

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 9, 2024

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: February 9, 2024
 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 nine months ended December 31, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	25,126	5.8	1,124	280.0	1,236	170.6	1,183	–
Nine months ended December 31, 2022	23,759	20.6	295	–	457	691.4	(1,064)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	126.07	–
Nine months ended December 31, 2022	(73.95)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	31,595	21,051	60.4
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	–	9.00	–		
Year ending March 31, 2024 (Forecast)				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	33,500	5.4	1,300	57.9	1,400	64.9	1,300	–	138.48

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 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 December 31, 2023	5,012,108 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)

Nine months ended December 31, 2023	9,387,893 shares	Nine months ended December 31, 2022	14,387,915 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	6,913,007	6,399,754
Notes and accounts receivable - trade, and contract assets	5,491,375	5,745,934
Electronically recorded monetary claims - operating	1,050,852	3,628,199
Merchandise and finished goods	1,146,948	1,038,943
Work in process	526,493	543,259
Raw materials and supplies	2,468,420	2,352,047
Income taxes refund receivable	36,911	6,249
Other	516,285	806,954
Total current assets	18,150,294	20,521,342
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,220,265	6,344,982
Accumulated depreciation	(3,596,905)	(3,769,316)
Buildings and structures, net	2,623,360	2,575,666
Machinery, equipment and vehicles	17,477,738	17,959,734
Accumulated depreciation	(13,198,453)	(13,666,137)
Machinery, equipment and vehicles, net	4,279,284	4,293,597
Tools, furniture and fixtures	7,166,564	7,548,312
Accumulated depreciation	(5,994,143)	(6,542,873)
Tools, furniture and fixtures, net	1,172,421	1,005,439
Land	1,106,558	1,106,558
Construction in progress	225,941	259,719
Total property, plant and equipment	9,407,566	9,240,980
Intangible assets	202,887	156,308
Investments and other assets		
Investment securities	1,285,929	1,537,752
Deferred tax assets	57,219	63,703
Other	79,448	85,261
Allowance for doubtful accounts	(15,000)	(10,000)
Total investments and other assets	1,407,597	1,676,717
Total non-current assets	11,018,051	11,074,007
Total assets	29,168,346	31,595,349

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,177,749	3,155,663
Electronically recorded obligations - operating	2,717,481	3,266,176
Accrued expenses	1,428,910	1,027,395
Short-term borrowings	–	800,000
Income taxes payable	87,438	92,874
Provision for product warranties	35,632	37,991
Provision for loss on special claims	449,525	127,189
Notes payable - facilities	4,577	–
Electronically recorded obligations - non-operating	281,926	36,769
Accounts payable - facilities	209,694	50,297
Other	371,083	611,027
Total current liabilities	8,764,019	9,205,386
Non-current liabilities		
Retirement benefit liability	129,014	104,750
Deferred tax liabilities	931,826	1,016,562
Other	194,152	217,549
Total non-current liabilities	1,254,993	1,338,862
Total liabilities	10,019,013	10,544,248
Net assets		
Shareholders' equity		
Share capital	1,317,600	1,317,600
Capital surplus	778,300	778,300
Retained earnings	16,842,178	17,866,081
Treasury shares	(3,704,603)	(3,704,604)
Total shareholders' equity	15,233,474	16,257,376
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	577,438	735,745
Foreign currency translation adjustment	1,371,318	1,966,745
Remeasurements of defined benefit plans	133,877	121,908
Total accumulated other comprehensive income	2,082,634	2,824,399
Non-controlling interests	1,833,223	1,969,325
Total net assets	19,149,332	21,051,101
Total liabilities and net assets	29,168,346	31,595,349

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	23,759,562	25,126,860
Cost of sales	21,239,312	21,793,452
Gross profit	2,520,249	3,333,408
Selling, general and administrative expenses	2,224,423	2,209,160
Operating profit	295,825	1,124,248
Non-operating income		
Interest income	67,453	98,163
Dividend income	36,722	44,234
Foreign exchange gains	20,910	–
Rental income	1,957	2,027
Commission income	7,611	7,553
Subsidies for employment adjustment	9,693	–
Other	29,967	14,526
Total non-operating income	174,317	166,504
Non-operating expenses		
Interest expenses	12,123	15,000
Foreign exchange losses	–	29,654
Loss on sale of trade receivables	–	6,336
Other	918	3,059
Total non-operating expenses	13,041	54,051
Ordinary profit	457,101	1,236,701
Extraordinary income		
Gain on sale of non-current assets	346	16
Compensation income	–	300,000
Total extraordinary income	346	300,016
Extraordinary losses		
Loss on sale of non-current assets	–	320
Loss on retirement of non-current assets	1,942	7,092
Loss on special claims	923,496	–
Total extraordinary losses	925,438	7,412
Profit (loss) before income taxes	(467,991)	1,529,305
Income taxes - current	248,408	204,166
Income taxes - deferred	265,209	14,479
Total income taxes	513,618	218,645
Profit (loss)	(981,609)	1,310,659
Profit attributable to non-controlling interests	82,433	127,162
Profit (loss) attributable to owners of parent	(1,064,042)	1,183,497

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit (loss)	(981,609)	1,310,659
Other comprehensive income		
Valuation difference on available-for-sale securities	(7,495)	158,307
Foreign currency translation adjustment	1,123,106	719,297
Remeasurements of defined benefit plans, net of tax	(22,985)	(11,969)
Total other comprehensive income	1,092,625	865,634
Comprehensive income	111,015	2,176,294
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(151,934)	1,925,262
Comprehensive income attributable to non-controlling interests	262,950	251,032