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August 2, 2023

Non-consolidated Financial Results for the Three Months Ended June 30,2023 (Under Japanese GAAP)

Company name: Techno Medica Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 6678
 URL: <http://www.technomedica.co.jp>
 Representative: Masatomo Saneyoshi, President and CEO
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 Scheduled date to file quarterly securities report: August 9, 2023
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated financial results for the Three months ended June 30,2023 (from April 1,2023 to June 30,2023)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
June 30,2023	1,770	△0.9	81	△33.0	91	△29.6	72	△17.4
June 30,2022	1,786	△11.3	121	△50.5	129	△48.2	87	△48.9

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
June 30,2023	8.75	—
June 30,2022	10.37	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
June 30,2023	17,521	15,226	86.9
March 31,2023	19,443	16,386	84.3

Reference: Equity

As of June 30,2023: ¥15,226 million
 As of June 30,2022: ¥16,386 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	0.00	—	60.00	60.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		0.00	—	55.00	55.00

Note: Revisions to the forecast of cash dividends most recently announced: None

*** Notes**

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30,2023	8,760,000 shares
As of March 31,2023	8,760,000 shares

(ii) Number of treasury shares at the end of the period

As of June 30,2023	687,656 shares
As of March 31,2023	286,501 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended June 30,2023	8,248,518 shares
Nine months ended June 30,2022	8,419,107 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Earnings forecasts contained in these disclosure materials are based on available information to the company and assumptions believed to be reasonable by management. This is not a promise or guarantee by the company that it will achieve these goals. Actual results may differ substantially due to several factors such as economic situation, market trend, exchange rates and other factors.

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	11,750,289	10,507,069
Notes receivable - trade	40,614	12,416
Electronically recorded monetary claims - operating	433,431	711,748
Accounts receivable - trade	3,100,078	2,014,223
Merchandise and finished goods	1,452,633	1,670,009
Work in process	251,901	241,278
Raw materials and supplies	160,986	167,103
Prepaid expenses	28,170	25,249
Consumption taxes refund receivable	83,757	-
Other	5,167	5,145
Total current assets	17,307,030	15,354,244
Non-current assets		
Property, plant and equipment		
Buildings	1,265,334	1,265,334
Accumulated depreciation	△715,226	△725,520
Buildings, net	550,108	539,813
Structures	5,042	5,042
Accumulated depreciation	△2,481	△2,517
Structures, net	2,561	2,525
Machinery and equipment	359,914	365,014
Accumulated depreciation	△235,335	△241,736
Machinery and equipment, net	124,578	123,277
Tools, furniture and fixtures	313,396	320,248
Accumulated depreciation	△251,111	△258,425
Tools, furniture and fixtures, net	62,284	61,822
Land	787,326	787,326
Construction in progress	742	412
Total property, plant and equipment	1,527,602	1,515,178
Intangible assets		
Telephone subscription right	1,177	1,177
Patent right	868	810
Software	20,935	18,818
Software in progress	-	29,000
Total intangible assets	22,981	49,806
Investments and other assets		
Investments in capital	7,510	7,510
Long-term prepaid expenses	97,799	89,911
Deferred tax assets	375,332	401,173
Other	130,300	129,339
Allowance for doubtful accounts	△25,384	△25,374
Total investments and other assets	585,558	602,560
Total non-current assets	2,136,141	2,167,545
Total assets	19,443,171	17,521,789

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,499,557	786,835
Accounts payable - other	164,342	148,045
Accrued expenses	86,283	99,915
Income taxes payable	248,686	53,649
Accrued consumption taxes	-	27,468
Advances received	514,149	486,834
Deposits received	9,368	49,193
Provision for bonuses	168,376	246,376
Provision for bonuses for directors (and other officers)	19,125	19,125
Unearned revenue	98,769	127,314
Other	1,783	1,303
Total current liabilities	2,810,442	2,046,060
Non-current liabilities		
Provision for retirement benefits	210,230	213,889
Provision for product warranties	44	39
Other	35,598	35,598
Total non-current liabilities	245,874	249,527
Total liabilities	3,056,316	2,295,587
Net assets		
Shareholders' equity		
Share capital	1,069,800	1,069,800
Capital surplus	967,926	967,926
Retained earnings	14,890,924	14,454,671
Treasury shares	△541,795	△1,266,195
Total shareholders' equity	16,386,854	15,226,202
Total net assets	16,386,854	15,226,202
Total liabilities and net assets	19,443,171	17,521,789

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	1,786,155	1,770,498
Cost of sales	941,523	901,390
Gross profit	844,631	869,108
Selling, general and administrative expenses	722,842	787,541
Operating profit	121,789	81,566
Non-operating income		
Interest income	17	47
Dividend income	0	0
Foreign exchange gains	6,529	4,670
Rental income	1,090	1,875
Other	431	3,023
Total non-operating income	8,069	9,618
Non-operating expenses		
Other	296	-
Total non-operating expenses	296	-
Ordinary profit	129,561	91,185
Profit before income taxes	129,561	91,185
Income taxes - current	68,225	44,868
Income taxes - deferred	△25,975	△25,840
Total income taxes	42,249	19,027
Profit	87,312	72,157