

Translation

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

August 15, 2022

Company name: TOREX SEMICONDUCTOR LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6616 URL <https://www.torex.co.jp/>  
 Representative: President Koji Shibamiya  
 Corporate Officer  
 Inquiries: General Manager, Corporate Planning Takashi Maegawa TEL 03-6222-2875  
 Headquarters  
 Scheduled date to file Quarterly Securities Report: August 15, 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	8,593	22.5	1,743	174.1	1,757	159.7	1,238	159.6
Three months ended June 30, 2021	7,013	19.7	636	225.3	676	275.9	476	182.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	113.19		–	
Three months ended June 30, 2021	43.59		–	

(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	36,429	24,030	66.0	2,196.61
As of March 31, 2022	34,770	22,729	65.4	2,077.66

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	20.00	–	24.00	44.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	28.00	–	28.00	56.00

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
Full year	33,000	6.9	5,000	28.3	5,000	21.2	3,500	10.9	319.93

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: 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	11,554,200 shares	As of March 31, 2022	11,554,200 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	614,377 shares	As of March 31, 2022	614,377 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	10,939,823 shares	Three months ended June 30, 2021	10,939,914 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	10,219,751	10,303,950
Notes and accounts receivable - trade	5,916,777	6,228,170
Inventories	8,197,630	9,104,719
Other	552,662	769,864
Allowance for doubtful accounts	(6,373)	(3,909)
Total current assets	24,880,449	26,402,795
Non-current assets		
Property, plant and equipment	6,613,258	6,840,285
Intangible assets	777,120	725,099
Investments and other assets		
Other	2,528,505	2,494,136
Allowance for doubtful accounts	(29,015)	(32,398)
Total investments and other assets	2,499,489	2,461,737
Total non-current assets	9,889,868	10,027,123
Total assets	34,770,317	36,429,919
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,720,227	1,635,835
Short-term borrowings	2,400,000	1,900,000
Current portion of long-term borrowings	950,000	1,200,000
Income taxes payable	1,242,667	320,012
Contract liabilities	30,044	18,518
Provision for bonuses	571,792	153,943
Provision for bonuses for directors (and other officers)	45,000	42,980
Other	2,017,741	2,477,921
Total current liabilities	8,977,473	7,749,211
Non-current liabilities		
Bonds payable	–	100,000
Long-term borrowings	2,412,500	3,912,500
Retirement benefit liability	383,131	392,334
Provision for share awards	75,883	82,002
Other	192,052	163,341
Total non-current liabilities	3,063,567	4,650,179
Total liabilities	12,041,040	12,399,390

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	2,967,934	2,967,934
Capital surplus	8,299,941	8,299,941
Retained earnings	11,817,830	12,791,404
Treasury shares	(750,278)	(750,278)
Total shareholders' equity	22,335,428	23,309,002
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(111,934)	(51,673)
Foreign currency translation adjustment	353,682	624,702
Remeasurements of defined benefit plans	152,101	148,497
Total accumulated other comprehensive income	393,849	721,526
Total net assets	22,729,277	24,030,528
Total liabilities and net assets	34,770,317	36,429,919

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	7,013,829	8,593,789
Cost of sales	5,072,018	5,419,092
Gross profit	1,941,811	3,174,697
Selling, general and administrative expenses	1,305,780	1,431,653
Operating profit	636,031	1,743,043
Non-operating income		
Interest and dividend income	8,824	12,388
Foreign exchange gains	27,143	–
Rental income	9,564	10,618
Other	7,504	4,817
Total non-operating income	53,036	27,824
Non-operating expenses		
Interest expenses	9,583	8,489
Foreign exchange losses	–	551
Commission expenses	2,000	2,000
Other	813	2,525
Total non-operating expenses	12,396	13,567
Ordinary profit	676,671	1,757,301
Extraordinary losses		
Loss on sale and retirement of non-current assets	3,524	3,441
Total extraordinary losses	3,524	3,441
Profit before income taxes	673,146	1,753,859
Income taxes	196,205	515,517
Profit	476,941	1,238,341
Profit attributable to owners of parent	476,941	1,238,341

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	476,941	1,238,341
Other comprehensive income		
Valuation difference on available-for-sale securities	(47,116)	60,261
Foreign currency translation adjustment	(1,794)	271,019
Remeasurements of defined benefit plans, net of tax	(3,417)	(3,603)
Total other comprehensive income	(52,328)	327,677
Comprehensive income	424,612	1,566,019
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	424,612	1,566,019