

Morningstar Japan K.K



Quarterly Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter (Three Months) ended June 30, 2022 (of the Fiscal Year ending March 31, 2023)

July 26, 2022

Company name Morningstar Japan K.K. Stock exchange listing : Tokyo Stock Exchange
 Stock code 4765 URL <https://www.morningstar.co.jp> TEL 03-6229-0810
 Representative (Title) Representative director and President (Name) Tomoya Asakura
 Person responsible for disclosure (Title) Chief financial officer (Name) Kazuhisa Ogawa
 Scheduled date of filing of quarterly securities report: August 2, 2022
 Scheduled date of commencement dividend: —
 Supplementary documents for quarterly financial result: None
 Quarterly Financial results briefing : Yes (for analysts and institutional investors)
 The video of the briefing will be posted promptly to our web site

(Amounts of less than one million yen are rounded down)

1. Quarterly Consolidated Financial Results for the First Quarter (Three Months) ended June 30, 2022

(April 1, 2022~June 30, 2022)

(1) Consolidated Results of Operations

(Percentages show year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First Quarter ended June 30, 2022	2,007	1.0	515	1.7	621	1.2	361	△ 12.6
June 30, 2021	1,987	10.0	506	17.7	613	19.6	413	21.2

(Note) Comprehensive income First Quarter ended June 30, 2022 349 Million yen (△ 11.1 %)
 First Quarter ended June 30, 2021 392 Million yen (△ 20.0 %)

	Net income per share (basic)	Net income per share (diluted)
	yen	yen
First Quarter ended June 30, 2022	4.03	—
June 30, 2021	4.61	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	yen
First Quarter ended June 30, 2022	13,349	11,815	84.6	126.02
Fiscal Year ended March 31, 2022	14,055	12,273	84.0	131.64

(Reference) Shareholders' equity First Quarter ended June 30, 2022 11,300 Million yen
 Fiscal Year ended March 31, 2022 11,804 Million yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	T o t a l
	yen	yen	yen	yen	yen
Fiscal Year ended March 31, 2022	—	8.00	—	9.00	17.00
Fiscal Year ending March 31, 2023	—				
Fiscal Year ending March 31, 2023 (Forecast)		—	—	—	—

(Note) Corrections from the most recently announced dividend forecast: None

Forecast of the annual dividend for the Fiscal Year ending March 31, 2023 has not been determined.

3. Forecast of Consolidated Financial Results for the Fiscal Year ending March 31, 2023 (April 1, 2022 to March 31, 2023)

Consolidated Forecasts for the Fiscal Year ending March 31, 2023 has not been determined.

(Note) Existence of revision from the most recently announced earnings forecast: None

※ Notes

(1) Significant changes in subsidiaries during First Quarter ended June 30, 2022

(changes in specified subsidiaries affecting the scope of consolidation) : None

New: - (Company name) Excluded: - (Company name)

(2) Application of special accounting for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies and estimates, and retrospective restatements :

① Changes in accounting policies in accordance with revision of accounting standards: Yes

② Changes in accounting policies other than item ① above: None

③ Changes in accounting estimates: None

④ Retrospective restatements: None

(4) Number of shares issued (common stock)

① Number of shares outstanding at end of period (including treasury stocks)

As of June 30, 2022	89,673,600 shares	As of March 31, 2022	89,673,600 shares
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② Number of treasury stocks at end of period

As of June 30, 2022	170 shares	As of March 31, 2022	170 shares
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③ Average number of shares during period

First Quarter ended June 30, 2022	89,673,430 shares	First Quarter ended June 30, 2021	89,673,430 shares
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※ This quarterly financial summary is outside to quarterly review by certified public accountant or audit Firm.

※ Explanation regarding the appropriate use of financial forecasts and other special items

(Dividend forecast of Fiscal Year ending March 31, 2023)

The dividend forecast of Fiscal Year ending March 31, 2023 has not been determined. It will be disclosed as soon as the dividend per share is determined after comprehensively taking into account future business performance, etc.

(How to obtain the financial results briefing)

A briefing of financial results for analysts is scheduled to be held on July 26, 2022 and a video of the briefing will be posted promptly to our website

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

	First Quarter ended March 31, 2022	First Quarter ended June 30, 2022
	(Thousand yen)	(Thousand yen)
ASSETS		
Current assets		
Cash and cash equivalents	5,176,612	3,003,451
Accounts receivable	1,611,378	1,715,251
Inventories	1,263 ※1	1,618 ※1
Other current assets	814,825	870,370
Total current assets	7,604,080	5,590,691
Non-current assets		
Tangible fixed assets	149,951 ※2	121,360 ※2
Intangible fixed assets		
Goodwill	1,786,713	1,811,509
Software	1,076,849	1,200,489
Other Intangible assets	282,050	105,640
Total Intangible assets	3,145,612	3,117,638
Investments and other assets		
Investment securities	2,624,582	3,968,918
Deferred tax assets	345,615	368,851
Other Investments and other assets	166,511	165,873
Total Investments and other assets	3,136,709	4,503,643
Total noncurrent assets	6,432,274	7,742,642
Deferred Assets		
Stock issuance cost	19,003	16,399
Total deferred Assets	19,003	16,399
TOTAL ASSETS	14,055,358	13,349,734

(All the figures less than 1,000 are rounded down)

	First Quarter ended	First Quarter ended
	March 31, 2022	June 30, 2022
	(Thousand yen)	(Thousand yen)
LIABILITIES		
Current liabilities		
Accounts payable-trade	62,618	46,881
Accounts payable-other	748,528	755,863
Lease payable	69,089	42,330
Income taxes payable	464,822	196,084
Consumption taxes payable	90,498	52,184
Other current liabilities	346,255	440,639
Total current liabilities	<u>1,781,813</u>	<u>1,533,983</u>
TOTAL LIABILITIES	1,781,813	1,533,983
NET ASSETS		
Shareholders' equity		
Common stock	3,363,635	3,363,635
Capital surplus	4,478,772	4,478,772
Retained earnings	4,439,392	3,993,458
Treasury stocks	△ 29	△ 29
Total shareholders' equity	<u>12,281,770</u>	<u>11,835,835</u>
Accumulated other comprehensive income		
Valuation difference on other securities	△ 513,787	△ 660,823
Foreign currency translation adjustments	36,309	125,332
Total accumulated other comprehensive income	<u>△ 477,478</u>	<u>△ 535,491</u>
Non-controlling shareholders' equity	469,252	515,406
TOTAL NET ASSETS	<u>12,273,545</u>	<u>11,815,750</u>
TOTAL LIABILITIES AND NET ASSETS	<u>14,055,358</u>	<u>13,349,734</u>

(All the figures less than 1,000 are rounded down)

(2) Quarterly Consolidated Statement of income

	First Quarter		First Quarter	
	From April 1, 2021		From April 1, 2022	
	To June 30, 2021		To June 30, 2022	
	(Thousand yen)		(Thousand yen)	
Sales		1,987,417		2,007,387
Cost of sales		919,144		878,439
Gross profit		1,068,272		1,128,948
Selling, general and administrative expenses		561,349		613,651
Operating income		506,922		515,296
Non-operating income				
Interest income	78,344		54,814	
Dividends income	30,066		53,942	
Other non-operating income	1,028	109,438	662	109,418
Non-operating expenses				
Foreign exchange losses	53		230	
Amortization of stock issuance cost	2,224		2,604	
Other non-operating expenses	273	2,552	722	3,557
Ordinary income		613,809		621,158
Extraordinary loss				
Loss on sale of investment securities	4,035		-	
Loss on valuation of crypto assets	-	4,035	4,848	4,848
Income before income taxes		609,773		616,309
Income taxes-current	104,896		166,484	
Income taxes-deferred	17,907	122,804	42,545	209,030
Net income		486,969		407,279
Net income Attributable To Non Controlling Interests		73,938		46,153
Net income attributable to owners of parent		413,031		361,126

(All the figures less than 1,000 are rounded down)

Quarterly Consolidated Statement of Comprehensive income

	First Quarter		First Quarter	
	From April 1, 2021		From April 1, 2022	
	To June 30, 2021		To June 30, 2022	
	(Thousand yen)		(Thousand yen)	
Net income		486,969		407,279
Other comprehensive income				
Valuation difference on available-for-sale securities		△ 59,008		△ 147,036
Foreign currency translation adjustments		△ 35,024	△ 94,032	89,023
Comprehensive income		392,937		349,266
(Breakdown)				
Comprehensive income attributable to owners of the parent		328,654		303,112
Comprehensive income attributable to Non Controlling Interests		64,283		46,153

(All the figures less than 1,000 are rounded down)