liabilities	8,113,680	7,191,837
Net assets		
Shareholders' equity		
Share capital	1,317,600	1,317,600
Capital surplus	778,300	778,300
Retained earnings	18,700,109	18,434,927
Treasury shares	(4,587)	(4,587)
Total shareholders' equity	20,791,422	20,526,240
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	372,429	507,060
Foreign currency translation adjustment	29,926	518,478
Remeasurements of defined benefit plans	354,004	329,561
Total accumulated other comprehensive income	756,359	1,355,100
Non-controlling interests	1,737,960	1,580,459
Total net assets	23,285,743	23,461,801
Total liabilities and net assets	31,399,423	30,653,638

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Net sales	10,852,552	13,027,603
Cost of sales	10,154,947	11,724,576
Gross profit	697,605	1,303,026
Selling, general and administrative expenses	1,167,222	1,278,239
Operating profit (loss)	(469,617)	24,786
Non-operating income		
Interest income	51,705	57,253
Dividend income	14,361	15,245
Foreign exchange gains	–	22,451
Rental income	1,137	1,136
Commission income	4,246	5,045
Subsidies for employment adjustment	70,492	–
Other	12,489	19,331
Total non-operating income	154,433	120,464
Non-operating expenses		
Interest expenses	5,695	5,768
Foreign exchange losses	6,830	–
Employment payment for persons with disabilities	550	–
Other	326	753
Total non-operating expenses	13,402	6,521
Ordinary profit (loss)	(328,586)	138,729
Extraordinary income		
Gain on sale of non-current assets	159	55
Total extraordinary income	159	55
Extraordinary losses		
Loss on sale of non-current assets	–	40
Loss on retirement of non-current assets	1,598	22,168
Total extraordinary losses	1,598	22,209
Profit (loss) before income taxes	(330,025)	116,575
Income taxes - current	28,691	153,435
Income taxes - deferred	159,949	71,874
Total income taxes	188,640	225,309
Loss	(518,666)	(108,733)
Profit attributable to non-controlling interests	40,350	48,538
Loss attributable to owners of parent	(559,016)	(157,272)

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Loss	(518,666)	(108,733)
Other comprehensive income		
Valuation difference on available-for-sale securities	105,727	134,631
Foreign currency translation adjustment	(176,906)	589,195
Remeasurements of defined benefit plans, net of tax	2,986	(24,442)
Total other comprehensive income	(68,192)	699,383
Comprehensive income	(586,859)	590,649
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(596,477)	441,468
Comprehensive income attributable to non-controlling interests	9,617	149,181