

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

July 29, 2022

Company name: DOSHISHA CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 7483 URL <https://www.doshisha.co.jp>  
 Representative: President, CEO and COO Masayuki Nomura  
 Managing Executive Officer  
 Director In Charge Of Financial &  
 Inquiries: Accounting, Foreign Trade Operation, Takahiro Matsumoto TEL 06-6121-5669  
 Business Management  
 Scheduled date to file Quarterly Securities Report: August 10, 2022  
 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, 2022 (from April 1, 2022 to June 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	%
Three months ended June 30, 2022	26,655	4.8	2,212	(10.8)	2,363	(10.5)	1,590	(10.4)
Three months ended June 30, 2021	25,427	(2.8)	2,480	(24.6)	2,640	(20.5)	1,775	(21.4)

Note: Comprehensive income Three months ended June 30, 2022 ¥2,117 million [31.9%]  
 Three months ended June 30, 2021 ¥1,605 million [(30.1)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	46.30		–	
Three months ended June 30, 2021	50.52		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	95,481	77,147	79.1	2,212.97
As of March 31, 2022	94,371	76,712	79.8	2,177.99

Reference: Equity As of June 30, 2022: ¥75,553 million  
 As of March 31, 2022: ¥75,285 million

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	–	30.00	–	30.00	60.00
Year ending March 31, 2023	–				
Year ending March 31, 2023 (Forecast)		30.00	–	30.00	60.00

Note: Revision of cash dividend forecast most recently announced: No

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
Six months ending September 30, 2022	51,600	5.2	3,950	(0.1)	4,000	(3.7)	2,700	(3.3)	78.76
Full year	108,000	6.9	8,300	16.7	8,400	10.6	5,600	9.1	163.67

Note: Revision of consolidated financial results forecast most recently announced: No

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 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 June 30, 2022	37,375,636 shares	As of March 31, 2022	37,375,636 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	3,234,624 shares	As of March 31, 2022	2,809,024 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, 2022	34,348,112 shares	Three months ended June 30, 2021	35,141,012 shares
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\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of forecasts of financial results, and other special matters

Caution concerning forward-looking statements

The forward-looking statements, including the earnings forecasts shown in this document, are based on information currently available to the Company and on certain assumptions deemed to be reasonable by the Company. As such, they do not constitute guarantees by the Company of future performance. Actual performance and other results may differ materially due to various factors.

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	48,581	44,183
Notes receivable - trade	330	501
Accounts receivable - trade	12,638	16,237
Electronically recorded monetary claims - operating	1,471	1,613
Merchandise and finished goods	8,036	9,311
Short-term loans receivable	13	13
Other	933	1,361
Allowance for doubtful accounts	(2)	(0)
Total current assets	72,003	73,221
Non-current assets		
Property, plant and equipment		
Buildings and structures	13,073	13,089
Accumulated depreciation	(5,442)	(5,534)
Buildings and structures, net	7,630	7,554
Land	9,385	9,385
Construction in progress	784	831
Other	3,022	3,073
Accumulated depreciation	(2,191)	(2,251)
Other, net	830	822
Total property, plant and equipment	18,631	18,594
Intangible assets	416	390
Investments and other assets		
Investment securities	1,910	2,000
Long-term loans receivable	20	17
Deferred tax assets	280	151
Other	1,119	1,119
Allowance for doubtful accounts	(11)	(11)
Total investments and other assets	3,319	3,276
Total non-current assets	22,367	22,260
Total assets	94,371	95,481
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	5,916	6,740
Income taxes payable	1,192	725
Provision for bonuses for directors (and other officers)	57	15
Provision for bonuses	5	4
Other	2,727	3,097
Total current liabilities	9,899	10,583
Non-current liabilities		
Long-term borrowings	6,600	6,600
Retirement benefit liability	650	655
Asset retirement obligations	10	10
Other	498	485
Total non-current liabilities	7,759	7,750
Total liabilities	17,658	18,334

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	4,993	4,993
Capital surplus	6,273	6,273
Retained earnings	68,054	68,607
Treasury shares	(4,459)	(5,105)
Total shareholders' equity	74,861	74,768
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	56	100
Deferred gains or losses on hedges	207	435
Foreign currency translation adjustment	180	265
Remeasurements of defined benefit plans	(21)	(18)
Total accumulated other comprehensive income	423	784
Non-controlling interests	1,427	1,593
Total net assets	76,712	77,147
Total liabilities and net assets	94,371	95,481

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	25,427	26,655
Cost of sales	17,399	19,199
Gross profit	8,028	7,456
Selling, general and administrative expenses	5,548	5,244
Operating profit	2,480	2,212
Non-operating income		
Interest income	0	0
Dividend income	69	25
Foreign exchange gains	11	105
Subsidy income	35	3
Settlement received	19	-
Other	31	21
Total non-operating income	167	157
Non-operating expenses		
Interest expenses	1	1
Commission expenses	1	1
Other	3	3
Total non-operating expenses	6	6
Ordinary profit	2,640	2,363
Profit before income taxes	2,640	2,363
Income taxes - current	708	690
Income taxes - deferred	110	28
Total income taxes	818	719
Profit	1,822	1,643
Profit attributable to non-controlling interests	47	52
Profit attributable to owners of parent	1,775	1,590

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	1,822	1,643
Other comprehensive income		
Valuation difference on available-for-sale securities	(43)	44
Deferred gains or losses on hedges	(210)	228
Foreign currency translation adjustment	34	199
Remeasurements of defined benefit plans, net of tax	2	2
Total other comprehensive income	(216)	474
Comprehensive income	1,605	2,117
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,547	1,950
Comprehensive income attributable to non-controlling interests	58	166

## Consolidated statements of cash flows

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,640	2,363
Depreciation	178	182
Increase (decrease) in provision for bonuses for directors (and other officers)	(53)	(41)
Increase (decrease) in provision for bonuses	(1)	(1)
Increase (decrease) in allowance for doubtful accounts	(0)	(2)
Increase (decrease) in retirement benefit liability	8	8
Subsidy income	(35)	(3)
Settlement income	(19)	–
Interest and dividend income	(69)	(26)
Interest expenses	1	1
Decrease (increase) in trade receivables	(3,550)	(3,880)
Decrease (increase) in inventories	(720)	(1,252)
Increase (decrease) in trade payables	(293)	797
Increase (decrease) in accrued consumption taxes	(164)	173
Decrease (increase) in other current assets	214	(88)
Increase (decrease) in other current liabilities	206	109
Other, net	6	4
Subtotal	(1,652)	(1,656)
Interest and dividends received	69	26
Interest paid	(2)	(2)
Income taxes paid	(2,182)	(1,116)
Subsidies received	35	3
Settlement received	19	–
Net cash provided by (used in) operating activities	(3,713)	(2,744)
Cash flows from investing activities		
Purchase of property, plant and equipment	(98)	(50)
Purchase of intangible assets	(5)	(4)
Purchase of investment securities	(6)	(7)
Proceeds from collection of loans receivable	0	3
Other payments	(4)	(3)
Other proceeds	3	2
Net cash provided by (used in) investing activities	(111)	(60)
Cash flows from financing activities		
Purchase of treasury shares	–	(646)
Repayments of lease liabilities	(39)	(39)
Dividends paid	(1,030)	(1,011)
Dividends paid to non-controlling interests	(275)	–
Net cash provided by (used in) financing activities	(1,345)	(1,696)
Effect of exchange rate change on cash and cash equivalents	17	103
Net increase (decrease) in cash and cash equivalents	(5,152)	(4,398)
Cash and cash equivalents at beginning of period	47,870	48,581
Cash and cash equivalents at end of period	42,718	44,183