

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 11, 2022

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 11, 2022
 Scheduled date to commence dividend payments: December 6, 2022
 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, 2022 (from April 1, 2022 to September 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	%
Six months ended September 30, 2022	15,037	15.4	(69)	–	51	(63.0)	(232)	–
Six months ended September 30, 2021	13,027	–	24	–	138	–	(157)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2022	(16.19)	–
Six months ended September 30, 2021	(10.93)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	33,131	24,255	67.6
As of March 31, 2022	31,640	23,349	68.4

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, 2022	–	8.00	–	0.00	8.00
Year ending March 31, 2023	–	8.00			
Year ending March 31, 2023 (Forecast)			–	8.00	16.00

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	29,000	7.5	300	–	500	420.9	300	–	20.85

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2022
(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: No
- 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, 2022	14,400,000 shares	As of March 31, 2022	14,400,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	12,083 shares	As of March 31, 2022	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, 2022	14,387,917 shares	Six months ended September 30, 2021	14,387,917 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	8,272,842	8,173,015
Notes and accounts receivable - trade, and contract assets	7,516,177	8,327,171
Electronically recorded monetary claims - operating	808,526	802,027
Merchandise and finished goods	986,997	1,011,096
Work in process	424,826	558,877
Raw materials and supplies	2,199,556	2,597,490
Income taxes refund receivable	23,954	34,125
Other	453,196	435,111
Total current assets	20,686,077	21,938,915
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,022,832	6,215,581
Accumulated depreciation	(3,409,284)	(3,536,030)
Buildings and structures, net	2,613,547	2,679,551
Machinery, equipment and vehicles	16,218,769	17,265,657
Accumulated depreciation	(12,506,801)	(13,180,563)
Machinery, equipment and vehicles, net	3,711,967	4,085,093
Tools, furniture and fixtures	7,261,655	7,625,638
Accumulated depreciation	(6,117,451)	(6,514,944)
Tools, furniture and fixtures, net	1,144,204	1,110,693
Land	1,106,558	1,106,558
Construction in progress	692,680	505,678
Total property, plant and equipment	9,268,959	9,487,574
Intangible assets	243,959	231,620
Investments and other assets		
Investment securities	1,237,087	1,251,608
Deferred tax assets	53,704	52,211
Retirement benefit asset	78,423	101,370
Other	72,578	68,278
Total investments and other assets	1,441,794	1,473,468
Total non-current assets	10,954,713	11,192,664
Total assets	31,640,791	33,131,580

(Thousands of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,082,362	3,012,313
Electronically recorded obligations - operating	2,335,075	2,995,627
Accrued expenses	941,239	1,037,981
Income taxes payable	97,162	124,555
Provision for product warranties	35,036	35,704
Electronically recorded obligations - non-operating	125,764	178,247
Accounts payable - facilities	427,694	51,810
Other	282,459	347,648
Total current liabilities	7,326,794	7,783,888
Non-current liabilities		
Retirement benefit liability	17,349	19,611
Deferred tax liabilities	753,895	810,667
Other	193,248	262,229
Total non-current liabilities	964,493	1,092,507
Total liabilities	8,291,287	8,876,396
Net assets		
Shareholders' equity		
Share capital	1,317,600	1,317,600
Capital surplus	778,300	778,300
Retained earnings	17,676,048	17,443,087
Treasury shares	(4,587)	(4,587)
Total shareholders' equity	19,767,361	19,534,400
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	571,101	563,547
Foreign currency translation adjustment	931,966	1,949,618
Remeasurements of defined benefit plans	367,668	337,542
Total accumulated other comprehensive income	1,870,736	2,850,708
Non-controlling interests	1,711,406	1,870,075
Total net assets	23,349,504	24,255,184
Total liabilities and net assets	31,640,791	33,131,580

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, 2021	Six months ended September 30, 2022
Net sales	13,027,603	15,037,546
Cost of sales	11,724,576	13,594,013
Gross profit	1,303,026	1,443,533
Selling, general and administrative expenses	1,278,239	1,513,259
Operating profit (loss)	24,786	(69,726)
Non-operating income		
Interest income	57,253	41,433
Dividend income	15,245	28,367
Foreign exchange gains	22,451	25,982
Rental income	1,136	1,291
Commission income	5,045	4,974
Subsidies for employment adjustment	–	9,693
Other	19,331	18,347
Total non-operating income	120,464	130,090
Non-operating expenses		
Interest expenses	5,768	8,116
Other	753	884
Total non-operating expenses	6,521	9,001
Ordinary profit	138,729	51,363
Extraordinary income		
Gain on sale of non-current assets	55	15
Total extraordinary income	55	15
Extraordinary losses		
Loss on sale of non-current assets	40	–
Loss on retirement of non-current assets	22,168	1,746
Total extraordinary losses	22,209	1,746
Profit before income taxes	116,575	49,633
Income taxes - current	153,435	172,489
Income taxes - deferred	71,874	54,549
Total income taxes	225,309	227,039
Loss	(108,733)	(177,406)
Profit attributable to non-controlling interests	48,538	55,554
Loss attributable to owners of parent	(157,272)	(232,960)

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Loss	(108,733)	(177,406)
Other comprehensive income		
Valuation difference on available-for-sale securities	134,631	(7,554)
Foreign currency translation adjustment	589,195	1,234,467
Remeasurements of defined benefit plans, net of tax	(24,442)	(30,125)
Total other comprehensive income	699,383	1,196,787
Comprehensive income	590,649	1,019,381
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	441,468	747,011
Comprehensive income attributable to non-controlling interests	149,181	272,369