

Translation

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Consolidated Financial Results for the Three Months Ended June 30, 2022 (Under Japanese GAAP)

July 29, 2022

Company name: EIZO Corporation
 Stock exchange listing: Tokyo
 Stock code: 6737 URL <https://www.eizo.co.jp/>
 Representative: President Yoshitaka Jitsumori
 Director, Operating Officer, and Senior
 Inquiries: Manager, Accounting & Finance, & Investor Relations Masaki Ebisu TEL 076-275-4121
 Scheduled date to file Quarterly Securities Report: August 5, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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	17,847	(22.9)	877	(78.3)	1,258	(72.5)	1,383	(56.3)
Three months ended June 30, 2021	23,151	64.2	4,039	–	4,579	681.9	3,166	711.1

(Note) Comprehensive income For the three months ended June 30, 2022: ¥975 million [(59.2)%]
 For the three months ended June 30, 2021: ¥2,390 million [(39.5)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	65.11		–	
Three months ended June 30, 2021	148.54		–	

(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	154,232	117,359	76.1	5,569.97
As of March 31, 2022	155,459	118,582	76.3	5,562.01

(Reference) Equity As of June 30, 2022: ¥117,359 million
 As of March 31, 2022: ¥118,582 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	–	60.00	–	60.00	120.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	60.00	–	65.00	125.00

(Note) Revisions to the forecast of cash dividends most recently announced: None

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	86,000	(0.9)	8,000	(29.2)	9,000	(25.7)	6,300	(19.2)	295.50

(Note) Revisions to the forecasts of consolidated financial results most recently announced: None

*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	21,981,160 shares	As of March 31, 2022	22,731,160 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	911,038 shares	As of March 31, 2022	1,411,088 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	21,252,184 shares	Three months ended June 30, 2021	21,320,197 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 earnings forecasts, and other special matters

(Notice concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. As such, they do not constitute the Company's guarantee that such results would be achieved. Actual business and other results may differ substantially due to various factors.

(Explanatory material for financial results)

Explanatory material for financial results is disclosed through TDnet as well as posted on the Company's website on July 29, 2022.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	13,887	14,414
Notes and accounts receivable - trade, and contract assets	23,035	17,386
Electronically recorded monetary claims - operating	1,778	1,594
Securities	8,799	8,299
Merchandise and finished goods	10,038	12,144
Work in process	1,730	2,097
Raw materials and supplies	19,980	23,638
Other	1,362	2,113
Allowance for doubtful accounts	(102)	(99)
Total current assets	80,510	81,589
Non-current assets		
Property, plant and equipment	20,173	20,453
Intangible assets	841	835
Investments and other assets		
Investment securities	52,824	50,298
Other	1,108	1,054
Total investments and other assets	53,933	51,353
Total non-current assets	74,948	72,642
Total assets	155,459	154,232
Liabilities		
Current liabilities		
Accounts payable - trade	7,522	9,186
Short-term borrowings	2,050	2,140
Income taxes payable	2,398	127
Provision for bonuses	1,696	731
Provision for product warranties	2,177	2,196
Other	4,880	6,791
Total current liabilities	20,726	21,174
Non-current liabilities		
Long-term borrowings	1,025	1,034
Provision for retirement benefits for directors (and other officers)	71	71
Provision for recycling	634	622
Retirement benefit liability	3,014	2,986
Other	11,404	10,982
Total non-current liabilities	16,150	15,697
Total liabilities	36,876	36,872

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	4,425	4,425
Capital surplus	4,313	4,313
Retained earnings	82,039	80,661
Treasury shares	(2,664)	(2,100)
Total shareholders' equity	88,114	87,300
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	28,801	27,175
Foreign currency translation adjustment	1,440	2,700
Remeasurements of defined benefit plans	226	183
Total accumulated other comprehensive income	30,467	30,059
Total net assets	118,582	117,359
Total liabilities and net assets	155,459	154,232

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	23,151	17,847
Cost of sales	14,261	12,141
Gross profit	8,890	5,706
Selling, general and administrative expenses	4,850	4,828
Operating profit	4,039	877
Non-operating income		
Interest income	1	3
Dividend income	474	522
Foreign exchange gains	41	–
Other	31	26
Total non-operating income	548	552
Non-operating expenses		
Interest expenses	5	6
Foreign exchange losses	–	164
Other	2	0
Total non-operating expenses	7	171
Ordinary profit	4,579	1,258
Extraordinary income		
Gain on sale of investment securities	–	835
Total extraordinary income	–	835
Extraordinary losses		
Loss on sale of investment securities	–	5
Total extraordinary losses	–	5
Profit before income taxes	4,579	2,088
Income taxes - current	1,276	299
Income taxes - deferred	136	405
Total income taxes	1,412	704
Profit	3,166	1,383
Profit attributable to owners of parent	3,166	1,383

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	3,166	1,383
Other comprehensive income		
Valuation difference on available-for-sale securities	(941)	(1,625)
Foreign currency translation adjustment	174	1,260
Remeasurements of defined benefit plans, net of tax	(9)	(43)
Total other comprehensive income	(776)	(408)
Comprehensive income	2,390	975
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,390	975
Comprehensive income attributable to non-controlling interests	—	—