

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 14, 2023

Company name: TOEI COMPANY, LTD.
 Stock exchange listing: Tokyo
 Stock code: 9605 URL <https://www.toei.co.jp>
 Representative: Chairman & Chief Executive Officer Noriyuki Tada
 Inquiries: Senior Director, Accounting Kei Yamauchi TEL 03(3535)4641
 Scheduled date to file Quarterly Securities Report: February 14, 2023
 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 nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended December 31, 2022	128,160	48.2	28,939	106.1	32,546	84.9	14,220	95.1
Nine months ended December 31, 2021	86,492	13.5	14,044	43.2	17,601	43.9	7,288	84.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	1,147.17	–
Nine months ended December 31, 2021	587.27	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	372,239	278,998	56.7
As of March 31, 2022	348,561	261,127	57.6

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	–	30.00	–	30.00	60.00
Year ending March 31, 2023	–	30.00	–		
Year ending March 31, 2023 (Forecast)				30.00	60.00

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	157,000	33.6	31,600	77.4	36,300	55.8	16,000	78.2	1,290.71

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 2022	14,768,909 shares	As of March 31, 2022	14,768,909 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	2,387,377 shares	As of March 31, 2022	2,357,867 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	12,396,277 shares	Nine months ended December 31, 2021	12,411,398 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	81,631	87,585
Notes and accounts receivable - trade, and contract assets	23,775	33,718
Merchandise and finished goods	1,571	3,772
Work in process	17,648	16,348
Raw materials and supplies	425	580
Other	4,493	6,403
Allowance for doubtful accounts	(62)	(62)
Total current assets	129,483	148,347
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	35,661	36,487
Land	49,851	51,569
Other, net	3,750	3,642
Total property, plant and equipment	89,264	91,699
Intangible assets	1,087	1,567
Investments and other assets		
Investment securities	114,288	110,398
Other	14,652	20,440
Allowance for doubtful accounts	(215)	(214)
Total investments and other assets	128,726	130,625
Total non-current assets	219,077	223,892
Total assets	348,561	372,239
Liabilities		
Current liabilities		
Notes and accounts payable - trade	28,567	31,478
Short-term borrowings	7,570	547
Current portion of long-term borrowings	3,133	2,237
Income taxes payable	3,201	5,795
Provision for bonuses	1,182	684
Other	11,995	13,914
Total current liabilities	55,649	54,659
Non-current liabilities		
Long-term borrowings	7,217	14,288
Provision for retirement benefits for directors (and other officers)	844	313
Provision for share awards for directors (and other officers)	100	235
Retirement benefit liability	4,825	4,974
Other	18,796	18,768
Total non-current liabilities	31,784	38,581
Total liabilities	87,433	93,240

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Net assets		
Shareholders' equity		
Share capital	11,707	11,707
Capital surplus	22,598	22,656
Retained earnings	142,457	155,904
Treasury shares	(11,040)	(11,597)
Total shareholders' equity	165,723	178,670
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	23,310	19,726
Deferred gains or losses on hedges	(1)	(9)
Revaluation reserve for land	11,508	11,508
Foreign currency translation adjustment	533	1,338
Remeasurements of defined benefit plans	(310)	(264)
Total accumulated other comprehensive income	35,040	32,299
Non-controlling interests	60,363	68,028
Total net assets	261,127	278,998
Total liabilities and net assets	348,561	372,239

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	86,492	128,160
Cost of sales	50,735	74,598
Gross profit	35,757	53,562
Selling, general and administrative expenses	21,712	24,623
Operating profit	14,044	28,939
Non-operating income		
Dividend income	685	1,441
Share of profit of entities accounted for using equity method	2,075	1,837
Subsidy income	887	420
Other	144	242
Total non-operating income	3,792	3,942
Non-operating expenses		
Interest expenses	49	88
Foreign exchange losses	98	192
Other	86	54
Total non-operating expenses	235	335
Ordinary profit	17,601	32,546
Extraordinary income		
Gain on sale of non-current assets	718	–
Subsidies for employment adjustment	24	–
Total extraordinary income	742	–
Extraordinary losses		
Loss on retirement of non-current assets	8	10
Loss on disaster	6	9
Loss on valuation of investment securities	188	–
Loss due to temporary closure	159	–
Other	–	0
Total extraordinary losses	363	20
Profit before income taxes	17,980	32,526
Income taxes - current	4,713	8,486
Income taxes - deferred	260	146
Total income taxes	4,974	8,633
Profit	13,006	23,892
Profit attributable to non-controlling interests	5,717	9,672
Profit attributable to owners of parent	7,288	14,220

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	13,006	23,892
Other comprehensive income		
Valuation difference on available-for-sale securities	591	(2,624)
Deferred gains or losses on hedges	(4)	(8)
Foreign currency translation adjustment	508	1,749
Remeasurements of defined benefit plans, net of tax	(21)	(24)
Share of other comprehensive income of entities accounted for using equity method	1,617	(1,169)
Total other comprehensive income	2,691	(2,077)
Comprehensive income	15,697	21,815
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,668	11,479
Comprehensive income attributable to non- controlling interests	6,029	10,336