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November 11, 2022

## Consolidated Financial Results for the Six Months Ended September 30, 2022 (Under Japanese GAAP)

Company name: Showa Sangyo Co., Ltd. Listing: Tokyo Stock Exchange

Securities code: 2004

URL: <a href="https://www.showa-sangyo.co.jp/">https://www.showa-sangyo.co.jp/</a>
Representative: Kazuhiko Niitsuma, President and CEO

Inquiries: Hidenori Takahashi, General Manager of General Affairs Dept.

Telephone: +81-3-3257-2182

Scheduled date to file quarterly securities report:

Scheduled date to commence dividend payments:

November 14, 2022

December 6, 2022

Preparation of supplementary material on quarterly financial results: Yes

Holding of quarterly financial results briefing:

Yes (for institutional investors and analysts)

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

# 1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales	3	Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2022	163,410	16.8	2,317	(3.7)	3,312	13.1	1,947	8.0
September 30, 2021	139,914	12.7	2,406	(42.4)	2,929	(41.1)	1,802	(73.9)

Note: Comprehensive income For the six months ended September 30, 2022: \$\frac{\pmax}{4}3,415\$ million [6.8%] For the six months ended September 30, 2021: \$\frac{\pmax}{4}3,199\$ million [(61.7)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	58.28	=
September 30, 2021	54.61	-

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2022	251,632	111,497	42.9
March 31, 2022	231,306	109,089	45.7

Reference: Equity

As of September 30, 2022: ¥108,068 million As of March 31, 2022: ¥105,697 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, 2022	_	30.00	-	30.00	60.00		
Fiscal year ending March 31, 2023	_	30.00					
Fiscal year ending March 31, 2023 (Forecast)			-	30.00	60.00		

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

# 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sale	es .	Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of	%	Millions of	%	Millions of	%	Millions of	%	Yen
	yen		yen		yen		yen		
Full year	338,000	17.5	4,000	(28.1)	5,500	(16.4)	3,200	(20.1)	95.73

Note: Revisions to the earnings forecasts of most recently announced: Yes

Regarding the revision to the consolidated earnings forecasts, please refer to "Notice Concerning Revision to the Full-Year Earnings Forecasts (Consolidated/Non-consolidated)," (in Japanese only) published today (November 11, 2022).

As reference information, the Company has attached net sales and operating profit by reportable segment pertaining to the full-year consolidated earnings forecasts to "3. Supplementary Information, (1) Net sales and operating profit by reportable segment pertaining to the full-year consolidated earnings forecasts for the fiscal year ending March 31, 2023" on page 13 of the attached materials (in Japanese only).

#### \* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) 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
- (4) Number of issued shares (common shares)
  - (i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2022	33,985,420 shares
As of March 31, 2022	33,985,420 shares

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

As of September 30, 2022	538,287 shares
As of March 31, 2022	556,604 shares

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

Six months ended September 30, 2022	33,423,996 shares
Six months ended September 30, 2021	33,017,926 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

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. In no way is the Company asserting assurances or guarantees of the achievement of any future business plan targets or measures stated herein.

For matters related to the financial results forecasts, please see "1. Qualitative information regarding settlement of accounts for the six months ended September 30, 2022, (3) Explanation of consolidated financial forecasts and other forward-looking statements" on page 4 of the attached materials (in Japanese only).

## Quarterly consolidated financial statements

### (1) Quarterly consolidated balance sheets

Assets   Cursh and deposits   9,174   8,341     Notes and accounts receivable - trade   49,500   53,661     Merchandise and finished goods   13,541   15,914     Work in process   2,372   3,620     Raw materials and supplies   30,813   41,788     Other   3,918   4,015     Allowance for doubtful accounts   6(9)   (78)     Total current assets   109,251   127,262     Non-current assets   109,251   127,262     Non-current assets   109,251   127,262     Machinery, equipment and equipment     Buildings and structures, et   31,536   33,542     Machinery, equipment and vehicles, net   24,154   25,558     Land   21,787   21,772     Other, net   7,437   3,311     Total property, plant and equipment   84,915   84,184     Intangible assets   2,252   2,123     Goodwill   1,265   1,193     Customer-related assets   2,252   2,123     Other   1,096   1,246     Total intangible assets   4,613   4,563     Investments and other assets   1,99   201     Other   2,969   3,191     Other   2,969   3,191     Allowance for doubtful accounts   (107)   (106)     Total investments and other assets   32,525   35,621     Total investments and other assets   32,525   35,621     Total investments and other assets   32,535   35,621     Total current liabilities   22,054   24,369     Total current liabilities   22,054   24,369     Short-term borrowings   16,322   16,888     Commercial papers   13,000   28,000     Income taxes payable   trade   33,536   38,079     Provision for bonuses   1,580   18,864     Other   17,282   15,451     Total current liabilities   22,679   101,206     Non-current liabilities   32,679   101,206     Total current liabilities   32,679   101,206     Retirement benefit liability   9,250   9,284     Other   7,758   7,900     Total long-current liabilities   39,536   38,079     Total long-current		As of March 31, 2022	As of September 30, 2022
Cash and deposits         9,174         8,341           Notes and accounts receivable - trade         49,500         53,661           Merchandse and finished goods         13,541         15,914           Work in process         2,372         3,620           Raw materials and supplies         30,813         41,788           Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         109,251         127,262           Non-current assets         109,251         22,752           Property, plant and equipment         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets         2,252         2,123           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,245           Total intangible assets         4,613         4,503           Investments and other assets         2,950 <td>Assets</td> <td></td> <td></td>	Assets		
Notes and accounts receivable - trade         49,500         \$3,61         15,914           Merchandise and finished goods         13,541         15,914           Work in process         2,372         3,620           Raw materials and supplies         30,813         41,788           Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         109,251         33,542           Property, plant and equipment         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intrangible assets         21,252         2,123           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intrangible assets         2,950         3,191           Investments and other assets         159         201           Oth	Current assets		
Merchandise and finished goods         13,541         15,914           Work in process         2,372         3,620           Raw materials and supplies         30,813         41,788           Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         190,251         127,262           Non-current assets         190,251         127,262           Non-current assets         190,251         127,262           Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,187         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intensified assets         2,252         2,123           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intensity and other assets         1,59         201           Other         2,969	Cash and deposits	9,174	8,341
Work in process         2,372         3,620           Raw materials and supplies         39,813         41,788           Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         ***         ***           Property, plant and equipment         ***         ***           Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Inturgible assets         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         3,534           Investments and other assets         2,252         2,123           Investments accurities         29,504         33,34           Retirement benefit asset         159         20           Other         2,969 <t< td=""><td>Notes and accounts receivable - trade</td><td>49,500</td><td>53,661</td></t<>	Notes and accounts receivable - trade	49,500	53,661
Raw materials and supplies         30,813         41,788           Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         109,251         127,262           Non-current assets         109,251         33,442           Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,848           Intraggible assets         2,252         2,123           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intaglibe assets         2,954         32,344           Retirement securities         29,504         32,344           Retirement securities         29,504         32,344           Retirement benefit asset         159         201           Other         2,969         3,19	Merchandise and finished goods	13,541	15,914
Other         3,918         4,015           Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         Property, plant and equipment         31,536         33,542           Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets         3,252         2,123           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments sccurities         29,504         32,314           Retirement benefit assets         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total assets         122,054         124,369 <td< td=""><td>Work in process</td><td>2,372</td><td>3,620</td></td<>	Work in process	2,372	3,620
Allowance for doubtful accounts         (69)         (78)           Total current assets         109,251         127,262           Non-current assets         109,251         127,262           Property, plant and equipment         31,536         33,542           Buildings and structures, net         21,187         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intaggible assets         2,552         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         2,9504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         1010         1060           Total investments and other assets         32,525         35,621           Total assets         32,336         25,632           Total investments and other assets         122,054         124,369           Total consecurent assets         33,336         38,079	Raw materials and supplies	30,813	41,788
Total current assets   109,251   127,262     Non-current assets   Property, plant and equipment     Buildings and structures, net   24,154   25,558     Land   21,787   21,772     Other, net   7,437   3,311     Total property, plant and equipment   84,915   84,184     Intangible assets   1265   1,193     Customer-related assets   2,252   2,123     Other   1,096   1,246     Total intangible assets   4,613   4,563     Investments and other assets   199   201     Other   2,969   3,191     Other   2,969   3,191     Allowance for doubtful accounts   12,054   124,369     Total investment search assets   122,054   124,369     Total investments and other assets   122,054   124,369     Total assets   231,306   231,306   231,632     Liabilities   231,306   231,632   16,888     Current liabilities   8,2679   101,206     Non-current liabilities   8,2679   101,206     Non-current liabilities   1,282   15,451     Total current liabilities   1,282   1,3451     Total current liabilities   1,282   1,3451     Total current liabilities   1,280   1,280     Non-current l	Other	3,918	4,015
Non-current assets   Property, plant and equipment   Shuddings and structures, net   31,536   33,542   Machinery, equipment and vehicles, net   24,154   25,558   Land   21,787   21,772   3,311   Total property, plant and equipment   84,915   84,184   Intangible assets   Goodwill   1,265   1,193   Customer-related assets   2,252   2,123   Other   1,096   1,246   Total intangible assets   4,613   4,563   1,196   Total intangible assets   2,252   2,123   Other   1,096   1,246   Total intangible assets   2,9504   32,334   Retirement benefit asset   159   201   1,000   2,000   3,191   4,100   4	Allowance for doubtful accounts	(69)	(78)
Property, plant and equipment           Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intagible assets         84,915         1,93           Customer-related assets         2,252         2,123           Other         1,996         1,246           Total intangible assets         4,613         4,563           Investments and other assets         1,996         1,246           Total intangible assets         1,59         201           Investments securities         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total current assets         122,054         124,369           Total assets         122,054         124,369           Total assets         33,336         38	Total current assets	109,251	127,262
Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets         84,915         1,193           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         2         1,850         3,8079           Short-term borrowings         16,322         16,888           Commercial papers	Non-current assets		
Buildings and structures, net         31,536         33,542           Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets         84,915         1,193           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         2         1,850         3,8079           Short-term borrowings         16,322         16,888           Commercial papers	Property, plant and equipment		
Machinery, equipment and vehicles, net         24,154         25,558           Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets		31,536	33,542
Land         21,787         21,772           Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intangible assets	-		
Other, net         7,437         3,311           Total property, plant and equipment         84,915         84,184           Intrangible assets         84,915         1,193           Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         323,306         251,632           Liabilities         201         104         106           Total assets         33,336         38,079         38,079           Short-tern borrowings         16,322         16,888         20mer accounts payable - trade         33,536         38,079           Short-tern borrowings         13,000         28,000         28,000           Other<			
Total property, plant and equipment         84,915         84,184           Intangible assets         3,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         8         1,096         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         231,306         251,632           Liabilities         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities		•	
Intangible assets	<del>-</del>		
Goodwill         1,265         1,193           Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets         ****         ****           Investment securities         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         ***         ***           Current liabilities         ***         ***           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451 </td <td></td> <td>- /</td> <td>- , -</td>		- /	- , -
Customer-related assets         2,252         2,123           Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets		1.265	1.193
Other         1,096         1,246           Total intangible assets         4,613         4,563           Investments and other assets			
Total intangible assets         4,613         4,563           Investments and other assets         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         200         200           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current porrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29			
Investments and other assets	_		
Investment securities         29,504         32,334           Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current porrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900 </td <td></td> <td>1,013</td> <td>1,505</td>		1,013	1,505
Retirement benefit asset         159         201           Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900		29.504	32 334
Other         2,969         3,191           Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total assets         122,054         124,369           Total assets         231,306         251,632           Liabilities         Variance         Variance           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current porrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Allowance for doubtful accounts         (107)         (106)           Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Total investments and other assets         32,525         35,621           Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Total non-current assets         122,054         124,369           Total assets         231,306         251,632           Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current benefit liabilities         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Total assets         231,306         251,632           Liabilities         Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Liabilities           Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927	<u>-</u>		
Current liabilities           Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927	<del>-</del>	231,300	231,032
Notes and accounts payable - trade         33,536         38,079           Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Short-term borrowings         16,322         16,888           Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927		22.526	20.070
Commercial papers         13,000         28,000           Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Non-current bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			· · · · · · · · · · · · · · · · · · ·
Income taxes payable         687         922           Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         8000         18,000           Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927	8		
Provision for bonuses         1,850         1,864           Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         82,679         101,206           Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Other         17,282         15,451           Total current liabilities         82,679         101,206           Non-current liabilities         Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Total current liabilities         82,679         101,206           Non-current liabilities         18,000         18,000           Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Non-current liabilities         18,000         18,000           Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927			
Bonds payable         18,000         18,000           Long-term borrowings         4,494         3,713           Provision for retirement benefits for directors (and other officers)         33         29           Retirement benefit liability         9,250         9,284           Other         7,758         7,900           Total non-current liabilities         39,536         38,927		82,679	101,206
Long-term borrowings4,4943,713Provision for retirement benefits for directors (and other officers)3329Retirement benefit liability9,2509,284Other7,7587,900Total non-current liabilities39,53638,927		10.000	10.000
Provision for retirement benefits for directors (and other officers)  Retirement benefit liability  9,250  9,284  Other  7,758  7,900  Total non-current liabilities  39,536  38,927	* *		
other officers)       33       29         Retirement benefit liability       9,250       9,284         Other       7,758       7,900         Total non-current liabilities       39,536       38,927	<u> </u>	4,494	3,713
Other         7,758         7,900           Total non-current liabilities         39,536         38,927		33	29
Total non-current liabilities 39,536 38,927	Retirement benefit liability	9,250	9,284
	Other	7,758	7,900
Total liabilities 122,216 140,134	Total non-current liabilities	39,536	38,927
	Total liabilities	122,216	140,134

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	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	14,293	14,293
Capital surplus	7,768	7,799
Retained earnings	76,980	77,925
Treasury shares	(1,184)	(1,145)
Total shareholders' equity	97,858	98,873
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,336	8,091
Deferred gains or losses on hedges	217	430
Foreign currency translation adjustment	364	676
Remeasurements of defined benefit plans	(80)	(4)
Total accumulated other comprehensive income	7,839	9,194
Non-controlling interests	3,392	3,429
Total net assets	109,089	111,497
Total liabilities and net assets	231,306	251,632

# (2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

### Quarterly consolidated statement of income (cumulative)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	139,914	163,410
Cost of sales	117,110	140,537
Gross profit	22,804	22,873
Selling, general and administrative expenses	20,398	20,555
Operating profit	2,406	2,317
Non-operating income		-
Interest income	2	1
Dividend income	291	366
Share of profit of entities accounted for using equity	160	415
method	160	415
Other	318	356
Total non-operating income	773	1,138
Non-operating expenses		
Interest expenses	116	107
Compensation for damage	3	3
Foreign exchange losses	78	7
Other	51	26
Total non-operating expenses	250	144
Ordinary profit	2,929	3,312
Extraordinary income		
Gain on sale of non-current assets	8	2
Gain on sale of investment securities	9	-
Gain on revision of retirement benefit plan	_	45
National subsidies	100	_
Total extraordinary income	119	47
Extraordinary losses		
Loss on abandonment of non-current assets	179	142
Loss on sale of non-current assets	0	2
Loss on tax purpose reduction entry of non-current assets	100	-
Impairment losses	_	396
Harbors quay dredging cost	_	62
Other	6	=
Total extraordinary losses	286	604
Profit before income taxes	2,761	2,755
Income taxes - current	1,026	1,022
Income taxes - deferred	(122)	(289)
Total income taxes	904	733
Profit	1,857	2,021
Profit attributable to non-controlling interests	54	73
Profit attributable to owners of parent	1,802	1,947
Tioni autioutable to owners of parent	1,002	1,94/

## Quarterly consolidated statement of comprehensive income (cumulative)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	1,857	2,021
Other comprehensive income		
Valuation difference on available-for-sale securities	1,024	834
Deferred gains or losses on hedges	16	224
Remeasurements of defined benefit plans, net of tax	62	75
Share of other comprehensive income of entities accounted for using equity method	238	259
Total other comprehensive income	1,342	1,394
Comprehensive income	3,199	3,415
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,149	3,303
Comprehensive income attributable to non-controlling interests	49	112

	Six months ended September 30, 2021	Six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,761	2,755
Depreciation	4,910	4,826
Impairment losses	· _	396
Decrease (increase) in trade receivables	(3,618)	(4,160)
Decrease (increase) in inventories	(6,989)	(14,600)
Increase (decrease) in trade payables	598	4,542
Other, net	(739)	(699)
Subtotal	(3,076)	(6,938)
Interest and dividends received	482	652
Interest paid	(111)	(104)
Income taxes paid	(1,808)	(902)
Income taxes refund	55	520
Net cash provided by (used in) operating activities	(4,459)	(6,773)
Cash flows from investing activities	(1,127)	(0,113)
Payments into time deposits	(1)	(1)
Proceeds from withdrawal of time deposits	0	(1)
Purchase of investment securities	(33)	(1,225)
Proceeds from sale and redemption of investment	(33)	(1,223)
securities	16	_
Purchase of property, plant and equipment	(6,786)	(5,782)
Proceeds from sale of property, plant and equipment	43	36
Payments for retirement of property, plant and equipment	(112)	(13)
Payments for asset retirement obligations	(10)	(16)
Investments and loan advances	(399)	(663)
Proceeds from divestments and collection of loans	(399)	(003)
receivable	144	10
Net cash provided by (used in) investing activities	(7,139)	(7,656)
Cash flows from financing activities		<u> </u>
Increase (decrease) in short-term borrowings and commercial papers	12,400	15,000
Proceeds from long-term borrowings		300
Repayments of long-term borrowings	(245)	300
Redemption of convertible bond-type bonds with share	(345)	(513)
acquisition rights	(1,175)	-
Repayments of lease liabilities	(95)	(135)
Dividends paid	(1,132)	(1,003)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(1)	(18)
Purchase of treasury shares	(13)	(1)
-	, ,	(1)
Other, net	(15)	(32)
Net cash provided by (used in) financing activities	9,621	13,595
Net increase (decrease) in cash and cash equivalents	(1,977)	(834)
Cash and cash equivalents at beginning of period	11,160	9,170
Cash and cash equivalents at end of period	9,183	8,336