

Translation

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

October 31, 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 & Takahiro Matsumoto  
 Inquiries: Accounting, Foreign Trade Operation, Business Management TEL 06-6121-5669  
 Scheduled date to file Quarterly Securities Report: November 11, 2022  
 Scheduled date to commence dividend payments: December 5, 2022  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(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	52,404	6.8	3,839	(2.9)	3,954	(4.8)	2,641	(5.4)
Six months ended September 30, 2021	49,046	(2.3)	3,953	(24.0)	4,155	(21.9)	2,791	(22.2)

Note: Comprehensive income Six months ended September 30, 2022 ¥3,613 million [41.5%]  
 Six months ended September 30, 2021 ¥2,553 million [(30.3)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	77.10		-	
Six months ended September 30, 2021	79.45		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2022	97,113	78,688	79.3	2,255.11
As of March 31, 2022	94,371	76,712	79.8	2,177.99

Reference: Equity As of September 30, 2022: ¥76,991 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	-	30.00	-	-	-
Year ending March 31, 2023 (Forecast)	-	-	-	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
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 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	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 September 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)

Six months ended September 30, 2022	34,259,354 shares	Six months ended September 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 September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	48,581	48,653
Notes receivable - trade	330	410
Accounts receivable - trade	12,638	12,795
Electronically recorded monetary claims - operating	1,471	1,561
Merchandise and finished goods	8,036	9,707
Short-term loans receivable	13	13
Other	933	1,793
Allowance for doubtful accounts	(2)	(0)
Total current assets	72,003	74,934
Non-current assets		
Property, plant and equipment		
Buildings and structures	13,073	13,088
Accumulated depreciation	(5,442)	(5,617)
Buildings and structures, net	7,630	7,470
Land	9,385	9,385
Construction in progress	784	832
Other	3,022	3,114
Accumulated depreciation	(2,191)	(2,316)
Other, net	830	798
Total property, plant and equipment	18,631	18,486
Intangible assets	416	385
Investments and other assets		
Investment securities	1,910	2,099
Long-term loans receivable	20	14
Deferred tax assets	280	80
Other	1,119	1,123
Allowance for doubtful accounts	(11)	(11)
Total investments and other assets	3,319	3,306
Total non-current assets	22,367	22,178
Total assets	94,371	97,113
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	5,916	6,752
Income taxes payable	1,192	1,206
Provision for bonuses for directors (and other officers)	57	33
Provision for bonuses	5	8
Other	2,727	2,680
Total current liabilities	9,899	10,681
Non-current liabilities		
Long-term borrowings	6,600	6,600
Retirement benefit liability	650	663
Asset retirement obligations	10	10
Other	498	469
Total non-current liabilities	7,759	7,742
Total liabilities	17,658	18,424

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	4,993	4,993
Capital surplus	6,273	6,273
Retained earnings	68,054	69,658
Treasury shares	(4,459)	(5,105)
Total shareholders' equity	74,861	75,819
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	56	159
Deferred gains or losses on hedges	207	727
Foreign currency translation adjustment	180	303
Remeasurements of defined benefit plans	(21)	(18)
Total accumulated other comprehensive income	423	1,172
Share acquisition rights	–	45
Non-controlling interests	1,427	1,650
Total net assets	76,712	78,688
Total liabilities and net assets	94,371	97,113

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	49,046	52,404
Cost of sales	34,478	38,172
Gross profit	14,568	14,231
Selling, general and administrative expenses	10,615	10,392
Operating profit	3,953	3,839
Non-operating income		
Interest income	0	1
Dividend income	71	26
Gain on adjustment of account payable	10	4
Foreign exchange gains	26	34
Subsidy income	35	3
Settlement received	19	–
Other	54	55
Total non-operating income	219	125
Non-operating expenses		
Interest expenses	2	2
Commission expenses	8	2
Other	5	5
Total non-operating expenses	17	10
Ordinary profit	4,155	3,954
Profit before income taxes	4,155	3,954
Income taxes - current	1,215	1,276
Income taxes - deferred	71	(41)
Total income taxes	1,286	1,235
Profit	2,868	2,719
Profit attributable to non-controlling interests	76	77
Profit attributable to owners of parent	2,791	2,641

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

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	2,868	2,719
Other comprehensive income		
Valuation difference on available-for-sale securities	(36)	102
Deferred gains or losses on hedges	(308)	519
Foreign currency translation adjustment	24	269
Remeasurements of defined benefit plans, net of tax	5	2
Total other comprehensive income	(315)	894
Comprehensive income	2,553	3,613
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,452	3,389
Comprehensive income attributable to non-controlling interests	101	223

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	4,155	3,954
Depreciation	362	366
Increase (decrease) in provision for bonuses for directors (and other officers)	(42)	(23)
Increase (decrease) in provision for bonuses	2	2
Increase (decrease) in allowance for doubtful accounts	(2)	(2)
Increase (decrease) in retirement benefit liability	14	17
Share-based payment expenses	–	45
Subsidy income	(35)	(3)
Settlement income	(19)	–
Interest and dividend income	(72)	(28)
Interest expenses	2	2
Decrease (increase) in trade receivables	(212)	(292)
Decrease (increase) in inventories	(498)	(1,649)
Increase (decrease) in trade payables	361	816
Increase (decrease) in accrued consumption taxes	(441)	(8)
Decrease (increase) in other current assets	235	(97)
Increase (decrease) in other current liabilities	(157)	(58)
Other, net	10	8
Subtotal	3,663	3,051
Interest and dividends received	72	28
Interest paid	(2)	(2)
Income taxes paid	(2,186)	(1,270)
Subsidies received	35	3
Settlement received	19	–
Net cash provided by (used in) operating activities	1,601	1,810
Cash flows from investing activities		
Purchase of property, plant and equipment	(211)	(102)
Purchase of intangible assets	(14)	(39)
Purchase of investment securities	(11)	(11)
Proceeds from collection of loans receivable	1	6
Other payments	(19)	(11)
Other proceeds	3	2
Net cash provided by (used in) investing activities	(251)	(155)
Cash flows from financing activities		
Purchase of treasury shares	–	(646)
Repayments of lease liabilities	(79)	(77)
Dividends paid	(1,054)	(1,036)
Dividends paid to non-controlling interests	(275)	–
Net cash provided by (used in) financing activities	(1,408)	(1,760)
Effect of exchange rate change on cash and cash equivalents	(4)	177
Net increase (decrease) in cash and cash equivalents	(62)	72
Cash and cash equivalents at beginning of period	47,870	48,581
Cash and cash equivalents at end of period	47,807	48,653