

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 10, 2023

Company name: Origin Company, Limited
 Stock exchange listing: Tokyo
 Stock code: 6513 URL <https://www.origin.co.jp/>
 Representative: Kazuhiro Seo, President
 Contact: Atsushi Akamatsu, Executive Officer and General Manager, Accounting Department
 Phone: +81-48-755-9242
 Scheduled date to file Quarterly Securities Report: February 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2022	25,122	15.1	605	-22.7	1,369	16.2	645	-12.5
Nine months ended December 31, 2021	21,826	21.9	784	–	1,178	–	737	–

Note: Comprehensive income
 Nine months ended December 31, 2022 ¥1,977 million [10.1%]
 Nine months ended December 31, 2021 ¥1,796 million [–%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	106.58		–	
Nine months ended December 31, 2021	118.78		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	45,056	27,068	54.6
As of March 31, 2022	46,123	26,399	51.7

Reference: Equity
 As of December 31, 2022 ¥24,621 million
 As of March 31, 2022 ¥23,865 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2022	–	20.00	–	45.00	65.00
Year ending March 31, 2023	–	20.00	–		
Year ending March 31, 2023 (Forecast)				20.00	40.00

Note: Revisions to the forecasts of cash dividends most recently announced: No

3. Forecasts of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	32,500	0.5	750	-64.8	1,800	-36.4	1,100	-49.6	181.84

Note: Revisions to the financial result forecasts most recently announced: No

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2022	6,699,986 shares	As of March 31, 2022	6,699,986 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	790,242 shares	As of March 31, 2022	491,565 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	6,055,241 shares	Nine months ended December 31, 2021	6,206,152 shares
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* Number of treasury shares excluded for calculating the number of treasury shares at the end of the period and average number of shares during the period include the Company's shares held by the trust account related to stock remuneration system (BBT=Board Benefit Trust).

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

* Proper use of forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including the earnings forecasts, shown in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable and actual results may differ substantially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	9,811	9,774
Notes and accounts receivable - trade, and contract assets	9,536	8,170
Electronically recorded monetary claims - operating	2,011	2,270
Merchandise and finished goods	1,658	1,898
Work in process	4,285	3,668
Raw materials and supplies	2,309	2,691
Other	464	237
Allowance for doubtful accounts	-19	-10
Total current assets	30,058	28,701
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,654	3,674
Machinery, equipment and vehicles, net	963	1,055
Land	4,748	4,748
Construction in progress	20	24
Other, net	522	520
Total property, plant and equipment	9,908	10,022
Intangible assets	456	438
Investments and other assets		
Investment securities	5,089	5,376
Long-term loans receivable	24	27
Deferred tax assets	214	87
Other	417	450
Allowance for doubtful accounts	-47	-47
Total investments and other assets	5,699	5,894
Total non-current assets	16,065	16,355
Total assets	46,123	45,056

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,538	2,252
Electronically recorded obligations - operating	4,108	4,017
Current portion of long-term borrowings	579	424
Income taxes payable	287	266
Provision for bonuses	572	323
Provision for bonuses for directors (and other officers)	16	3
Unearned revenue	82	81
Provision for product compensation	132	132
Provision for demolition of current assets	-	66
Other	1,944	2,319
Total current liabilities	11,263	9,886
Non-current liabilities		
Long-term borrowings	418	143
Provision for share awards for directors (and other officers)	9	13
Retirement benefit liability	2,424	2,403
Asset retirement obligations	30	30
Long-term unearned revenue	5,423	5,364
Deferred tax liabilities	51	48
Other	103	96
Total non-current liabilities	8,460	8,101
Total liabilities	19,724	17,987
Net assets		
Shareholders' equity		
Share capital	6,103	6,103
Capital surplus	3,454	3,454
Retained earnings	12,350	12,592
Treasury shares	-846	-1,235
Total shareholders' equity	21,061	20,914
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,875	2,076
Foreign currency translation adjustment	928	1,630
Total accumulated other comprehensive income	2,803	3,706
Non-controlling interests	2,533	2,447
Total net assets	26,399	27,068
Total liabilities and net assets	46,123	45,056

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	21,826	25,122
Cost of sales	16,162	19,257
Gross profit	5,664	5,864
Selling, general and administrative expenses	4,880	5,259
Operating profit	784	605
Non-operating income		
Interest income	47	44
Dividend income	112	126
Rental income	94	94
Foreign exchange gains	99	464
Share of profit of entities accounted for using equity method	1	5
Other	182	144
Total non-operating income	537	879
Non-operating expenses		
Interest expenses	7	4
Arrangement Fee	24	–
Rent cost	27	28
Other	82	82
Total non-operating expenses	142	115
Ordinary profit	1,178	1,369
Extraordinary income		
Gain on sale of non-current assets	202	6
Total extraordinary income	202	6
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	13	33
Loss on liquidation of subsidiaries and associates	29	–
Impairment losses	–	5
Provision for demolition of non-current assets	–	66
Total extraordinary losses	43	105
Profit before income taxes	1,338	1,270
Income taxes - current	379	429
Income taxes - deferred	4	46
Total income taxes	384	475
Profit	954	795
Profit attributable to non-controlling interests	217	149
Profit attributable to owners of parent	737	645

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	954	795
Other comprehensive income		
Valuation difference on available-for-sale securities	286	194
Foreign currency translation adjustment	553	985
Share of other comprehensive income of entities accounted for using equity method	2	3
Total other comprehensive income	842	1,182
Comprehensive income	1,796	1,977
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,435	1,548
Comprehensive income attributable to non-controlling interests	360	429