

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 10, 2023

Company name: Origin Company, Limited
 Stock exchange listing: Tokyo
 Stock code: 6513 URL <https://www.origin.co.jp/>
 Representative: Hideki Inaba, President CEO
 Contact: Atsushi Akamatsu, Senior Executive Officer, CFO and General Manager, Accounting Department
 Phone: +81-48-755-9242
 Scheduled date to file Quarterly Securities Report: August 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 three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(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	%
Three months ended June 30, 2023	6,688	-24.8	-209	–	60	-95.0	-169	–
Three months ended June 30, 2022	8,896	31.3	674	347.6	1,221	270.6	880	–

Note: Comprehensive income Three months ended June 30, 2023 ¥699 million [-54.7%]
 Three months ended June 30, 2022 ¥1,545 million [150.8%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	-28.85		–	
Three months ended June 30, 2022	142.37		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	45,178	26,847	54.6
As of March 31, 2023	44,130	26,653	55.0

Reference: Equity As of June 30, 2023 ¥24,682 million
 As of March 31, 2023 ¥24,265 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	20.00	–	20.00	40.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		20.00	–	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, 2024 (from April 1, 2023 to March 31, 2024)

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	1.4	300	-47.7	550	-62.4	100	-72.6	16.92

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

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023
(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 June 30, 2023	6,699,986 shares	As of March 31, 2023	6,699,986 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	842,687 shares	As of March 31, 2023	790,706 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	5,889,762 shares	Three months ended June 30, 2022	6,182,514 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, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	9,356	9,208
Notes and accounts receivable - trade, and contract assets	7,470	7,069
Electronically recorded monetary claims - operating	2,259	2,371
Merchandise and finished goods	1,795	1,814
Work in process	3,701	3,723
Raw materials and supplies	2,616	2,721
Other	354	746
Allowance for doubtful accounts	-9	-9
Total current assets	27,543	27,646
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,559	3,503
Machinery, equipment and vehicles, net	994	978
Land	4,748	4,748
Construction in progress	59	189
Other, net	547	515
Total property, plant and equipment	9,908	9,934
Intangible assets	419	415
Investments and other assets		
Investment securities	5,765	6,677
Long-term loans receivable	27	29
Deferred tax assets	48	40
Other	464	481
Allowance for doubtful accounts	-47	-47
Total investments and other assets	6,258	7,181
Total non-current assets	16,586	17,531
Total assets	44,130	45,178

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,254	2,096
Electronically recorded obligations - operating	3,584	3,692
Current portion of long-term borrowings	303	180
Income taxes payable	271	245
Provision for bonuses	558	204
Provision for bonuses for directors (and other officers)	13	3
Provision for product compensation	107	107
Provision for environmental measures	52	21
Provision for demolition of current assets	8	-
Unearned revenue	81	81
Other	1,888	3,205
Total current liabilities	9,123	9,839
Non-current liabilities		
Long-term borrowings	164	145
Provision for share awards for directors (and other officers)	13	18
Retirement benefit liability	2,398	2,354
Asset retirement obligations	30	30
Long-term unearned revenue	5,345	5,325
Deferred tax liabilities	315	535
Other	85	79
Total non-current liabilities	8,353	8,490
Total liabilities	17,477	18,330
Net assets		
Shareholders' equity		
Share capital	6,103	6,103
Capital surplus	3,454	3,454
Retained earnings	12,312	12,023
Treasury shares	-1,236	-1,301
Total shareholders' equity	20,634	20,280
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,344	2,999
Foreign currency translation adjustment	1,286	1,402
Total accumulated other comprehensive income	3,630	4,402
Non-controlling interests	2,387	2,165
Total net assets	26,653	26,847
Total liabilities and net assets	44,130	45,178

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	8,896	6,688
Cost of sales	6,525	5,190
Gross profit	2,371	1,498
Selling, general and administrative expenses	1,696	1,707
Operating profit (loss)	674	-209
Non-operating income		
Interest income	3	6
Dividend income	65	94
Foreign exchange gains	441	153
Rental income	31	31
Share of profit of entities accounted for using equity method	1	–
Other	39	45
Total non-operating income	583	331
Non-operating expenses		
Interest expenses	1	0
Share of loss of entities accounted for using equity method	–	35
Rent cost	9	2
Other	25	22
Total non-operating expenses	36	61
Ordinary profit	1,221	60
Extraordinary income		
Gain on sale of non-current assets	0	2
Total extraordinary income	0	2
Extraordinary losses		
Loss on retirement of non-current assets	12	0
Extra retirement payments	–	24
Total extraordinary losses	12	24
Profit before income taxes	1,209	38
Income taxes - current	252	221
Income taxes - deferred	19	-59
Total income taxes	272	162
Profit (loss)	937	-124
Profit attributable to non-controlling interests	56	45
Profit (loss) attributable to owners of parent	880	-169

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit (loss)	937	-124
Other comprehensive income		
Valuation difference on available-for-sale securities	66	652
Foreign currency translation adjustment	543	163
Share of other comprehensive income of entities accounted for using equity method	-1	7
Total other comprehensive income	608	823
Comprehensive income	1,545	699
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,327	601
Comprehensive income attributable to non-controlling interests	217	98