



Consolidated Financial Results for Fiscal Year 2022 [Japanese GAAP]

May 12, 2023

Name: Tokyo Rope MFG Co., Ltd. Listing: Tokyo Stock Exchange
 Stock code number: 5981 URL <http://www.tokyorope.co.jp/>
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 Annual meeting of shareholders: June 28, 2023 Start of cash dividend payment: June 12, 2023
 Date of issue of Financial Report: June 28, 2023
 Supplementary financial materials prepared: Yes
 Financial results information meeting held: Yes (For institutional investors)

(Amounts of less than 1 million yen are rounded down)

1. Fiscal 2022 (April 1, 2022-March 31, 2023)

(1) Results of operations (cumulative total) (Millions of yen, except for per share data, percentage figures denote year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
		%		%		%		%
Fiscal 2022	67,135	5.3	3,305	103.9	3,653	80.7	3,783	189.5
Fiscal 2021	63,780	7.8	1,621	131.5	2,021	865.3	1,306	220.3

Note: Comprehensive income Fiscal 2022 ¥5,698 million (306.1%) Fiscal 2021 ¥1,403 million (-36.1%)

	Earnings per share	Earnings per share (fully diluted)	Return on equity	Ordinary income /Total assets	Operating income /Net sales
	Yen	Yen	%	%	%
Fiscal 2022	234.88	—	13.4	4.2	4.9
Fiscal 2021	81.08	—	5.4	2.4	2.5

Note: Gain (loss) on investment based on equity method Fiscal 2022 ¥202 million Fiscal 2021 ¥156 million

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
			%	Yen
Fiscal 2022	88,753	31,298	35.0	1,947.84
Fiscal 2021	83,725	26,145	30.5	1,581.75

Note: Equity capital at the term-end Fiscal 2022 ¥31,042 million Fiscal 2021 ¥25,502 million

(3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
Fiscal 2022	3,126	-1,693	-405	5,730
Fiscal 2021	1,915	-1,503	-2,289	4,425

2. Cash Dividend

	Cash dividend per share					Total dividends paid (full year)	Payout ratio (consolidated)	Dividends paid/ Net assets (consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Full year			
	Yen	Yen	Yen	Yen	Yen		%	%
Fiscal 2021	—	0.00	—	20.00	20.00	325	24.7	1.3
Fiscal 2022	—	0.00	—	35.00	35.00	557	14.9	2.0
Fiscal 2023 (est.)	—	0.00	—	40.00	40.00		—	

3. Forecast for Fiscal 2023 (April 1, 2023-March 31, 2024)

(Millions of yen, except for per share data, percentage figures denote year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
		%		%		%		%	Yen
Full year	68,000	1.3	3,600	8.9	3,700	1.3	2,700	-28.6	167.63

*Notes

(1) Changes in important subsidiaries during the period : Yes

(Changes in specific subsidiaries due to change in scope of consolidation)

Newly consolidated – (Company name) Excluded 1 (Company name)Tokyo Rope Almaty LLP

(2) Changes in accounting policies; changes in accounting estimates; restatements:

1. Changes in accounting policies resulting from the revision of the accounting standards and other regulations : Yes
2. Other changes in accounting policies : None
3. Changes in accounting estimates : None
4. Restatements : None

(3) Shares outstanding (common stock) at the term-end

1. Number of shares outstanding (including treasury shares)	Fiscal 2022	16,268,242 shares	Fiscal 2021	16,268,242 shares
2. Number of treasury shares outstanding	Fiscal 2022	331,087 shares	Fiscal 2021	145,585 shares
3. Average number of shares outstanding over the period	Fiscal 2022	16,106,436 shares	Fiscal 2021	16,115,738 shares

* This financial report is exempt from audit procedures by a certified public accountant or an auditing firm.

* Appropriate use of business forecasts; other special items

1. In this document, performance forecasts and other forward-looking statements are based on information currently available and certain assumptions judged by the Company to be rational. Actual results may differ significantly from forecasts owing to various factors. Please refer to “(4) Future Outlook” on page 5 for information on preconditions underlying the above forecasts and cautionary matters to consider in using the above forecasts.
2. The Company plans to hold livestream information sessions for institutional investors on May 15, 2023. The video image and explanation (voice) will be posted on our website later along with the financial results briefing materials used on the day.

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1. Overview of Performance and Financial Position

(1) Overview of Consolidated Business Results

Net sales of the Tokyo Rope Group for the current fiscal year were ¥67,135 million (up 5.3% year on year) due to the effects of product price revisions in response to soaring material and energy prices in each business segment and the impact of exchange rates, as well as strong Product Development sales continuing to perform well from the previous fiscal year with sales expansion of the overseas disaster prevention-related business and the North American CFCC business.

In terms of profits, there was a significant improvement from the previous fiscal year due to increased Product Development sales such as the overseas disaster prevention-related business, CFCC business, and high-performance fiber rope products, the effects of product price revisions, and the impact of exchange rates. As a result, we recorded significant increase in profits in the current fiscal year, where operating income was ¥3,305 million (up 103.9% year on year), ordinary income was ¥3,653 million (up 80.7% year on year), and profit attributable to owners of parent was ¥3,783 million (up 189.5% year on year) owing to the recording of deferred tax assets by using tax effect accounting.

Results by business segment of the Group were as follows:

Wire Rope and Wire

The Company has gradually promoted the price revisions of finished goods in order to secure reasonable profits against cost increases due to recent increases in energy, materials, and transportation costs. As a result of these improvements and robust sales of fiber ropes for land and fisheries, net sales for this segment were ¥27,156 million (up 7.8% year on year). In terms of profit, in addition to the improvement in margins accompanying the price revision, the positive impact of the production and sales mix was also added. In particular, sales of differentiated products related to high-performance fiber ropes were concentrated. Operating income was ¥2,005 million (up 71.8% year on year).

Steel Cord

Although net sales for this segment increased to ¥9,341 million (up 8.6% year on year) due to product price revisions and the impact of exchange rates on exports, the operating loss was ¥849 million (compared with operating loss of ¥827 million in the same period of the previous fiscal year) due to higher-than-expected price increase and remaining high prices of materials and energy, as well as a decrease in orders for steel cord for tires, which has continued to be adjusted partly owing to the impact of the economic slowdown in North America after the end of last year.

Product Development

While the large-scale projects related to bridges that had been completed up to the previous fiscal year came to an end, net sales for this segment remained flat at ¥19,173 million (up 1.2% year on year) due to sales expansion in the overseas disaster prevention-related business and the CFCC business in North America. Operating income was ¥1,289 million yen (up 498.0% year on year) due to improvements in overseas disaster prevention-related items that were affected by temporary inventory write-downs in the previous fiscal year, increased sales in the CFCC business, and operational improvements.

Industrial Machinery

In Industrial Machinery, delays in procurement of semiconductor parts led to a decrease in sales for the current fiscal year, and in the powder metallurgy-related business, profit decreased due to the impact of soaring raw material prices and electricity charges. Net sales for this segment were ¥4,055 million (down 4.6% year on year) and operating income was ¥352 million (down 23.5% year on year).

Energy & Real Estate

Due to an increase in sales of petroleum products as a result of the rise in crude oil prices, net sales for this segment increased significantly to ¥7,408 million (up 9.3% year on year), but in terms of profit, operating cost for renovation of commercial facilities, electricity charges, etc. increased, and operating income decreased to ¥507 million (down 16.2% year on year).

(2) Overview of Financial Position during Fiscal 2022

Total assets at the end of the fiscal year under review increased by ¥5,027 million from the end of the previous fiscal year to ¥88,753 million due to an increase in accounts receivable - trade and inventories, as well as increases in funds on hand, in the market value of investment securities, and in foreign currency translation of the financial statements of overseas bases due to the significant depreciation of the yen.

Liabilities decreased by ¥125 million from the end of the previous fiscal year to ¥57,454 million due to a decrease in other liabilities such as lease obligations, despite an increase in the purchase amount as a result of the price hike of various materials and an increase in borrowings due to an increase in working capital.

Net assets increased by ¥5,152 million from the end of the previous fiscal year to ¥31,298 million due to the recording of profit attributable to owners of parent and a significant increase in valuation difference on available-for-sale securities and foreign currency translation adjustment.

(3) Overview of Cash Flows during Fiscal 2022

Cash and cash equivalents at the end of the current fiscal year increased by ¥1,304 million from the end of the previous fiscal year to ¥5,730 million.

Cash flows from operating activities were positive at ¥3,126 million mainly due to the earnings factors such as recording of income before income taxes and the impact of depreciation, despite spending factors such as an increase in inventories.

Cash flows from investing activities were negative at ¥1,693 million due to the purchase of property, plant and equipment.

Cash flows from financing activities were negative at ¥405 million due to dividend payments, purchase of treasury shares, etc.

(4) Future Outlook

For the Fiscal 2023, we expect net sales of ¥68,000 million, operating income of ¥3,600 million, ordinary income of ¥3,700 million, and profit attributable to owners of parent of ¥2,700 million. While economic activity is expected to be boosted by the easing of restrictions associated with the end of the COVID-19 outbreak, the outlook remains uncertain, as prices of various materials and energy are expected to remain high due to geopolitical risks. In this environment, infrastructure investments related to Five-Year Acceleration Plan for Disaster Prevention, Disaster Mitigation, and Building National Resilience are expected in the Company's core businesses, and although there will be some fluctuations of orders and sales timing for various projects, we expect the business to remain strong. In addition, the Company will continue and improve the effects of product price revisions implemented by the end of the current fiscal year, and will seek to maintain and improve profit levels through additional cost-cutting measures. In particular, in the Steel Cord business, we intend to pave the way to profitability by, for example, accelerating further pass-through to product prices in response to higher-than-expected price rise and remaining high price of energy. In the CFCC business, in addition to continuing large-scale projects in the United States, we are steadily accumulating orders, and we expect to increase revenue by expanding production and sales.

The fiscal year ending March 2024 is the final year of the medium-term management plan TRX135 formulated in September 2021, which serves as a guideline for our business operations between fiscal 2021 and fiscal 2023. In the fiscal year under review, as in the first year, we achieved the announced profit level on a consolidated basis and achieved the operating income target (minimum 3 billion yen) for the final year of the medium-term plan ahead of schedule. The Company will continue to complete various tasks aimed at restoring and improving its profitability and aim to expand revenue in the final year, and at the same time strengthen our business foundation so that we can continue to grow and contribute to society in the future.

2. Basic Perspective on Selection of Accounting Standards

The Group's policy is to prepare consolidated financial statements in accordance with Japanese GAAP for the time being, taking into account the comparability of consolidated financial statements over time and between companies.

In the future, we will consider the trends in the ratio of foreign shareholders and in the application of the International Financial Reporting Standards (IFRS) by domestic competitors, in order to discuss the application of the IFRS.

3. Consolidated Financial Statements

(1) Balance Sheet

(Millions of yen, rounded down)

	Fiscal 2021 (March 31, 2022)	Fiscal 2022 (March 31, 2023)
ASSETS		
Current assets		
Cash and deposits	4,437	5,740
Notes and accounts receivable - trade, and contract assets	15,711	16,299
Merchandise and finished goods	6,760	7,637
Work in process	4,286	4,652
Raw materials and supplies	5,062	4,772
Other	1,263	1,508
Allowance for doubtful accounts	-20	-17
Total current assets	37,500	40,592
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,470	6,881
Machinery, equipment and vehicles, net	5,210	4,994
Land	18,194	18,183
Leased assets, net	1,140	989
Construction in progress	317	335
Other, net	398	504
Total property, plant and equipment	31,732	31,890
Intangible assets	434	477
Investments and other assets		
Investment securities	5,947	7,359
Retirement benefit asset	790	1,162
Deferred tax assets	3,312	3,369
Other	4,087	4,155
Allowance for doubtful accounts	-79	-253
Total investments and other assets	14,058	15,792
Total non-current assets	46,225	48,161
Total assets	83,725	88,753

(Millions of yen, rounded down)

	Fiscal 2021 (March 31, 2022)	Fiscal 2022 (March 31, 2023)
LIABILITIES		
Current liabilities		
Notes and accounts payable - trade	12,435	12,997
Short-term borrowings	5,377	12,875
Accrued expenses	2,277	2,262
Provision for bonuses	911	968
Other	5,951	5,036
Total current liabilities	26,953	34,139
Non-current liabilities		
Long-term borrowings	19,844	12,739
Lease obligations	841	791
Deferred tax liabilities for land revaluation	3,922	3,919
Provision for retirement benefits for directors (and other officers)	189	160
Provision for share awards for directors (and other officers)	12	12
Retirement benefit liability	4,254	4,537
Asset retirement obligations	513	591
Provision for environmental measures	283	-
Other	764	561
Total non-current liabilities	30,625	23,315
Total liabilities	57,579	57,454
NET ASSETS		
Shareholders' equity		
Share capital	1,000	1,000
Capital surplus	1,070	1,059
Retained earnings	13,566	16,999
Treasury shares	-283	-469
Total shareholders' equity	15,352	18,589
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	791	1,815
Deferred gains or losses on hedges	1	-0
Revaluation reserve for land	9,063	9,063
Foreign currency translation adjustment	778	2,185
Remeasurements of defined benefit plans	-485	-610
Total accumulated other comprehensive income	10,149	12,453
Non-controlling interests	643	255
Total net assets	26,145	31,298
Total liabilities and net assets	83,725	88,753

(2) Statement of Income and Statement of Comprehensive Income

Statement of Income

(Millions of yen, rounded down)

	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Net sales	63,780	67,135
Cost of sales	51,317	53,209
Gross profit	12,463	13,925
Selling, general and administrative expenses	10,841	10,619
Operating income	1,621	3,305
Non-operating income		
Interest income	12	24
Dividend income	230	248
Share of profit of entities accounted for using equity method	156	202
Foreign exchange gains	207	201
Other	277	291
Total non-operating income	884	968
Non-operating expenses		
Interest expenses	271	252
Provision of allowance for doubtful accounts	-	157
Loss on retirement of non-current assets	23	35
Other	189	175
Total non-operating expenses	484	621
Ordinary income	2,021	3,653
Extraordinary losses		
Head office relocation expenses	-	55
Provision of allowance for doubtful accounts	-	30
Loss on reversal of foreign currency translation adjustments	-	24
Impairment losses	1,456	52
Other	35	-
Total extraordinary losses	1,492	161
Income before income taxes	529	3,491
Income taxes - current	544	398
Income taxes - deferred	-485	-329
Total income taxes	59	68
Profit	470	3,423
Profit (loss) attributable to non-controlling interests	-836	-359
Profit attributable to owners of parent	1,306	3,783

Statement of Comprehensive Income

(Millions of yen, rounded down)

	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Profit	470	3,423
Other comprehensive income		
Valuation difference on available-for-sale securities	-162	1,023
Deferred gains or losses on hedges	-21	-1
Foreign currency translation adjustment	740	1,257
Remeasurements of defined benefit plans, net of tax	60	-153
Share of other comprehensive income of entities accounted for using equity method	315	148
Total other comprehensive income	932	2,275
Comprehensive income	1,403	5,698
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,233	6,086
Comprehensive income attributable to non-controlling interests	-830	-388

(3) Statements of Changes in Shareholders' Equity

Fiscal 2021 (April 1, 2021–March 31, 2022)

(Millions of yen, rounded down)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the year	1,000	1,070	12,343	-313	14,100
Cumulative effects of changes in accounting policies			6		6
Restated balance	1,000	1,070	12,349	-313	14,106
Changes during period					
Dividends of surplus					–
Profit attributable to owners of parent			1,306		1,306
Reversal of revaluation reserve for land					–
Purchase of treasury shares				-0	-0
Disposal of treasury shares		-0		31	30
Change in scope of consolidation			-90		-90
Change in scope of equity method					–
Net changes in items other than shareholders' equity					–
Total changes during period	–	-0	1,216	30	1,246
Balance at end of the year	1,000	1,070	13,566	-283	15,352

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the year	953	22	9,063	-277	-539	9,222	1,474	24,796
Cumulative effects of changes in accounting policies								6
Restated balance	953	22	9,063	-277	-539	9,222	1,474	24,803
Changes during period								
Dividends of surplus								–
Profit attributable to owners of parent								1,306
Reversal of revaluation reserve for land								–
Purchase of treasury shares								-0
Disposal of treasury shares								30
Change in scope of consolidation								-90
Change in scope of equity method								–
Net changes in items other than shareholders' equity	-162	-21	–	1,056	54	926	-830	96
Total changes during period	-162	-21	–	1,056	54	926	-830	1,342
Balance at end of the year	791	1	9,063	778	-485	10,149	643	26,145

Fiscal 2022 (April 1, 2022-March 31, 2023)

(Millions of yen, rounded down)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of the year	1,000	1,070	13,566	-283	15,352
Cumulative effects of changes in accounting policies					-
Restated balance	1,000	1,070	13,566	-283	15,352
Changes during period					
Dividends of surplus			-325		-325
Profit attributable to owners of parent			3,783		3,783
Reversal of revaluation reserve for land			-0		-0
Purchase of treasury shares				-210	-210
Disposal of treasury shares		-10		24	14
Change in scope of consolidation					-
Change in scope of equity method			-24		-24
Net changes in items other than shareholders' equity					-
Total changes during period	-	-10	3,433	-186	3,236
Balance at end of the year	1,000	1,059	16,999	-469	18,589

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the year	791	1	9,063	778	-485	10,149	643	26,145
Cumulative effects of changes in accounting policies								-
Restated balance	791	1	9,063	778	-485	10,149	643	26,145
Changes during period								
Dividends of surplus								-325
Profit attributable to owners of parent								3,783
Reversal of revaluation reserve for land								-0
Purchase of treasury shares								-210
Disposal of treasury shares								14
Change in scope of consolidation								-
Change in scope of equity method								-24
Net changes in items other than shareholders' equity	1,023	-1	0	1,406	-125	2,304	-388	1,915
Total changes during period	1,023	-1	0	1,406	-125	2,304	-388	5,152
Balance at end of the year	1,815	-0	9,063	2,185	-610	12,453	255	31,298

(4) Statement of Cash Flows

(Millions of yen, rounded down)

	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Cash flows from operating activities		
Income before income taxes	529	3,491
Depreciation	2,280	2,189
Impairment losses	1,456	52
Increase (decrease) in allowance for doubtful accounts	17	141
Increase (decrease) in provision for bonuses	53	55
Increase (decrease) in provision for share awards for directors (and other officers)	-30	-
Increase (decrease) in retirement benefit liability	25	62
Interest and dividend income	-243	-273
Interest expenses	271	252
Share of loss (profit) of entities accounted for using equity method	-156	-202
Increase (decrease) in provision for environmental measures	-	-283
Head office relocation expenses	-	55
Other extraordinary loss (income)	33	54
Decrease (increase) in trade receivables	-653	-272
Decrease (increase) in inventories	-1,802	-768
Decrease (increase) in other assets	198	-95
Increase (decrease) in trade payables	561	-593
Increase (decrease) in accrued consumption taxes	-109	-13
Increase (decrease) in other liabilities	-29	37
Other	9	-64
Subtotal	2,412	3,825
Interest and dividends received	294	410
Interest paid	-271	-251
Income taxes paid	-519	-802
Payments of head office relocation expenses	-	-55
Net cash provided by (used in) operating activities	1,915	3,126
Cash flows from investing activities		
Purchase of investment securities	-12	-26
Proceeds from sale of investment securities	0	-
Loan advances	-58	-24
Proceeds from collection of loans receivable	19	20
Purchase of property, plant and equipment	-1,314	-1,573
Proceeds from sale of property, plant and equipment	48	-7
Other	-184	-82
Net cash provided by (used in) investing activities	-1,503	-1,693

(Millions of yen, rounded down)

	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Cash flows from financing activities		
Repayments of installment payables	-246	-227
Net increase (decrease) in short-term borrowings	261	2,216
Proceeds from long-term borrowings	-	400
Repayments of long-term borrowings	-2,207	-2,223
Dividends paid	-16	-323
Proceeds from sale of treasury shares	30	14
Purchase of treasury shares	-0	-210
Repayments of lease obligations	-110	-51
Net cash provided by (used in) financing activities	-2,289	-405
Effect of exchange rate changes on cash and cash equivalents	177	280
Net increase (decrease) in cash and cash equivalents	-1,699	1,306
Cash and cash equivalents at the beginning of the year	6,086	4,425
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	38	-
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	-2
Cash and cash equivalents at end of year	4,425	5,730

(5) Notes on Consolidated Financial Statements

Notes on Going-concern Assumptions

None

Changes in Accounting Policies

Implementation Guidance on Accounting Standard for Fair Value Measurement (ASBJ Guidance No. 31, June 17, 2021) The following (hereinafter referred to as the “Implementation Guidance on Accounting Standard for Fair Value Measurement”) is applied from the beginning of the fiscal year under review, and in accordance with the transitional treatment stipulated in Paragraph 27-2 of the Implementation Guidance on Accounting Standard for Fair Value Measurement, the new accounting policies stipulated by the Implementation Guidance on Accounting Standard for Fair Value Measurement will be applied in the future. There is no impact on the consolidated financial statements for Fiscal 2022.

Segment Information, etc.

Segment Information

1. Overview of Reporting Segments

The Company’s reporting segments make separate financial information available among our constituent units and are subject to periodic review by the Board of Directors in order to determine the allocation of management resources and to evaluate performance.

The Company has separate divisions for different finished goods and services at its head office. Each division formulates comprehensive domestic and overseas strategies for their finished goods and services and develops business activities.

Accordingly, the Company comprises separate segments for different finished goods and services based on business divisions, where there are five reporting segments, which are Wire Rope and Wire, Steel Cord, Product Development, Industrial Machinery, and Energy & Real Estate.

Segment	Main products
Wire Rope and Wire	Wire rope, various wire products, fiber rope, nets
Steel Cord	Steel cord for tires, saw wire
Product Development	Road safety facilities, cable for long-span bridges, design and construction of bridges, metal fiber, Carbon Fiber Composite Cable (CFCC)
Industrial Machinery	Powder metallurgy products, industrial automatic weighing machines, automatic packaging machines
Energy & Real Estate	Real estate rental services, solar power generation and electric power selling, petroleum products

2. Calculation Method of Net Sales, Income (Loss), Assets, Liabilities and Other Items by Reporting Segment

The method of accounting for business segments reported is generally the same as that described in “Material Matters That Serve as the Basis for Preparation of Consolidated Financial Statements.”

Income from reporting segments is based on operating income. Intersegment revenues and transfers are based on actual market values.

3. Information on Net Sales, Income (Loss), Assets, Liabilities and Other Items by Reporting Segment

Fiscal 2021 (April 1, 2021-March 31, 2022)

(Millions of yen)

	Reporting Segment					Total	Adjustment Note:	Consolidated financial statements
	Wire Rope and Wire	Steel Cord	Product Development	Industrial Machinery	Energy & Real Estate			
Net sales								
Net sales to outside customers	25,202	8,605	18,943	4,252	6,776	63,780	–	63,780
Intersegment net sales or transfers	158	316	11	95	721	1,302	-1,302	–
Total	25,360	8,922	18,955	4,347	7,497	65,083	-1,302	63,780
Segment income (loss)	1,167	-827	215	460	605	1,621	–	1,621
Segment assets	38,948	9,977	21,165	4,028	8,181	82,303	1,422	83,725
Other items								
Depreciation	1,265	198	437	186	192	2,280	–	2,280
Investments in entities accounted for using equity method	–	–	2,781	–	–	2,781	–	2,781
Increase in property, plant and equipment and intangible assets	697	225	283	95	95	1,398	–	1,398

Note: The adjustment is as follows:

The adjustment of ¥1,422 million in segment assets includes the entire corporate assets of ¥1,693 million, not allocated to each reporting segment. The amount of the entire corporate assets includes surplus operating funds (cash and deposits) and long-term investment funds (investment securities), etc. in the Company.

Fiscal 2022 (April 1, 2022-March 31, 2023)

(Millions of yen)

	Reporting Segment					Total	Adjustment Note:	Consolidated financial statements
	Wire Rope and Wire	Steel Cord	Product Development	Industrial Machinery	Energy & Real Estate			
Net sales								
Net sales to outside customers	27,156	9,341	19,173	4,055	7,408	67,135	–	67,135
Intersegment net sales or transfers	258	347	6	105	859	1,576	-1,576	–
Total	27,414	9,688	19,179	4,161	8,267	68,711	-1,576	67,135
Segment income (loss)	2,005	-849	1,289	352	507	3,305	–	3,305
Segment assets	41,962	11,131	21,364	3,938	8,647	87,044	1,709	88,753
Other items								
Depreciation	1,292	125	401	164	205	2,189	–	2,189
Investments in entities accounted for using equity method	–	–	2,973	–	–	2,973	–	2,973
Increase in property, plant and equipment and intangible assets	985	159	308	132	391	1,977	–	1,977

Note: The adjustment is as follows:

The adjustment of ¥1,709 million in segment assets includes the entire corporate assets of ¥2,015 million, not allocated to each reporting segment. The amount of the entire corporate assets includes surplus operating funds (cash and deposits) and long-term investment funds (investment securities), etc. in the Company.

Per Share Information

	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Net assets per share	1,581.75yen	1,947.84yen
Earnings per share	81.08yen	234.88yen

Notes: 1. Fully diluted earnings per share are not stated because there are no dilutive shares.

2. The Company's own shares remaining in the Board Benefit Trust, which are recorded as treasury shares in shareholders' equity, are included in the number of treasury shares to be deducted from the total number of shares issued at the end of the year in calculating the amount of net assets per share (130,000 shares in fiscal 2021 and 130,000 shares in fiscal 2022).

They are also included in treasury shares to be deducted for the calculation of the average number of shares outstanding over the year in calculating earnings per share (137,000 shares in fiscal 2021 and 130,000 shares in fiscal 2022).

3. The basis for calculating earnings per share is as follows:

Items	Fiscal 2021 (April 1, 2021-March 31, 2022)	Fiscal 2022 (April 1, 2022-March 31, 2023)
Profit attributable to owners of parent (millions of yen)	1,306	3,783
Amount not attributable to common shareholders (millions of yen)	-	-
(Of which the amount of preferred dividends (millions of yen))	(-)	(-)
Profit attributable to owners of parent of common shares (millions of yen)	1,306	3,783
Average number of common shares outstanding over the year (shares)	16,115,738	16,106,436

Significant Subsequent Events

None