

Report of Consolidated Financial Results

For the Year ended March 31, 2022

May 11, 2022

Name of Company: Hitachi Zosen Corporation
Code Number: 7004 URL: <https://www.hitachizosen.co.jp>
Stock Exchange Listing: Tokyo
Representative: Sadao Mino, President & Chief Executive Officer
Contact Person: Tetsuro Iwashita, Executive Officer, General Manager of Accounting Department
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This "Consolidated Financial Results" has been prepared in accordance with accounting principles generally accepted in Japan.

(Figures are rounded down to the nearest million yen.)

1. Business results and financial positions for the fiscal year (April 1, 2021 - March 31, 2022)

(1) Results of operations (Percentages show rates of increase or decrease from the previous period.)

	Net sales		Operating income		Ordinary income		Profit attributable to shareholders of Hitachi Zosen	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
Year ended March 31, 2022	441,797	8.1	15,541	0.9	11,783	-0.1	7,899	85.5
Year ended March 31, 2021	408,592	1.5	15,396	10.8	11,792	25.1	4,258	93.8

	Net income per share	Net income per share-diluted	Return on equity	Return on assets	Operating income to net sales
	(yen)	(yen)	(%)	(%)	(%)
Year ended March 31, 2022	46.87	—	6.1	2.6	3.5
Year ended March 31, 2021	25.26	—	3.5	2.8	3.8

(Note) Equity in net income of nonconsolidated subsidiaries and affiliates:
Yen 260 million (March 31, 2022), Yen -622 million (March 31, 2021)

(2) Financial position

	Total assets	Net assets	Shareholders' equity to total assets	Shareholders' equity per share
	(million yen)	(million yen)	(%)	(yen)
Year ended March 31, 2022	461,161	132,926	28.5	779.08
Year ended March 31, 2021	429,336	128,167	29.4	749.58

(Note) Shareholders' equity: Yen 131,299 million (March 31, 2022), Yen 126,330 million (March 31, 2021)

(3) Cash flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at end of year
	(million yen)	(million yen)	(million yen)	(million yen)
Year ended March 31, 2022	26,858	943	-8,759	65,956
Year ended March 31, 2021	22,680	-13,847	-5,271	45,812

2. Dividends

(Record Date)	Dividends per share			Total amount of dividend payment (million yen)	Dividend payout ratio (Consolidated) (%)	Dividend to net assets ratio (Consolidated) (%)
	Interim (yen)	Year-end (yen)	Annual (yen)			
Year ended March 31, 2021	0.00	12.00	12.00	2,022	47.5	1.7
Year ended March 31, 2022	0.00	12.00	12.00	2,022	25.6	1.6
Year ending March 31, 2023 (Forecast)	0.00	15.00	15.00	—	25.3	—

3. Forecast of consolidated earnings for the fiscal year ending March 31, 2023 (April 1, 2022 - March 31, 2023)

(Percentages show rates of increase or decrease from the previous period.)

	Net sales		Operating income		Ordinary income		Profit attributable to shareholders of Hitachi Zosen		Net income per share – basic (yen)
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	
Year ending March 31, 2023	440,000	-0.4	20,000	28.7	16,000	35.8	10,000	26.6	59.34

4. Notes

(1) Changes in major subsidiaries during the period: Yes (Hitachi Zosen Inova Steinmüller GmbH)

(2) Changes in accounting policies, changes in accounting estimates and restatements

(i) Changes in accounting policies as per the revision of accounting standards: Yes

(ii) Changes in accounting policies other than (i) above: None

(iii) Changes in accounting estimates: None

(iv) Restatements: None

(3) Number of shares issued and outstanding (common stock)

(i) Number of shares issued and outstanding (including treasury stock)

March 31, 2022 170,214,843 shares

March 31, 2021 170,214,843 shares

(ii) Number of shares held in treasury

March 31, 2022 1,683,577 shares

March 31, 2021 1,678,837 shares

(iii) Average number of shares during the period

March 31, 2022 168,533,519 shares

March 31, 2021 168,538,479 shares

(4) This report is out of scope of Statutory Audit.

(5) This report includes forward-looking statements. These forward-looking statements are based on the current assumptions and beliefs of Hitachi Zosen Corporation in light of the information currently available to it, and involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors may cause Hitachi Zosen Corporation's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements.