

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 9, 2024

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: February 14, 2024
 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, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	21,044	-16.2	-564	–	-120	–	-624	–
Nine months ended December 31, 2022	25,122	15.1	605	-22.7	1,369	16.2	645	-12.5

Note: Comprehensive income Nine months ended December 31, 2023 ¥907 million [-54.1%]
 Nine months ended December 31, 2022 ¥1,977 million [10.1%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	-107.59	–
Nine months ended December 31, 2022	106.58	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	47,708	26,719	51.0
As of March 31, 2023	44,130	26,653	55.0

Reference: Equity As of December 31, 2023 ¥24,351 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	Yen	Yen	Yen	Yen
Year ended March 31, 2023	–	20.00	–	20.00	40.00
Year ending March 31, 2024	–	15.00	–		
Year ending March 31, 2024 (Forecast)				15.00	30.00

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	29,000	-9.5	-700	-	-150	-	-850	-	-146.33

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, 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 December 31, 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 December 31, 2023	1,042,115 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)

Nine months ended December 31, 2023	5,800,429 shares	Nine months ended December 31, 2022	6,055,241 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 December 31, 2023
Assets		
Current assets		
Cash and deposits	9,356	10,077
Notes and accounts receivable - trade, and contract assets	7,470	7,040
Electronically recorded monetary claims - operating	2,259	3,475
Merchandise and finished goods	1,795	1,880
Work in process	3,701	4,268
Raw materials and supplies	2,616	2,750
Other	354	428
Allowance for doubtful accounts	-9	-12
Total current assets	27,543	29,908
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,559	3,494
Machinery, equipment and vehicles, net	994	978
Land	4,748	4,748
Construction in progress	59	116
Other, net	547	544
Total property, plant and equipment	9,908	9,881
Intangible assets	419	410
Investments and other assets		
Investment securities	5,765	6,962
Long-term loans receivable	27	28
Deferred tax assets	48	41
Other	464	521
Allowance for doubtful accounts	-47	-47
Total investments and other assets	6,258	7,508
Total non-current assets	16,586	17,799
Total assets	44,130	47,708

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,254	2,163
Electronically recorded obligations - operating	3,584	4,423
Current portion of long-term borrowings	303	576
Income taxes payable	271	132
Provision for bonuses	558	255
Provision for bonuses for directors (and other officers)	13	3
Unearned revenue	81	81
Provision for product compensation	107	107
Provision for environmental measures	52	34
Provision for demolition of non-current assets	8	-
Other	1,888	2,893
Total current liabilities	9,123	10,672
Non-current liabilities		
Long-term borrowings	164	1,985
Provision for share awards for directors (and other officers)	13	18
Retirement benefit liability	2,398	2,372
Asset retirement obligations	30	30
Long-term unearned revenue	5,345	5,286
Deferred tax liabilities	315	578
Other	85	43
Total non-current liabilities	8,353	10,316
Total liabilities	17,477	20,988
Net assets		
Shareholders' equity		
Share capital	6,103	6,103
Capital surplus	3,454	3,454
Retained earnings	12,312	11,482
Treasury shares	-1,236	-1,549
Total shareholders' equity	20,634	19,491
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,344	3,195
Foreign currency translation adjustment	1,286	1,664
Total accumulated other comprehensive income	3,630	4,860
Non-controlling interests	2,387	2,368
Total net assets	26,653	26,719
Total liabilities and net assets	44,130	47,708

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, 2022	Nine months ended December 31, 2023
Net sales	25,122	21,044
Cost of sales	19,257	16,171
Gross profit	5,864	4,872
Selling, general and administrative expenses	5,259	5,437
Operating profit (loss)	605	-564
Non-operating income		
Interest income	44	34
Dividend income	126	178
Rental income	94	94
Foreign exchange gains	464	138
Share of profit of entities accounted for using equity method	5	–
Other	144	149
Total non-operating income	879	595
Non-operating expenses		
Interest expenses	4	7
Share of loss of entities accounted for using equity method	–	23
Arrangement Fee	–	48
Rent cost	28	8
Other	82	65
Total non-operating expenses	115	151
Ordinary profit (loss)	1,369	-120
Extraordinary income		
Gain on sale of non-current assets	6	2
Total extraordinary income	6	2
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	33	17
Impairment losses	5	–
Provision for demolition of non-current assets	66	–
Provision for environmental measures	–	28
Extra retirement payments	–	50
Total extraordinary losses	105	97
Profit (loss) before income taxes	1,270	-215
Income taxes - current	429	358
Income taxes - deferred	46	-94
Total income taxes	475	263
Profit (loss)	795	-479
Profit attributable to non-controlling interests	149	144
Profit (loss) attributable to owners of parent	645	-624

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit (loss)	795	-479
Other comprehensive income		
Valuation difference on available-for-sale securities	194	838
Foreign currency translation adjustment	985	533
Share of other comprehensive income of entities accounted for using equity method	3	15
Total other comprehensive income	1,182	1,387
Comprehensive income	1,977	907
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,548	605
Comprehensive income attributable to non-controlling interests	429	302