

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 10, 2023

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 10, 2023
 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, 2023 (from April 1, 2023 to June 30, 2023)

(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, 2023	8,107	15.9	250	–	297	–	179	–
Three months ended June 30, 2022	6,997	(2.1)	(157)	–	(113)	–	(201)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	19.13	–
Three months ended June 30, 2022	(14.02)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	29,222	19,685	60.7
As of March 31, 2023	29,168	19,149	59.4

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, 2023	–	8.00	–	8.00	16.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		9.00	–	9.00	18.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	33,000	3.8	900	9.3	1,000	17.8	550	–	58.59

Note: The average number of shares outstanding during fiscal year ended 31 March 2024, which is the basis for calculating "Earnings per share," is the number of shares issued as of March 31, 2023 (excluding treasury stock)

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023
 (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 June 30, 2023	14,400,000 shares	As of March 31, 2023	14,400,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	5,012,107 shares	As of March 31, 2023	5,012,107 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, 2023	9,387,893 shares	Three months ended June 30, 2022	14,387,917 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	6,913,007	7,157,886
Notes and accounts receivable - trade, and contract assets	5,491,375	5,296,905
Electronically recorded monetary claims - operating	1,050,852	1,060,708
Merchandise and finished goods	1,146,948	1,119,743
Work in process	526,493	504,383
Raw materials and supplies	2,468,420	2,293,368
Income taxes refund receivable	36,911	64,125
Other	516,285	494,316
Allowance for doubtful accounts	–	(1,000)
Total current assets	18,150,294	17,990,438
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,220,265	6,262,017
Accumulated depreciation	(3,596,905)	(3,656,201)
Buildings and structures, net	2,623,360	2,605,816
Machinery, equipment and vehicles	17,477,738	17,770,258
Accumulated depreciation	(13,198,453)	(13,307,181)
Machinery, equipment and vehicles, net	4,279,284	4,463,076
Tools, furniture and fixtures	7,166,564	7,266,114
Accumulated depreciation	(5,994,143)	(6,168,944)
Tools, furniture and fixtures, net	1,172,421	1,097,169
Land	1,106,558	1,106,558
Construction in progress	225,941	216,416
Total property, plant and equipment	9,407,566	9,489,037
Intangible assets	202,887	184,537
Investments and other assets		
Investment securities	1,285,929	1,443,587
Deferred tax assets	57,219	48,930
Other	79,448	79,918
Allowance for doubtful accounts	(15,000)	(14,000)
Total investments and other assets	1,407,597	1,558,436
Total non-current assets	11,018,051	11,232,011
Total assets	29,168,346	29,222,450

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,177,749	2,917,253
Electronically recorded obligations - operating	2,717,481	2,917,807
Accrued expenses	1,428,910	1,188,959
Income taxes payable	87,438	56,287
Provision for product warranties	35,632	35,544
Provision for loss on special claims	449,525	229,177
Notes payable - facilities	4,577	14,512
Electronically recorded obligations - non-operating	281,926	471,310
Accounts payable - facilities	209,694	17,510
Other	371,083	347,337
Total current liabilities	8,764,019	8,195,700
Non-current liabilities		
Retirement benefit liability	129,014	122,270
Deferred tax liabilities	931,826	1,005,270
Other	194,152	213,234
Total non-current liabilities	1,254,993	1,340,776
Total liabilities	10,019,013	9,536,477
Net assets		
Shareholders' equity		
Share capital	1,317,600	1,317,600
Capital surplus	778,300	778,300
Retained earnings	16,842,178	16,946,686
Treasury shares	(3,704,603)	(3,704,603)
Total shareholders' equity	15,233,474	15,337,982
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	577,438	686,547
Foreign currency translation adjustment	1,371,318	1,596,957
Remeasurements of defined benefit plans	133,877	129,887
Total accumulated other comprehensive income	2,082,634	2,413,392
Non-controlling interests	1,833,223	1,934,597
Total net assets	19,149,332	19,685,973
Total liabilities and net assets	29,168,346	29,222,450

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, 2022	Three months ended June 30, 2023
Net sales	6,997,316	8,107,835
Cost of sales	6,412,336	7,154,034
Gross profit	584,980	953,801
Selling, general and administrative expenses	742,510	703,421
Operating profit (loss)	(157,529)	250,379
Non-operating income		
Interest income	20,332	50,240
Dividend income	8,510	9,534
Foreign exchange gains	11,335	–
Rental income	647	675
Commission income	2,243	2,326
Other	5,406	1,780
Total non-operating income	48,476	64,558
Non-operating expenses		
Interest expenses	4,095	3,838
Foreign exchange losses	–	8,480
Loss on sale of trade receivables	–	4,658
Other	333	147
Total non-operating expenses	4,429	17,125
Ordinary profit (loss)	(113,482)	297,812
Extraordinary income		
Gain on sale of non-current assets	15	–
Total extraordinary income	15	–
Extraordinary losses		
Loss on retirement of non-current assets	1,162	6,694
Total extraordinary losses	1,162	6,694
Profit (loss) before income taxes	(114,629)	291,117
Income taxes - current	107,374	46,646
Income taxes - deferred	(40,491)	26,936
Total income taxes	66,882	73,583
Profit (loss)	(181,511)	217,534
Profit attributable to non-controlling interests	20,159	37,923
Profit (loss) attributable to owners of parent	(201,670)	179,611

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit (loss)	(181,511)	217,534
Other comprehensive income		
Valuation difference on available-for-sale securities	(44,731)	109,108
Foreign currency translation adjustment	672,152	289,090
Remeasurements of defined benefit plans, net of tax	(15,098)	(3,989)
Total other comprehensive income	612,321	394,209
Comprehensive income	430,810	611,744
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	291,143	510,369
Comprehensive income attributable to non-controlling interests	139,666	101,374