

Consolidated Financial Results for the Three Months Ended June 30, 2022 [Under Japanese GAAP]

July 28, 2022

Company name: Dexerials Corporation
 Security code: 4980
 Representative: Yoshihisa Shinya, Representative Director and President
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 Quarterly Securities Report (*Shihanki Hokokusho*) filing date: August 5, 2022
 Scheduled date of dividend payment: -
 Preparation of supplementary briefing material on quarterly financial results: Yes
 Investors meeting presentation for quarterly financial results: Yes (For securities analysts and institutional investors)

Listing: Tokyo Stock Exchange
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(Note) Amounts less than one million yen have been omitted.

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 - June 30, 2022)

(1) Consolidated operating results (cumulative) (Percentage indicates year-on-year changes.)

Three months ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2022	26,775	31.6	8,347	70.1	7,260	60.9	4,664	57.3
June 30, 2021	20,347	47.0	4,907	290.6	4,513	263.6	2,965	281.7

Note: Comprehensive income For the three months ended June 30, 2022: ¥5,740 million [97.4%]
 For the three months ended June 30, 2021: ¥2,908 million [303.1%]
 Note: EBITDA For the three months ended June 30, 2022: ¥9,979 million [55.3%]
 For the three months ended June 30, 2021: ¥6,424 million [129.8%]

Three months ended	Basic earnings per share		Diluted earnings per share	
	Yen	Yen	Yen	Yen
June 30, 2022	78.13	77.69	77.69	77.69
June 30, 2021	48.63	48.28	48.28	48.28

(2) Consolidated financial position

As of	Total assets		Net assets		Capital to asset ratio		Net assets per share	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	%	Yen	Yen
June 30, 2022	118,712	63,976	63,976	63,976	53.5	53.5	1,076.72	1,076.72
March 31, 2022	127,410	64,140	64,140	64,140	50.0	50.0	1,063.24	1,063.24

Reference: Capital (Shareholders' equity + Accumulated other comprehensive income) As of June 30, 2022: ¥63,544 million
 As of March 31, 2022: ¥63,735 million

2. Dividends

Fiscal year	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Ended March 31, 2022	Yen -	Yen 30.00	Yen -	Yen 30.00	Yen 60.00
Ending March 31, 2023	-	-	-	-	-
Fiscal year Ending March 31, 2023 (forecast)	-	30.00	-	35.00	65.00

Note: Revisions to dividend forecast published most recently: None

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

(Percentage indicates year-on-year changes.)

Fiscal year	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
Fiscal year	110,000	14.9	31,000	16.4	29,600	18.3	20,000	20.0	329.48	329.48

Note: Revisions to earnings forecast published most recently: None

For more information on consolidated financial results, please refer to results briefing materials posted on our website (<https://www.dexerials.jp/en/ir/library/index.html>) and other materials.

[Notes]

- (1) Changes in significant subsidiaries during the current period (Changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of accounting methods used specifically for preparing the quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatements of prior period financial statements
 - (a) Changes in accounting policies due to the application of new or revised accounting standards: Yes
 - (b) Changes in accounting policies due to reasons other than above (a): None
 - (c) Changes in accounting estimates: None
 - (d) Restatements of prior period financial statements: None

Note: For further details, please see “1. Quarterly Consolidated Financial Statements and Notes, (3) Notes to quarterly consolidated financial statements (Changes in accounting policies)” on page 6 of the attached materials.

- (4) Number of shares of common stock issued
 - (a) Number of shares issued (including treasury shares)

As of June 30, 2022:	64,519,400 shares	As of March 31, 2022:	64,493,400 shares
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 - (b) Number of treasury shares

As of June 30, 2022:	5,503,329 shares	As of March 31, 2022:	4,548,709 shares
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 - (c) Average number of shares of common stock during the period

Three months ended June 30, 2022:	59,702,350 shares	Three months ended June 30, 2021:	60,969,843 shares
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Notes: 1. As a result of the exercise of stock options during the first quarter of the fiscal year ending March 31, 2023, the number of shares issued as of June 30, 2022 has increased by 26,000 shares.

2. As the Company has introduced a stock compensation plan which delivers shares with restrictions on transfer, the Company's shares are included in the number of treasury shares at the end of the period (293,800 shares as of June 30, 2022 and 293,800 shares as of June 30, 2021) mainly for the purpose of allotting them as restricted shares.

3. As the Company has introduced an Employee Stock Ownership Plan (“J-ESOP”) and a Board Benefit Trust (BBT), the number of shares of the Company held by the trust account is included in the number of treasury shares as of the end of the period. In addition, the number of shares of the Company held by the Trust (an average of 4,805,797 shares for the three months ended June 30, 2022 and an average of 3,331,648 shares for the three months ended June 30, 2021) was included in the number of treasury shares to be deducted in the calculation of the average number of shares of common stock during the period.

* This consolidated financial results report is not subject to a quarterly review by certified public accountants or an audit firm.

* [Proper use of earnings forecast, and other special notes]

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including results forecasts contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. Accordingly, the Company does not intend to promise their achievement. Actual results may differ from these forecasts and forward-looking statements due to various factors.