

Summary of Financial Report for the 1st Quarter of FY2023 (Non-Consolidated)

July 31, 2023

Listed Company Name: Japan Tissue Engineering Co., Ltd. Listed Securities Exchange: Tokyo Growth
 Stock Code: 7774 URL <https://www.jpte.co.jp>
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(Rounding down to the nearest million yen)

1. Results for the 1st Quarter of FY2023 (April 1, 2023 to June 30, 2023)

(1) Business Results (% indicate increase / decrease on previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
1 st quarter of FY2023	662	56.6	14	—	14	—	13	—
1 st quarter of FY2022	422	-11.6	-267	—	-267	—	-268	—

	Net income per share	Net income per share, diluted
	yen	yen
1 st quarter of FY2023	0.34	—
1 st quarter of FY2022	-6.60	—

(2) Financial Condition

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
1 st quarter of FY2023	6,901	5,951	86.2
FY2022	6,883	5,937	86.3

Note: Shareholders' equity 1st quarter of FY2023: 5,951 million yen FY2022: 5,937 million yen

2. Cash Dividends

	Dividends per share				
	Q1 end	Q2 end	Q3 end	Term end	Annual
	yen	yen	yen	yen	yen
FY2022	—	0.00	—	0.00	0.00
FY2023	—	—	—	—	—
FY2023 (Forecast)	—	0.00	—	0.00	0.00

Note: Revisions to cash dividends this quarter No

3. Forecast for FY2023 (April 1, 2023 to March 31, 2024)

(% indicate increase/decrease on previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY2023	2,749	35.3	83	—	85	—	75	—	1.85

Note: Revisions to forecast this quarter No

*Disclaimer regarding appropriate use of forecasts and related points of note

The above-mentioned forecasts are based on the information available on the date of release of these materials and on various assumptions made on the date of release of these materials including uncertain factors and may affect future earnings. Actual operating results may differ significantly from those forecasts as a consequence of various factors.

Japan Tissue Engineering Co., Ltd.
Non-consolidated Financial Statements for 1st Quarter of FY2023
(April 1, 2023 - June 30, 2023)

(1) Non-consolidated Balance Sheets

(Thousands of yen)

	FY2022 As of March 31, 2023	FY2023 Q1 As of June 30, 2023
Assets		
Current assets		
Cash and deposits	4,134,570	4,079,836
Notes and accounts receivable - trade	520,216	633,070
Electronically recorded monetary claims - operating	56,012	46,438
Work in process	30,833	36,210
Raw materials and supplies	206,788	191,512
Other	262,941	268,606
Total current assets	5,211,363	5,255,674
Non-current assets		
Property, plant and equipment		
Buildings, net	746,600	729,157
Land	582,770	582,770
Other, net	238,112	234,645
Total property, plant and equipment	1,567,483	1,546,573
Intangible assets	93,580	91,680
Investments and other assets	10,892	7,263
Total non-current assets	1,671,956	1,645,516
Total assets	6,883,320	6,901,191
Liabilities		
Current liabilities		
Notes and accounts payable - trade	67,712	27,727
Electronically recorded obligations - operating	68,209	72,270
Income taxes payable	23,561	13,895
Provision for bonuses	127,352	65,406
Provision for bonuses for directors (and other officers)	3,685	-
Other	620,725	735,979
Total current liabilities	911,246	915,280
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	34,900	34,900
Total non-current liabilities	34,900	34,900
Total liabilities	946,146	950,180
Net assets		
Shareholders' equity		
Share capital	4,958,763	4,958,763
Capital surplus	2,788,763	2,788,763
Retained earnings	-1,810,045	-1,796,207
Treasury shares	-307	-307
Total shareholders' equity	5,937,173	5,951,011
Total net assets	5,937,173	5,951,011
Total liabilities and net assets	6,883,320	6,901,191

(2) Non-consolidated Statements of Income

(Thousands of yen)

	FY2022 Q1 April 1 - June 30, 2022	FY2023 Q1 April 1 - June 30, 2023
Net sales	422,720	662,134
Cost of sales	185,427	201,781
Gross profit	237,293	460,353
Selling, general and administrative expenses	504,385	446,141
Operating profit (loss)	-267,091	14,212
Non-operating income		
Interest and dividend income	287	190
Income from employee	241	240
Other	450	303
Total non-operating income	978	734
Non-operating expenses		
Foreign exchange losses	1,144	158
Other	0	0
Total non-operating expenses	1,144	158
Ordinary profit (loss)	-267,257	14,788
Profit (loss) before income taxes	-267,257	14,788
Income taxes - current	950	950
Total income taxes	950	950
Profit (loss)	-268,208	13,837