

Translation

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

August 12, 2022

Company Name: FUJIMI INCORPORATED  
 Stock Exchange Listing: Tokyo, Nagoya  
 Stock Code: 5384 URL <https://www.fujimiinc.co.jp/>  
 Representative: President and CEO Keishi Seki  
 Senior General Manager  
 Inquiries: Finance Division Toshihiro Kawashima TEL 052-503-8181  
 Scheduled date to file Quarterly Securities Report: August 12, 2022  
 Scheduled Date to Commence Dividend Payments: —  
 Preparation of supplementary material on quarterly financial results: No  
 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	15,136	22.2	4,152	38.4	4,408	40.7	3,123	35.8
Three months ended June 30, 2021	12,387	18.7	2,999	32.0	3,132	37.2	2,300	39.3

	Earnings per Share	Diluted Earnings per Share
	Yen	Yen
Three months ended June 30, 2022	126.36	—
Three months ended June 30, 2021	93.05	—

#### (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	77,573	65,012	83.8	2,629.74
As of March 31, 2022	75,684	62,967	83.2	2,547.00

### 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	—	85.00	—	100.00	185.00
Year ended March 31, 2023	—	—	—	—	—
Year ending March 31, 2023 (Forecast)	—	95.00	—	105.00	200.00

### 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
Six months ending September 30, 2022	28,500	12.7	6,500	5.5	6,550	3.0	4,800	Δ0.1	194.16
Full Year	58,000	12.1	13,500	11.9	13,600	8.9	10,000	9.2	404.50

4. 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: Yes
- 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	28,699,500 shares	As of March 31, 2022	28,699,500 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	3,977,403 shares	As of March 31, 2022	3,977,290 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	24,722,192 shares	Three months ended June 30, 2021	24,721,021 shares
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**(Supplementary Materials)**

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## 1. Overview of Business Results and Financial Position

### (1) Overview of Business Results

During the first three months of our FY2023, the global economy was continuously affected by the spread of COVID-19 variant and the logistics disruption. The inflation pressure remained strong because of soaring resource and energy prices as a result of worsening international situation. The global economic uncertainty increased due to concerns about economic recessions caused by the significant interest rate rise in the US and the negative impact in Europe by Ukraine situation.

In addition, the global semiconductor market started to show signs of price softening with memory semiconductors due to weak demand for PCs and smartphones although demand for the logic semiconductors stayed firm.

The consolidated results for this period are shown below.

Consolidated Results for the First Three Months of Fiscal Year 2023:			Millions of JPY
	FY ended June 30, 2021	FY ended June 30, 2022	Change YoY
Net Sales	12,387	15,136	22.2%
Operating Profit	2,999	4,152	38.4%
Ordinary Profit	3,132	4,408	40.7%
Profit Attributable to Owners of Parent	2,300	3,123	35.8%

### Segment Operating Results by Region

#### (i) Japan

Net sales in Japan increased by 20.9% to JPY 9,164 million compared with the same term in the previous fiscal year. The increase was mainly due to firm demand for products related to semiconductor devices and silicon wafers. Operating profit increased by 38.0% to JPY 3,785 million. The increase was mainly due to sales increase and a favorable product mix.

#### (ii) North America

Net sales in North America increased by 21.8% to JPY 1,993 million compared with the same term in the previous fiscal year. The increase was mainly due to firm demand for products related to semiconductor devices and silicon wafers. Operating profit increased by 75.2% to JPY 372 million. The increase was mainly due to sales increase, a favorable product mix and foreign currency fluctuations.

#### (iii) Asia

Net sales in Asia increased by 27.4% to JPY 3,470 million compared with the same term in the previous fiscal year. Operating profit increased by 48.0% to JPY 916 million. The increases were mainly due to firm demand for CMP products related to advanced logic devices, a favorable product mix and foreign currency fluctuations.

#### (iv) Europe

Net sales in Europe increased by 13.6% to JPY 508 million compared with the same term in the previous fiscal year. Operating profit increased by 17.4% to JPY 56 million. The increases were mainly due to firm demand for products related to semiconductor devices and silicon wafers.

### Segment Operating Results by Application

#### (i) Silicon Wafers

Regarding products for silicon wafers, net sales of lapping abrasive products increased by 6.7% to JPY 1,540 million compared with the same term in the previous fiscal year and net sales of polishing slurry products increased by 19.5% to JPY 3,504 million. The increases in net sales of both product lines were mainly due to high production levels in the semiconductor industry.

#### (ii) Semiconductor Devices

Regarding products for the CMP process of semiconductor devices, net sales increased by 28.2% to JPY 7,645 million compared with the same term in the previous fiscal year. The increase in net sales was mainly due to continuous firm demand from both logic and memory devices and exchange currency fluctuations.

(iii) Hard Disks

Regarding products for hard disks, net sales increased by 32.8% to JPY 520 million compared with the same term in the previous fiscal year. The increase in net sales was mainly due to firm demand from Hard Disk Drives (HDD) for servers and exchange currency fluctuations, despite replacement with Solid State Drives (SSDs).

(iv) General Industries

Regarding products for general industries, net sales increased by 10.0% to JPY 1,192 million compared with the same term in the previous fiscal year. The increase in net sales was mainly due to recovery of demand of products for industrial machineries.

## (2) Overview of Financial Position

### Summary of Total Assets, Total Liabilities and Net Assets as of June 30, 2022

Total assets increased by JPY 1,889 million to JPY 77,573 million compared with the end of the previous fiscal year mainly due to increases of JPY 3,324 million in notes and accounts receivable – trade, of JPY 861 million in merchandise and finished goods and of JPY 563 million in raw materials and supplies, offsetting decreases of JPY 2,005 million in cash and deposit and of JPY 1,600 in securities.

Total liabilities decreased by JPY 156 million to JPY 12,561 million compared with the end of the previous fiscal year mainly due to decreases of JPY 868 million in income taxes payable and of JPY 643 million in provision for bonuses, offsetting increases of JPY 657 million in other in current liabilities and of JPY 495 in notes and accounts receivable - trade.

Net assets increased by JPY 2,045 million to JPY 65,012 million compared with the end of the previous fiscal year mainly due to increases of JPY 1,491 million in foreign currency translation adjustment and of JPY 596 million in retained earnings.

## (3) Information Concerning Revision of Financial Forecast

No adjustments were made concerning the financial forecast for FY2023 as reported in the “Summary of Consolidated Financial Results for the Year Ended March 31, 2022” released on May 31, 2022.

**2. Consolidated Financial Statements**  
**(1) Consolidated Balance Sheets**

	(Millions of yen)	
	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	31,662	29,657
Notes and accounts receivable - trade	11,581	14,906
Securities	4,900	3,300
Merchandise and finished goods	4,569	5,430
Work in process	1,041	1,191
Raw materials and supplies	3,714	4,278
Other	595	499
Allowance for doubtful accounts	(15)	(15)
Total current assets	58,049	59,247
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,528	6,689
Other, net	7,697	8,177
Total property, plant and equipment	14,225	14,866
Intangible assets	349	324
Investments and other assets		
Investment securities	1,844	2,163
Deferred tax assets	1,108	862
Other	116	117
Allowance for doubtful accounts	(9)	(9)
Total investments and other assets	3,059	3,134
Total non-current assets	17,634	18,326
Total assets	75,684	77,573

(Millions of yen)

As of March 31, 2022

As of June 30, 2022

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	3,986	4,481
Income taxes payable	2,307	1,438
Provision for bonuses	1,395	751
Provision for bonuses for directors (and other officers)	-	21
Provision for share-based remuneration	796	787
Other	2,999	3,656
Total current liabilities	11,484	11,137
Non-current liabilities		
Deferred tax liabilities	3	4
Retirement benefit liability	903	901
Provision for share-based remuneration	43	43
Other	282	473
Total non-current liabilities	1,232	1,423
Total liabilities	12,717	12,561
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,753	4,753
Capital surplus	6,878	6,878
Retained earnings	55,705	56,302
Treasury shares	(6,753)	(6,754)
Total shareholders' equity	60,584	61,180
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	390	342
Foreign currency translation adjustment	2,072	3,563
Remeasurements of defined benefit plans	(79)	(74)
Total accumulated other comprehensive income	2,383	3,832
Total net assets	62,967	65,012
Total liabilities and net assets	75,684	77,573

**(2) Consolidated Statements of Income (cumulative) and Consolidated Statements of Comprehensive Income (cumulative)**

**( i ) Consolidated Statements of Income (cumulative)**

	(Millions of yen)	
	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	12,387	15,136
Cost of sales	6,393	7,713
Gross profit	5,993	7,423
Selling, general and administrative expenses	2,994	3,271
Operating profit	2,999	4,152
Non-operating income		
Interest income	14	15
Dividend income	15	22
Gain on sales of property	-	246
Other	131	16
Total non-operating income	162	300
Non-operating expenses		
Interest expenses	1	1
Foreign exchange losses	25	-
Other	1	42
Total non-operating expenses	28	44
Ordinary profit	3,132	4,408
Extraordinary losses		
System failure response costs	-	28
Total extraordinary losses	-	28
Profit before income taxes	3,132	4,380
Income taxes - current	577	984
Income taxes - deferred	254	271
Total income taxes	832	1,256
Profit	2,300	3,123
Profit attributable to owners of parent	2,300	3,123



**( ii ) Consolidated Statements of Comprehensive Income (cumulative)**

	(Millions of yen)	
	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	2,300	3,123
Other comprehensive income		
Valuation difference on available-for-sale securities	(23)	(47)
Foreign currency translation adjustment	109	1,491
Remeasurements of defined benefit plans, net of tax	5	5
Total other comprehensive income	91	1,449
Comprehensive income	2,391	4,573
(Breakdown)		
Comprehensive income attributable to owners of parent	2,391	4,573