



March 27, 2023

To All Concerned Parties

Company: Loadstar Capital K.K.  
Representative: Tatsushi Iwano, President  
(Code : 3482 Tokyo Stock Exchange Prime Market)  
Inquiries: Takuya Kawabata, CFO  
(TEL. +81-3-6630-6690)

## Spring Capital Releases Our Corporate Report

Spring Capital Co., Ltd. (“SC”) has published the Corporate Report of Loadstar Capital K.K. (“Loadstar”). (Please see the attached report).

SC provides corporate rankings by statistically analyzing management indicators of listed companies using the same objective criteria in terms of the Growth Potential, Asset & Capital Profitability, Sales Profitability, and Sound Dividend Payout Ratio. According to the report, Loadstar is ranked 73rd among 3,518 companies in the "Overall Management Index Ranking" based on the February 2023 standard, which is 2.1% from the top, an extremely high level. We will continue to aim for further growth while conducting sound management.

### 【Corporate Profile】

Company Name	Loadstar Capital K.K.
Representative	Tatsushi Iwano, President
Paid in Capital	1.4 billion yen (2.7 billion yen, combined with Capital Reserves.)
Foundation	March, 2012
Group’s Business	Corporate Funding Business, Crowdfunding Business, Asset Management Business, Real Estate Brokerage and Consulting Business
Group License / Registration	▼Loadstar Capital K.K. Type II Financial Instruments Business No. 2660 registered by the Director-General of the Kanto Local Finance Bureau Licensed Realtor (Real estate broker) (3) No. 94272 registered by the Governor of Tokyo  ▼Loadstar Investments K.K. Type II Financial Instruments Business, Investment Advisory and Agency

	<p>Business, Investment Management Business, No. 3260 registered by the Director-General of the Kanto Local Finance Bureau</p> <p>Comprehensive Real Estate Investment Advisory Business, Minister of Land, Infrastructure, Transport and Tourism, Sogo-164</p> <p>Licensed Realtor (Real estate broker) (1) No. 104014 registered by the Governor of Tokyo</p> <p>▼Loadstar Funding K.K.</p> <p>Money Lending Business Registration No. (3) No.31574, Governor of Tokyo</p>
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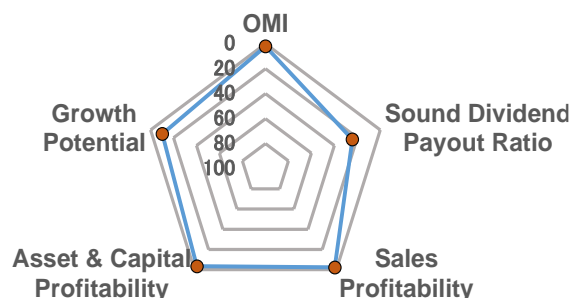
Overall Management Indicator

( All 29 sectors )	Score	From the Top	Ranking	Score (50 as average in all companies)				
				30	40	50	60	70
Overall Management Indicator (OMI)	71.1	2.1 %	73 among 3518	***** ***** ***** ***** *****				

Major 4 Categories Composing "Overall Management Indicator"

	Score	From the Top	Ranking	30	40	50	60	70
Growth Potential	62.2	10.1 %	355 among 3518	***** ***** ***** ***** *****				
Asset & Capital Profitability	69.3	3.4 %	119 among 3518	***** ***** ***** ***** *****				
Sales Profitability	77.1	2.3 %	80 among 3518	***** ***** ***** ***** *****				
Sound Dividend Payout Ratio	55.6	24.2 %	853 among 3518	***** ***** ***** ***** *****				

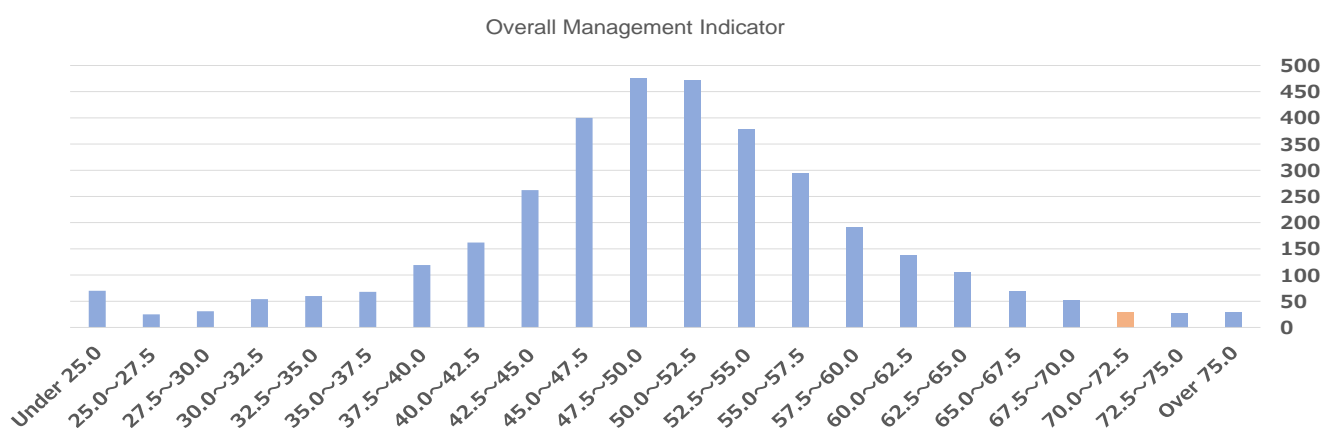
( In the Sector )	Score	From the Top	Ranking
Overall Management Indicator	71.1	2.2 %	3 among 139
Growth Potential	62.2	15.1 %	21 among 139
Asset & Capital Profitability	69.3	3.6 %	5 among 139
Sales Profitability	77.1	5.0 %	7 among 139
Sound Dividend Payout Ratio	55.6	28.8 %	40 among 139



... Within the Top 30%

Overall Management Indicator 3518 Companies in 29 Sectors Distribution Chart (Orange: the Company)

(right axis: no. of companies)



Overall Management Indicator Historical Ranking / Percentage from the Top

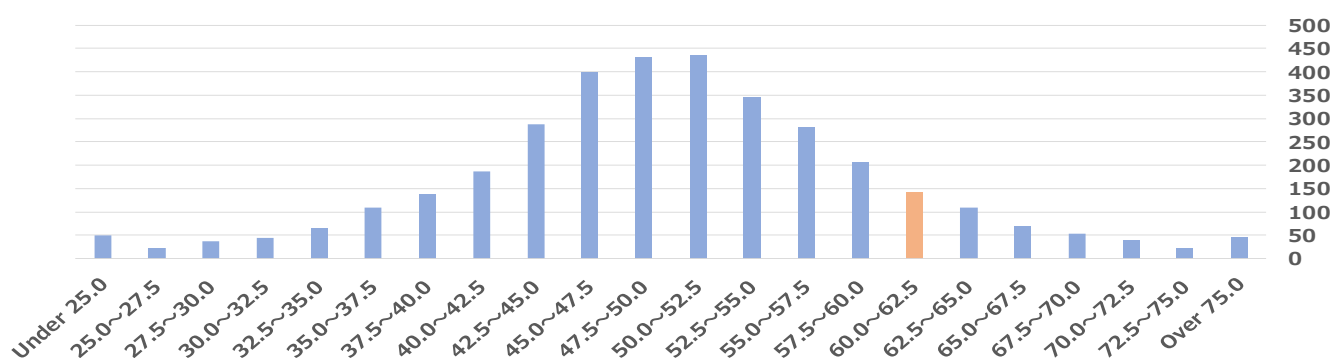
Accounting Period	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021
Reference Date	May 2017	May 2018	May 2019	May 2020	May 2021	May 2022
No. of companies	3326	3372	3408	3366	3472	3518
Ranking	Excluded	Excluded	101	52	94	109
From the Top	Excluded	Excluded	3.0 %	1.5 %	2.7 %	3.1 %

# Management Indicators Ranking Report

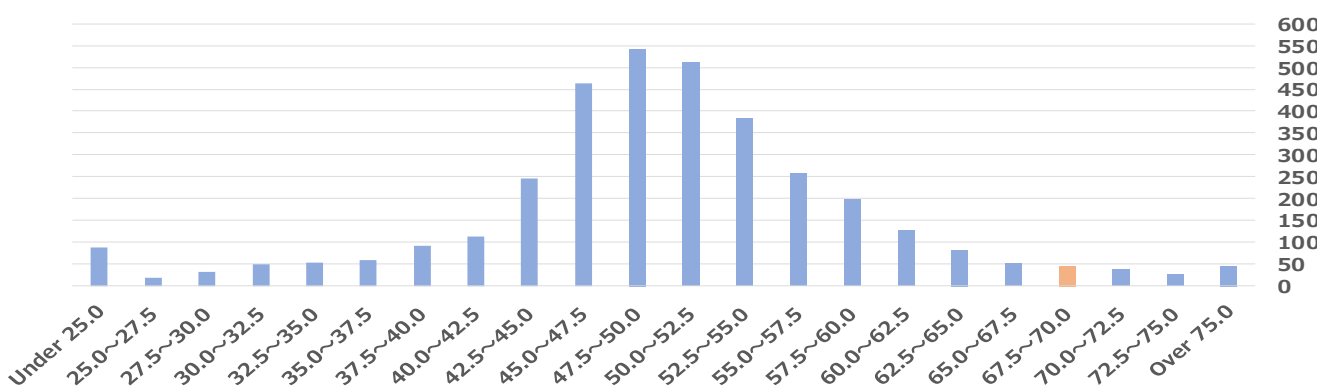
## Distribution of All Companies in Major 4 Categories

Based on the data as of Feb. 2023  
 Mar. 13, 2023  
 Spring Capital Co., Ltd.

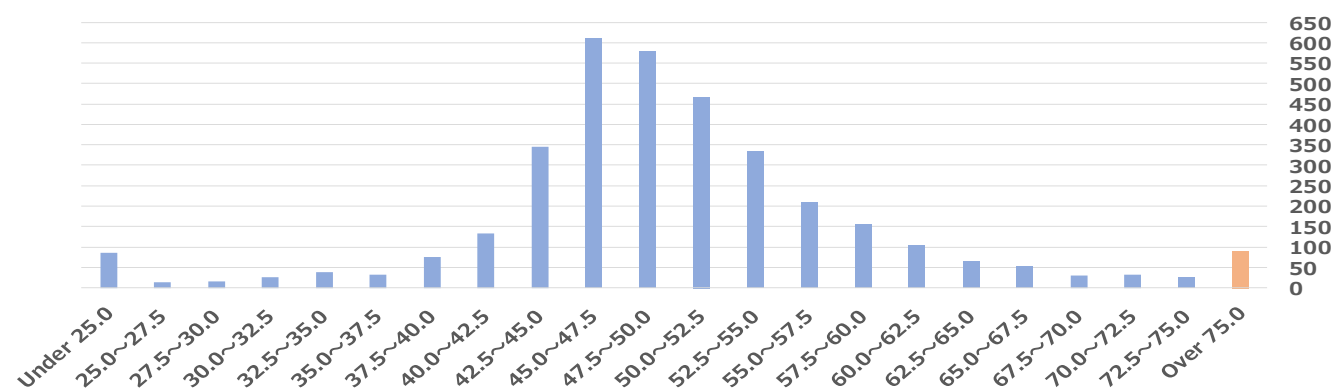
Growth Potential 3518 Companies in 29 Sectors Distribution Chart (Orange: the Company) (right: no. of companies)



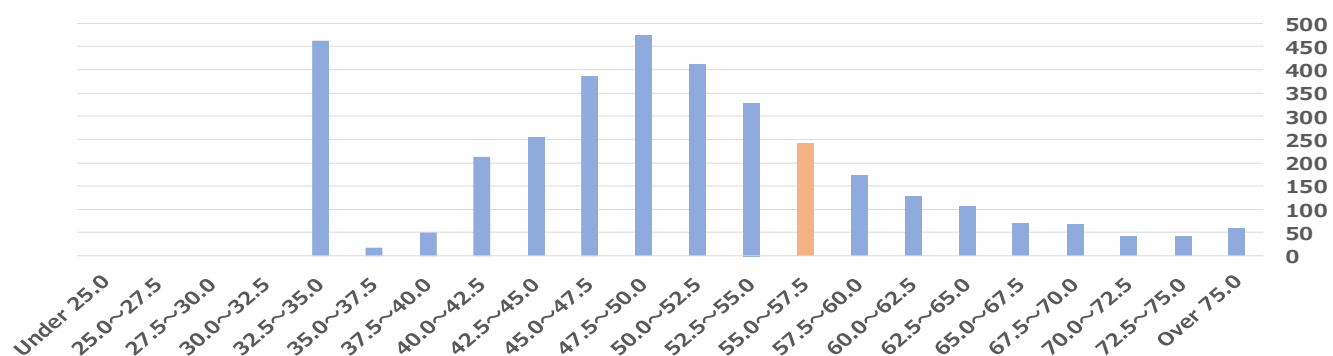
Asset & Capital Profitability 3518 Companies in 29 Sectors Distribution Chart (Orange: the Company) (right: no. of companies)



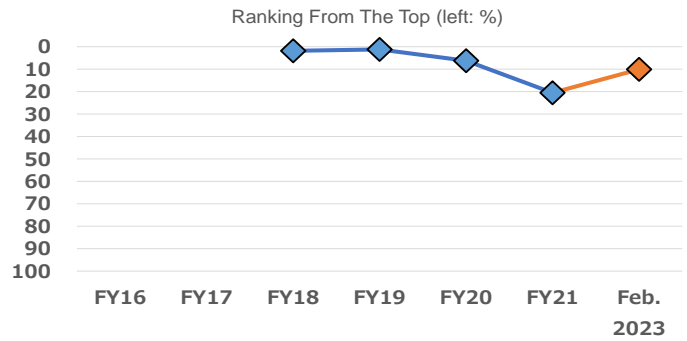
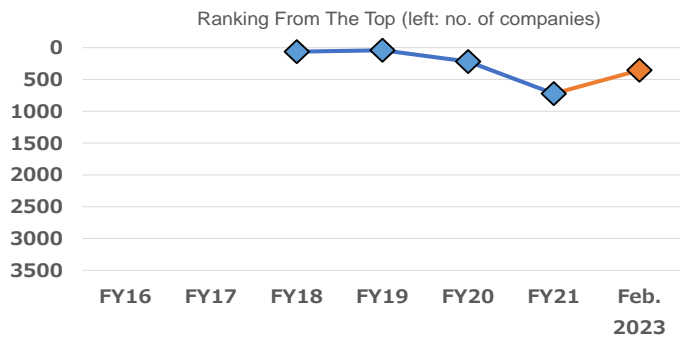
Sales Profitability 3518 Companies in 29 Sectors Distribution Chart (Orange: the Company) (right: no. of companies)



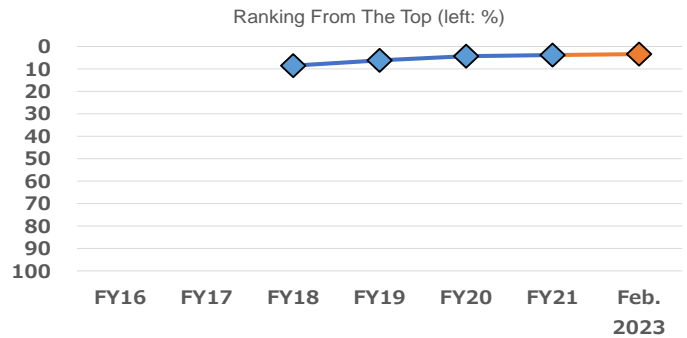
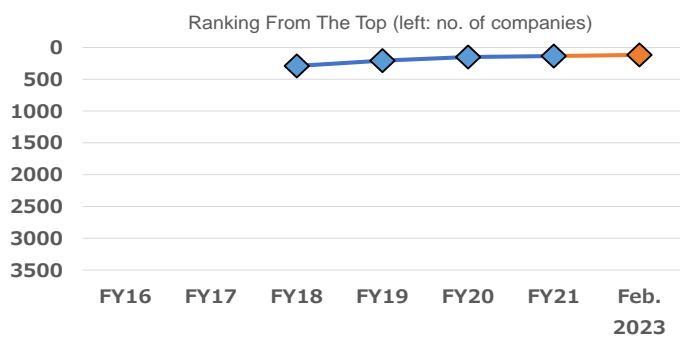
Sound Dividend Payout Ratio 3518 Companies in 29 Sectors Distribution Chart (Orange: the Company) (right: no. of companies)



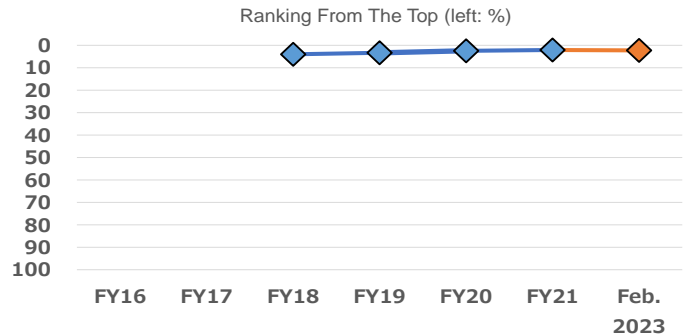
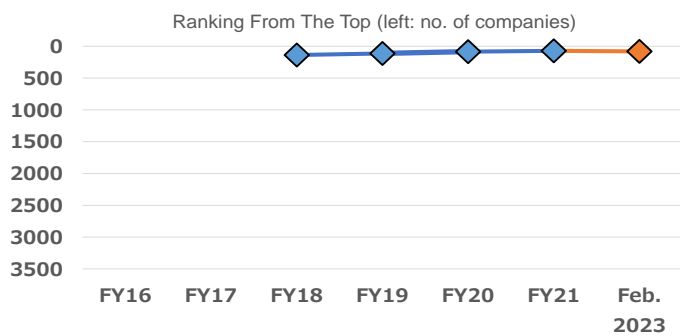
Growth Potential Historical Chart



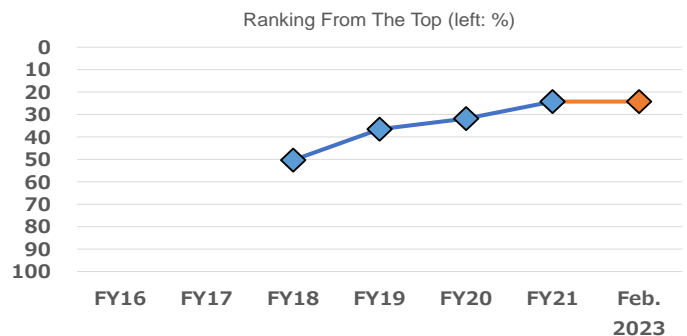
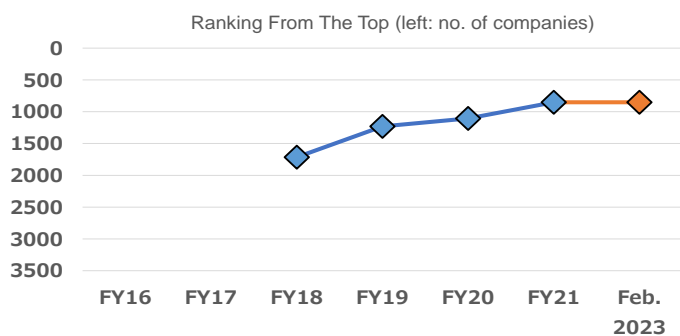
Asset & Capital Profitability Historical Chart



Sales Profitability Historical Chart



Sound Dividend Payout Ratio Historical Chart



Management Indicators Ranking Quintile Chart (All Categories)

	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
【 Overall Management Indicator 】 ...★					★

【 Major 4 Categories 】 ...☆	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
【 Growth Potential 】					☆
【 Asset & Capital Profitability 】					☆
【 Sales Profitability 】					☆
【 Sound Dividend Payout Ratio 】				☆	

Growth Potential - Intermediate Categories ...●	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
< Minor Categories > ...◎					
( 3 terms )					●
< Sales Growth Rate >					◎
< Operating Profit Growth Rate >					◎
< Recurring Profit Growth Rate >					◎
< Net Profit Growth Rate >					◎
( Previous Term )			●		
< Sales Growth Rate >			◎		
< Operating Profit Growth Rate >			◎		
< Recurring Profit Growth Rate >			◎		
< Net Profit Growth Rate >			◎		
( This Term )					●
< Sales Growth Rate >					◎
< Operating Profit Growth Rate >				◎	
< Recurring Profit Growth Rate >				◎	
< Net Profit Growth Rate >				◎	

Management Indicators Ranking Quintile Chart (All Categories) Continued

Asset & Capital Profitability - Intermediate Categories ...●	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
< Minor Categories > ...◎					
( ROA )					●
< ROA 3 Terms >					◎
< ROA Previous Term >				◎	
< ROA This Term >					◎
( ROE )					●
< ROE 3 Terms >					◎
< ROE Previous Term >					◎
< ROE This Term >					◎

Sales Profitability - Intermediate Categories ...●	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
< Minor Categories > ...◎					
( Previous Term )					●
< Operating Profit ROS >					◎
< Recurring Profit ROS >					◎
< Net Profit ROS >					◎
( This Term )					●
< Operating Profit ROS >					◎
< Recurring Profit ROS >					◎
< Net Profit ROS >					◎

Sound Dividend Payout Ratio - Intermediate Categories ...●	From the Top 80% ~ 100%	From the Top 60% ~ 80%	From the Top 40% ~ 60%	From the Top 20% ~ 40%	From the Top within 20%
< Minor Categories > ...◎					
( 3 terms )				●	
< Dividend Payout Ratio >		◎			
< DOE >					◎
( Previous Term )				●	
< Dividend Payout Ratio >		◎			
< DOE >					◎

(Reference)

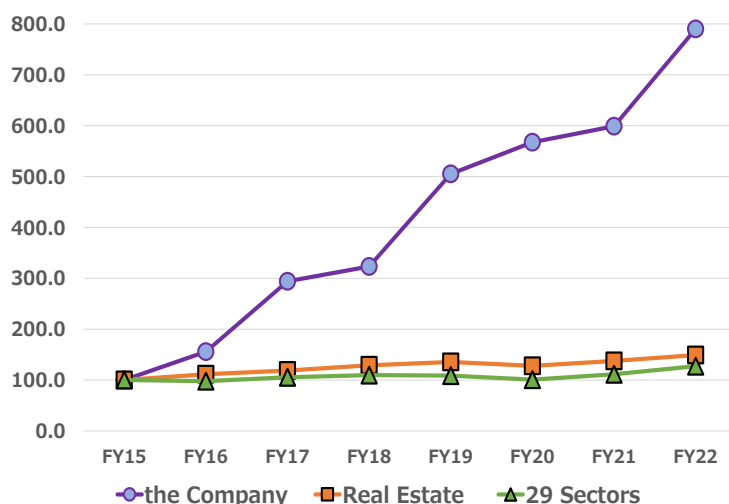
## Average of Management Indicator Scores by Sector

	Number of companies	Overall Management Indicator	Ranking	Growth Potential	Ranking	Asset & Capital Profitability	Ranking	Sales Profitability	Ranking	Sound Dividend Payout Ratio	Ranking
Fishery, Agriculture & Forestry	12	49.5	15	47.5	23	52.4	4	49.0	16	49.9	14
Mining	6	59.6	2	63.4	2	53.1	3	61.8	1	49.2	16
Construction	163	48.3	19	45.6	27	50.5	9	48.6	18	51.3	5
Foods	122	47.3	23	45.0	28	48.7	18	48.0	21	51.1	8
Textiles and Apparels	51	45.1	27	47.5	22	43.6	27	46.8	25	47.8	26
Pulp and Paper	25	47.7	22	50.3	15	47.6	23	48.5	19	46.7	28
Chemicals	213	51.2	7	49.4	19	51.0	8	52.3	6	51.5	4
Pharmaceutical	62	45.4	26	49.9	18	42.4	28	46.1	26	47.4	27
Oil and Coal Products	11	51.2	8	52.1	6	50.1	11	48.8	17	51.8	3
Rubber Products	19	48.9	17	47.3	24	48.6	19	50.8	10	50.9	9
Glass and Ceramics Products	57	48.3	20	46.4	26	49.1	16	51.0	9	49.4	15
Iron and Steel	44	51.4	6	56.0	3	48.5	21	50.1	13	48.3	23
Nonferrous Metals	35	51.0	11	55.4	4	49.7	13	48.2	20	48.0	25
Metal Products	92	47.9	21	47.2	25	48.5	20	49.7	15	49.1	19
Machinery	225	51.0	10	50.1	17	49.7	14	52.5	5	51.1	7
Electric Appliances	245	51.1	9	51.1	12	50.2	10	51.6	8	50.3	13
Transportation Equipment	90	47.0	24	48.4	20	46.3	25	47.0	24	49.1	18
Precision Instruments	48	50.8	13	50.9	14	49.1	17	51.8	7	50.7	10
Other Products	108	50.9	12	51.2	11	49.7	12	50.2	12	51.2	6
Electric Power and Gas	24	43.9	28	42.7	29	46.2	26	44.9	28	49.0	20
Land Transportation	66	48.5	18	51.0	13	47.9	22	47.7	22	48.3	22
Marine Transportation	12	62.1	1	63.8	1	55.8	1	61.0	2	54.0	1
Air Transportation	5	42.5	29	54.2	5	38.3	29	39.7	29	43.0	29
Warehousing and Harbor Transportation	40	50.4	14	51.8	7	51.2	7	49.8	14	48.1	24
Information & Communication	502	52.3	4	51.6	8	53.4	2	52.7	4	49.2	17
Wholesale Trade	309	49.3	16	50.3	16	49.4	15	47.1	23	50.6	11
Retail Trade	327	46.4	25	48.3	21	46.6	24	45.7	27	48.4	21
Real Estate	139	52.9	3	51.3	9	52.3	5	53.3	3	51.8	2
Services	466	51.4	5	51.2	10	51.8	6	50.7	11	50.4	12
All Sectors	3518	50.0		50.0		50.0		50.0		50.0	



## Growth Potential

Sales (FY2015 = 100)



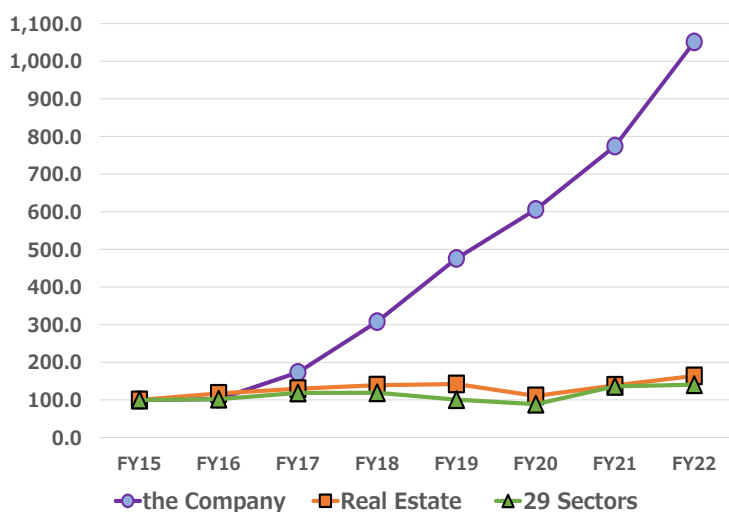
Sales Change (yoy, %)

	the Company	Real Estate	29 Sectors
FY2016	55.7	11.3	-2.2
FY2017	88.8	6.7	7.8
FY2018	10.0	8.4	3.9
FY2019	56.3	5.3	-0.8
FY2020	12.3	-5.8	-7.3
FY2021	5.5	7.5	10.4
FY2022	31.9	8.4	14.3

FY2015 – FY2022

7 Term Average	34.3	5.9	3.5
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Recurring Profit (FY2015 = 100)



Recurring Profit Change (yoy, %)

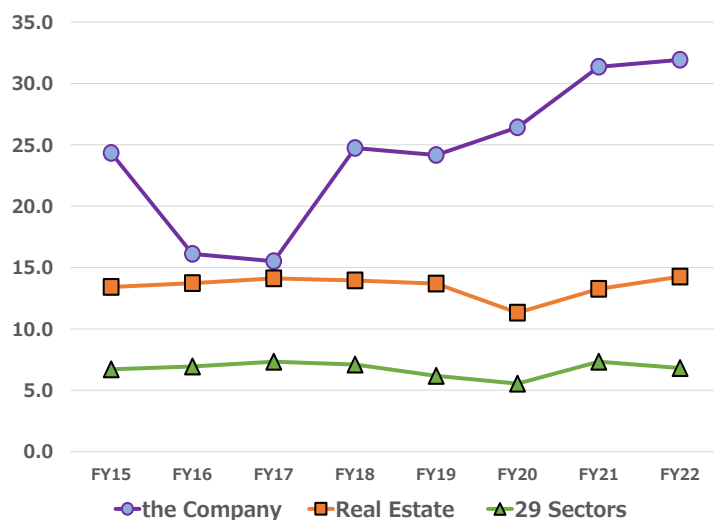
	the Company	Real Estate	29 Sectors
FY2016	2.2	17.2	2.2
FY2017	69.1	10.8	15.9
FY2018	78.0	7.1	0.2
FY2019	54.6	2.2	-15.1
FY2020	27.4	-22.4	-12.2
FY2021	27.8	25.5	53.5
FY2022	35.7	18.3	3.4

FY2015 – FY2022

7 Term Average	39.9	7.3	5.0
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## Sales Profitability

Operating Profit ROS (%)



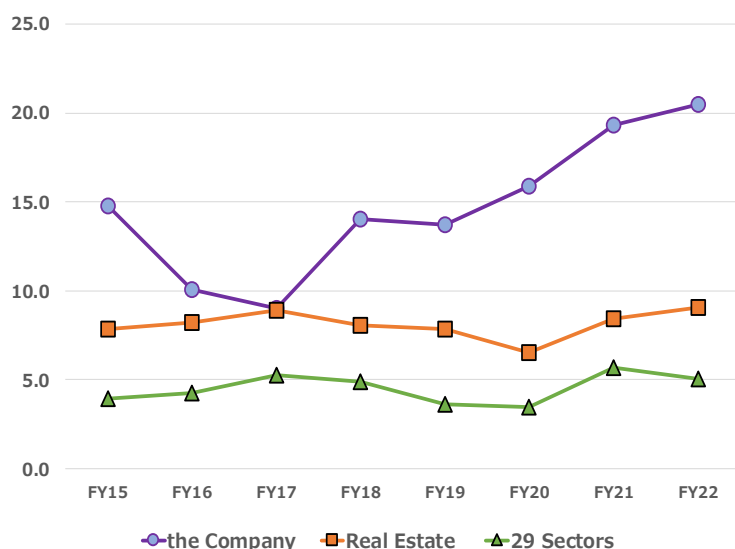
Operating Profit ROS (%)

	the Company	Real Estate	29 Sectors
FY2015	24.3	13.4	6.7
FY2016	16.1	13.7	6.9
FY2017	15.5	14.1	7.3
FY2018	24.7	13.9	7.1
FY2019	24.2	13.7	6.2
FY2020	26.4	11.3	5.5
FY2021	31.4	13.3	7.3
FY2022	31.9	14.2	6.8

FY2015 – FY2022

8 Term Average	24.3	13.5	6.7
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Net Profit ROS (%)

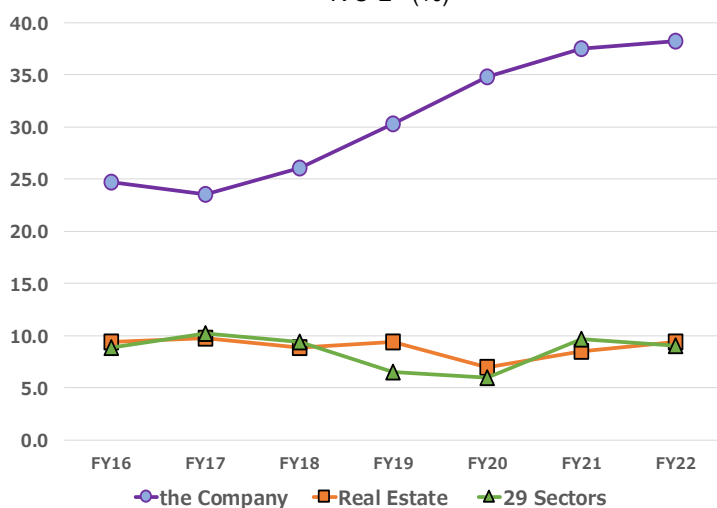


Net Profit ROS (%)

	the Company	Real Estate	29 Sectors
FY2015	14.8	7.9	3.9
FY2016	10.0	8.2	4.2
FY2017	9.0	8.9	5.3
FY2018	14.1	8.1	4.9
FY2019	13.7	7.9	3.6
FY2020	15.9	6.5	3.5
FY2021	19.3	8.4	5.7
FY2022	20.5	9.1	5.0
FY2015–FY2022 8 Term Average	14.7	8.1	4.5

## ROE

ROE (%)

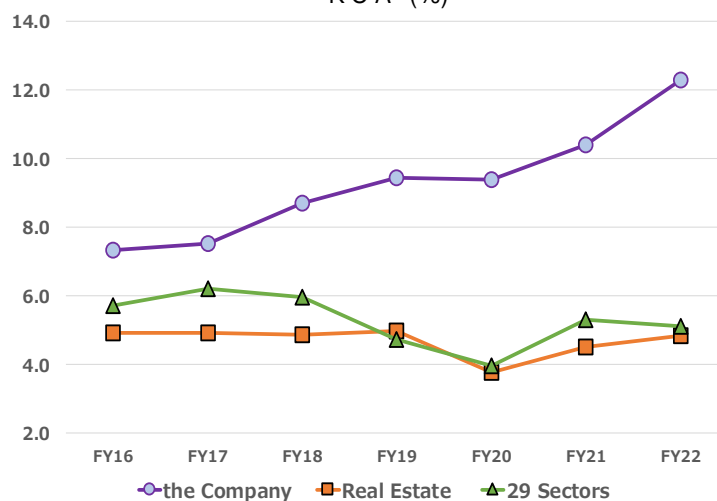


ROE (%)

	the Company	Real Estate	29 Sectors
FY2016	24.7	9.4	8.8
FY2017	23.6	9.8	10.2
FY2018	26.0	8.9	9.4
FY2019	30.3	9.4	6.5
FY2020	34.8	6.9	5.9
FY2021	37.5	8.5	9.7
FY2022	38.2	9.4	9.0
FY2016–FY2022 7 Term Average	30.7	8.9	8.5

## ROA

ROA (%)



ROA (%)

	the Company	Real Estate	29 Sectors
FY2016	7.3	4.9	5.7
FY2017	7.5	4.9	6.2
FY2018	8.7	4.9	6.0
FY2019	9.4	5.0	4.7
FY2020	9.4	3.8	3.9
FY2021	10.4	4.5	5.3
FY2022	12.3	4.8	5.1
FY2016–FY2022 7 Term Average	9.3	4.7	5.3

## Simplified Fact Sheet

Mar. 13, 2023

## Valuation Data, Profitability Indicators and Ranking

Spring Capital Co., Ltd.

## Valuation and Market Data as of Mar. 13, 2023

Closing Price	1,379.0	Since last year High	2,311.0	8/8/2022
PER (estimated)	4.46	Since last year Low	937.0	1/6/2022
PER (actual)	4.58	6-Month % Change	-21.3 % (TOPIX)	0.7 %
PBR (actual)	1.52	12-Month % Change	-5.9 % (TOPIX)	11.2 %
Dividend Yield (forecast)	3.81 %	12-Month Historical Volatility	49.8 % (TOPIX)	16.0 %
EV/EBITDA	6.19			
PSR (forecast)	0.76			
PSR (actual)	0.94			

## Profitability Indicators and All-Company Rankings as of Feb. 2023

(29 sectors excluding financials) (calculated by Spring)

Fiscal Year		2017	2018	2019	2020	2021	2022
Accounting Period		2018/12	2019/12	2020/12	2021/12	2022/12	2023/12
		Actual	Actual	Actual	Actual	Actual	Est.
No. of Companies		3512	3418	3651	3707	3697	
Sales	Y mil	9,670	15,116	16,979	17,920	23,637	29,342
Ranking		2634	2203	2129	2124	1938	
Operating Profit	Y mil	2,392	3,653	4,484	5,618	7,545	8,114
Ranking		1404	1057	873	889	787	
Recurring Profit	Y mil	2,117	3,272	4,168	5,327	7,230	7,619
Ranking		1536	1123	927	967	832	
Net Profit	Y mil	1,359	2,077	2,700	3,465	4,843	4,965
Ranking		1508	1083	902	987	829	

\* Percentage from the Top is not calculated for this section to exclude company size effects.

Operating Profit ROS	%	24.7	24.2	26.4	31.4	31.9	27.7
All Companies	%	7.2	5.9	5.5	7.2	6.8	
Ranking		112	110	90	74	68	
Percentage from the Top	%	3.2	3.2	2.5	2.0	1.8	
Recurring Profit ROS	%	21.9	21.6	24.5	29.7	30.6	26.0
All Companies	%	7.2	6.1	5.9	8.1	7.4	
Ranking		149	143	104	103	87	
Percentage from the Top	%	4.2	4.2	2.8	2.8	2.4	
Net Profit ROS	%	14.1	13.7	15.9	19.3	20.5	16.9
All Companies	%	4.9	3.5	3.5	5.6	5.0	
Ranking		205	188	141	151	116	
Percentage from the Top	%	5.8	5.5	3.9	4.1	3.1	

ROE, ROA, Dividend Payout Ratio, and DOE Indicators and Rankings as of Feb. 2023

(29 sectors excluding financials) (calculated by Spring)

Fiscal Year		2018	2019	2020	2021	2022	2023
Accounting Period		2018/12	2019/12	2020/12	2021/12	2022/12	2023/12
		Actual	Actual	Actual	Actual	Actual	Est.
<b>ROE</b>	%	26.0	30.3	34.8	37.5	38.2	
<b>29 Sectors</b>	%	9.4	6.5	5.9	9.7	9.0	
<b>Ranking</b>		132	92	64	75	53	
<b>No. of Companies</b>		3507	3509	3615	3665	3683	
<b>Percentage from the Top</b>	%	3.8	2.6	1.8	2.0	1.4	

\* ROE is an important indicator, calculated as net profit / equity (= shareholders' equity), that measures the final profit secured using shareholders' equity.

As the average of term-end equity of 2 terms is used as the denominator, companies posting zero or negative equity during the relevant terms are excluded.

ROE for the latest quarter is calculated using estimated net profit for this term and shareholders' equity as of the end of the previous term and of the latest quarter.

<b>ROA</b>	%	8.7	9.4	9.4	10.4	12.3	
<b>29 Sectors</b>	%	6.0	4.7	3.9	5.3	5.1	
<b>Ranking</b>		921	812	720	780	533	
<b>No. of Companies</b>		3512	3522	3644	3694	3697	
<b>Percentage from the Top</b>	%	26.2	23.1	19.8	21.1	14.4	

\* ROA is calculated as Earnings before Interest and Taxes (operating profit + interest revenue + dividend income and interest on securities) / total assets. It is justifiable for a company to expand its business by financial leverage using debt, if the company's ROA exceeds the company's financing cost (e.g. cost of issuing 10-year corporate bonds = 2%).

Interest coverage ratio shown on P11 indicates the ratio of Earnings before Interest and Taxes to financial expenses (interest and discount expenses), with 10 times regarded as ideal.

If the interest coverage ratio holds a sufficient level with a high ROA and Profit Ratio of Sales, a company has no problem in financing aggressively.

As the average of term-end equity of 2 terms is used as the denominator, companies unable to be measured with the same standard are excluded.

ROA for the latest quarter is calculated using estimated operating profit for this term and total assets as of the end of the previous term and of the latest quarter.

<b>Dividend Payout Ratio</b>	%	14.8	14.9	14.9	15.2	16.6	
<b>29 Sectors</b>	%	32.4	46.8	48.3	33.7		
<b>Ranking</b>		2374	2276	2271	2332		
<b>No. of Companies</b>		3579	3548	3651	3708		
<b>Percentage from the Top</b>	%	66.3	64.1	62.2	62.9		

\* Dividend Payout Ratio is calculated as total dividend / net profit. It should be noted that it may differ from the figure announced by the companies calculated from profit per share according to the accounting principle.

Data for total annual dividend exceeding net profit and dividend of unprofitable companies are excluded from the rankings.

<b>DOE</b>	%	3.9	4.5	5.2	5.7	6.3	
<b>29 Sectors</b>	%	3.0	3.1	2.8	3.3		
<b>Ranking</b>		516	397	282	292		
<b>No. of Companies</b>		3507	3509	3615	3665		
<b>Percentage from the Top</b>	%	14.7	11.3	7.8	8.0		

\* DOE, calculated as ROE times the dividend payout ratio, can be called the "true dividend payout ratio", and is closely tracked by global investors.

Its inverse (1 / DOE) equals the period (year) to recover shareholders' equity via the dividend.

As the average of term-end equity of two terms is used as the denominator, companies posting zero or negative equity during the relevant terms are excluded.

## Simplified Fact Sheet

Mar. 13, 2023

Review of Financial Indicators and Financial Soundness based on Business Results

Spring Capital Co., Ltd.

Management Indicators, Cash Flow, and Financial Indicators Calculated by Spring based on Business Results Announced by the Company (million yen, %, multiple)

Fiscal Year Accounting Period		2018 2018/12	2019 2019/12	2020 2020/12	2021 2021/12	2022 2022/12	Latest Quarter
Data Source		Securities Report	Securities Report	Securities Report	Securities Report	Financial Results	Financial Results
Current Ratio	%	611.2	797.1	962.9	953.2	1,145.2	
Fixed Assets Ratio	%	4.6	3.7	3.4	2.2	3.7	
Equity Ratio	%	17.8	17.6	15.0	18.9	22.2	
Debt Ratio	%	461.8	467.0	564.5	427.8	349.7	
D/E Ratio	%	326.0	324.0	414.8	309.2	259.3	
Interest Coverage Ratio	Multiple	12.8	16.7	16.4	17.8	21.5	
Financial Leverage	Multiple	5.6	5.7	6.6	5.3	4.5	
CF from Operating Activities	Y mil	-4,398	-3,986	-4,118	-450	-1,517	
CF from Investing Activities	Y mil	-153	-31	0	12	-232	
CF from Financing Activities	Y mil	5,807	5,913	3,688	1,013	3,226	
(Cash and Cash Equivalents)	Y mil	(5,871)	(7,766)	(7,331)	(7,926)	(9,403)	
(EBITDA)	Y mil	(2,665)	(3,930)	(4,923)	(6,113)	(8,166)	

### Review of Financial Soundness as of Mar. 13, 2023

Comparison with average data of all companies in the TSE 29 industrial sectors (excluding 4 financial sectors) and with the sector

		A 29 sectors	B Sector	Standard Criterion	Standard Value	Desirable Value	The Company	Result
Current Ratio	%	148.4	222.4	Lower of A or B	148.4	Higher	1,145.2	Positive
Fixed Assets Ratio	%	135.7	191.4	Higher of A or B	191.4	Lower	3.7	Positive
Equity Ratio	%	40.6	32.6	Lower of A or B	32.6	Higher	22.2	Negative
Debt Ratio	%	140.5	202.7	Higher of A or B	202.7	Lower	349.7	Negative
D/E Ratio	%	157.4	236.5	Higher of A or B	236.5	Lower	259.3	Negative

### Corporate Information as of Mar. 13, 2023

Ticker Code	3482		
Company Name	Loadstar Capital k.k.		
Head Office	Prime Ginza Yanagidori Building, 1-9-13 Ginza, Chuo-ku, Tokyo, 104-0061, JAPAN		
Stock Listings	The Tokyo Stock Exchange, Prime Market		
TSE Industrial Sector	Real Estate		
Investment Unit	100 shares	President	Tatsushi Iwano
Minimum Investment	137,900	Paid-in Capital	1,402 mil yen
Date of Listing	9/28/2017	Market Capitalization	29,571 mil yen ranked 1,506 of 3,959 companies
Date of Establishment	3/14/2012	25-Day Average Trading Value	318 mil yen ranked 892 of 3,959 companies
Accounting Period	December	Market Cap as of March-end 2022	37,227 mil yen ranked 1,274 of 3,919 companies
Major Shareholder Ownership	65.0%	Average Trading Value in FY2021	321 mil yen ranked 890 of 3,919 companies

## Disclaimers

- In the preparation of this report by Spring Capital Co., Ltd. (hereinafter, "SC"), Loadstar Capital K.K. (hereinafter, the "Company") has consented that any arbitrariness on part of the Company shall be excluded and that all items shall be prepared based upon SC's standards, including the qualitative information, the management indicators chosen for the Management Indicator Ranking, and the classification of business sectors (or the Company's business sector) chosen for the comparison report.
- This report has been prepared so that companies can monitor objectively prepared rankings of management indicators and is not aimed at soliciting investment. Therefore, investment decisions or activities should be made or done solely based on the investors' judgements, and neither the Company nor SC are responsible for any investment or consequence.
- SC has not placed a restriction on the Company regarding the distribution of this report, but all intellectual property rights, including the copyright of the Management Indicator Ranking and all data associated with the comparison report, belong to SC. Consequently, other parties including the readers of this report are strictly prohibited from publishing, reproducing, disclosing, or using in any other unauthorized fashion (including via electronic media) this report, its data, and other materials included in this report without SC's permission.

## Disclaimers on Overall Management Indicator

- "All sectors" in this report refer to the 29 sectors that remain when the four financial sectors (Banks, Securities and Commodity Futures, Insurance, and Other Financials), which use different accounting standards, are excluded from the 33 sectors as defined by the Tokyo Stock Exchange, and consist of all companies whose common shares were listed on the Japanese stock market as of the end of March 2022. Since calculations of the Growth Potential, the ROA, the ROE, and other items use values from the full-year financial results of the most recent four fiscal years, the ranking excludes companies that did not announce full-year financial results and companies that had posted zero or negative equity at least once during the four-year period, as well as companies whose disclosed full-year financial results could not be recalculated into reasonable figures based on the Japanese GAAP and companies that had not been able to announce the financial results for FY 2021 by May 31, 2022. A total of 3,518 companies have been analyzed in the ranking.
- The values for FY 2022 used in this report have been adopted from one of the following sources in the order of decreasing priority: (1) the numbers in a company's disclosed financial results; (2) a company's forecast; or (3) estimates made by SC. In this current report based on Feb. 2023 data, SC's estimates for FY 2022 have been used for 22 companies.
- Going forward, the finalized ranking report for FY 2022 will be based on the values available as of May 2023 and will be published the following month.
- The Overall Management Indicator (scored by SC) in this report represents an overall score for the major categories (Growth Potential, Asset & Capital Profitability, Sales Profitability, and Sound Dividend Payout Ratio). The weighting for each category is 30%, 25%, 20%, and 25%, respectively.
- The intermediate and minor categories that compose each of the major categories are described on P4 and P5. For the minor categories, extreme values have been adjusted so that the highest and the lowest deviation values are 80 and 20, respectively. For the intermediate and major categories, no adjustment has been made since SC scored both categories based on the minor categories, but the average SC score for the major categories is 50 due to the repeated processing to seek deviation values.
- On P7-P8, a comparison is made for the Growth Potential, Sales Profitability, ROE, and ROA with the 29 business sectors and with the Company's sector as defined by the Tokyo Stock Exchange. The figures for ROE and ROA used in the comparison match those on P10. However, regarding the Growth Potential and the Sales Profitability, the figures do not match those on P9. This difference is due to the fact that, for the purpose of comparing the Growth Potential over the long term, the target companies for the comparison report have been limited to only those in the 29 business sectors and the Company's sector (as defined by the Tokyo Stock Exchange) that have continuously announced their full-year financial results from FY 2012 to FY 2021. Adjustment of the universe for the comparison of the Growth Potential is conducted every year in the finalized ranking report for the previous fiscal year that is based on the values available as of May.
- The data in this report on corporate financial results are owned by SC, and a part of the data has been verified for greater accuracy with information vendors with whom SC has a contract. However, SC does not guarantee integrity of its data. The contents of this report were relevant as of the time that this report was created and may change without prior notice.