

**Translation**

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2023 (Based on Japanese GAAP)

May 12, 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 of ordinary general meeting of shareholders: June 29, 2023  
 Scheduled date to file Securities Report: June 29, 2023  
 Scheduled date to commence dividend payments: June 30, 2023  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

#### (1) Consolidated operating results

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	%
Year ended March 31, 2023	32,036	-1.0	574	-73.0	1,461	-48.4	365	-83.2
Year ended March 31, 2022	32,347	24.8	2,128	-	2,831	-	2,180	-

Note: Comprehensive income Year ended March 31, 2023 ¥1,561 million [-54.6%]  
 Year ended March 31, 2022 ¥3,439 million [-%]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2023	60.71	-	1.5	3.2	1.8
Year ended March 31, 2022	351.35	-	9.7	6.5	6.6

Reference: Share of profit (loss) of entities accounted for using equity method Year ended March 31, 2023 ¥5 million  
 Year ended March 31, 2022 ¥5 million

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2023	44,130	26,653	55.0	4,106.29
As of March 31, 2022	46,123	26,399	51.7	3,844.09

Reference: Equity As of March 31, 2023 ¥24,265 million  
 As of March 31, 2022 ¥23,865 million

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2023	1,772	-1,464	-1,882	6,577
Year ended March 31, 2022	1,655	1,756	-1,134	7,755

## 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2022	–	20.00	–	45.00	65.00	406	18.5	1.8
Year ended March 31, 2023	–	20.00	–	20.00	40.00	239	65.9	1.0
Year ending March 31, 2024 (Forecast)	–	20.00	–	20.00	40.00		236.4	

## 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

\* As the Company manages financial results annually, forecasts of consolidated financial results for the first six months are omitted.

## 4. Notes

### (1) Changes in significant subsidiaries during the year ended March 31, 2023

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

### (2) 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

### (3) Number of issued shares (common shares)

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

As of March 31, 2023	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 March 31, 2023	790,706 shares	As of March 31, 2022	491,565 shares
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Average number of shares during the period

Year ended March 31, 2023	6,021,536 shares	Year ended March 31, 2022	6,206,640 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).

Reference: Summary of non-consolidated financial results

Non-consolidated financial results for the year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Non-consolidated operating results

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	%
Year ended March 31, 2023	25,142	1.9	-189	-	1,797	-28.6	1,064	-56.7
Year ended March 31, 2022	24,674	25.0	801	-	2,516	-	2,457	-

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Year ended March 31, 2023	175.84		-	
Year ended March 31, 2022	393.79		-	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Millions of yen		Millions of yen		%		Yen	
As of March 31, 2023	33,877		19,107		56.4		3,214.53	
As of March 31, 2022	35,653		18,369		51.5		2,942.60	

Reference: Equity      As of March 31, 2023      ¥19,107 million  
                                  As of March 31, 2022      ¥18,369 million

\* Financial results reports are exempt from audit 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.

(Financial results meeting and how to obtain supplementary materials on financial results)

The Company plans to hold the online financial results meeting for analysts and institutional investors on Wednesday, May 24, 2023. The Company plans to post the supplementary materials on financial results on its website promptly after the meeting is held.

**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	9,811	9,356
Notes and accounts receivable - trade, and contract assets	9,536	7,470
Electronically recorded monetary claims - operating	2,011	2,259
Merchandise and finished goods	1,658	1,795
Work in process	4,285	3,701
Raw materials and supplies	2,309	2,616
Other	464	354
Allowance for doubtful accounts	-19	-9
<b>Total current assets</b>	<b>30,058</b>	<b>27,543</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	13,196	13,150
Accumulated depreciation	-9,541	-9,591
Buildings and structures, net	3,654	3,559
Machinery, equipment and vehicles	9,055	8,967
Accumulated depreciation	-8,091	-7,972
Machinery, equipment and vehicles, net	963	994
Land	4,748	4,748
Construction in progress	20	59
Other	5,019	5,160
Accumulated depreciation	-4,497	-4,613
Other, net	522	547
<b>Total property, plant and equipment</b>	<b>9,908</b>	<b>9,908</b>
Intangible assets	456	419
Investments and other assets		
Investment securities	5,089	5,765
Long-term loans receivable	24	27
Deferred tax assets	214	48
Other	417	464
Allowance for doubtful accounts	-47	-47
<b>Total investments and other assets</b>	<b>5,699</b>	<b>6,258</b>
<b>Total non-current assets</b>	<b>16,065</b>	<b>16,586</b>
<b>Total assets</b>	<b>46,123</b>	<b>44,130</b>

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	3,538	2,254
Electronically recorded obligations - operating	4,108	3,584
Current portion of long-term borrowings	579	303
Income taxes payable	287	271
Provision for bonuses	572	558
Provision for bonuses for directors (and other officers)	16	13
Unearned revenue	82	81
Provision for product compensation	132	107
Provision for environmental measures	–	52
Provision for demolition of non-current assets	–	8
Other	1,944	1,888
Total current liabilities	11,263	9,123
Non-current liabilities		
Long-term borrowings	418	164
Provision for share awards for directors (and other officers)	9	13
Retirement benefit liability	2,424	2,398
Asset retirement obligations	30	30
Long-term unearned revenue	5,423	5,345
Deferred tax liabilities	51	315
Other	103	85
Total non-current liabilities	8,460	8,353
Total liabilities	19,724	17,477
<b>Net assets</b>		
Shareholders' equity		
Share capital	6,103	6,103
Capital surplus	3,454	3,454
Retained earnings	12,350	12,312
Treasury shares	-846	-1,236
Total shareholders' equity	21,061	20,634
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,875	2,344
Foreign currency translation adjustment	928	1,286
Total accumulated other comprehensive income	2,803	3,630
Non-controlling interests	2,533	2,387
Total net assets	26,399	26,653
Total liabilities and net assets	46,123	44,130

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net sales	32,347	32,036
Cost of sales	23,676	24,637
Gross profit	8,671	7,399
Selling, general and administrative expenses	6,542	6,825
Operating profit	2,128	574
Non-operating income		
Interest income	78	68
Dividend income	115	128
Royalty income	42	51
Rental income	126	126
Foreign exchange gains	315	476
Share of profit of entities accounted for using equity method	5	5
Other	182	132
Total non-operating income	866	988
Non-operating expenses		
Interest expenses	10	6
Arrangement Fee	24	–
Non-deductible consumption tax	24	–
Rent cost	36	38
Other	67	57
Total non-operating expenses	163	101
Ordinary profit	2,831	1,461
Extraordinary income		
Gain on sale of non-current assets	227	8
Total extraordinary income	227	8
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	19	71
Loss on liquidation of subsidiaries and associates	29	–
Impairment losses	–	5
Environmental expenses	–	4
Provision for environmental measures	–	52
Provision for demolition of non-current assets	–	66
Total extraordinary losses	49	200
Profit before income taxes	3,009	1,269
Income taxes - current	596	469
Income taxes - deferred	-94	228
Total income taxes	501	697
Profit	2,507	572
Profit attributable to non-controlling interests	327	206
Profit attributable to owners of parent	2,180	365

## Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit	2,507	572
Other comprehensive income		
Valuation difference on available-for-sale securities	68	462
Foreign currency translation adjustment	861	520
Share of other comprehensive income of entities accounted for using equity method	0	5
Total other comprehensive income	931	988
Comprehensive income	3,439	1,561
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,886	1,192
Comprehensive income attributable to non-controlling interests	552	368

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,103	3,454	10,382	-857	19,082
Changes during period					
Dividends of surplus			-211		-211
Provision of reserve for employees' welfare fund			-0		-0
Profit (loss) attributable to owners of parent			2,180		2,180
Purchase of treasury shares				-1	-1
Disposal of treasury shares		-0		11	11
Net changes in items other than shareholders' equity					
Total changes during period	-	-0	1,968	10	1,979
Balance at end of period	6,103	3,454	12,350	-846	21,061

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	1,805	292	2,097	2,384	23,565
Changes during period					
Dividends of surplus					-211
Provision of reserve for employees' welfare fund					-0
Profit (loss) attributable to owners of parent					2,180
Purchase of treasury shares					-1
Disposal of treasury shares					11
Net changes in items other than shareholders' equity	70	635	706	149	855
Total changes during period	70	635	706	149	2,834
Balance at end of period	1,875	928	2,803	2,533	26,399



Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,103	3,454	12,350	-846	21,061
Changes during period					
Dividends of surplus			-400		-400
Provision of reserve for employees' welfare fund			-3		-3
Profit (loss) attributable to owners of parent			365		365
Purchase of treasury shares				-393	-393
Disposal of treasury shares		-		3	3
Net changes in items other than shareholders' equity					
Total changes during period	-	-	-37	-389	-427
Balance at end of period	6,103	3,454	12,312	-1,236	20,634

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	1,875	928	2,803	2,533	26,399
Changes during period					
Dividends of surplus					-400
Provision of reserve for employees' welfare fund					-3
Profit (loss) attributable to owners of parent					365
Purchase of treasury shares					-393
Disposal of treasury shares					3
Net changes in items other than shareholders' equity	468	358	827	-146	681
Total changes during period	468	358	827	-146	253
Balance at end of period	2,344	1,286	3,630	2,387	26,653

## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	3,009	1,269
Depreciation	1,018	986
Impairment losses	–	5
Provision for demolition of non-current assets	–	66
Increase (decrease) in allowance for doubtful accounts	-12	-9
Interest and dividend income	-194	-196
Interest expenses	10	6
Foreign exchange losses (gains)	-219	-181
Increase (decrease) in provision for bonuses	158	-18
Increase (decrease) in retirement benefit liability	-69	-30
Loss on liquidation of subsidiaries and associates	29	–
Increase (decrease) in provision for environmental measures	–	52
Loss (gain) on sale and retirement of non-current assets	-207	63
Share of loss (profit) of entities accounted for using equity method	-5	-5
Decrease (increase) in trade receivables	-1,271	1,563
Decrease (increase) in inventories	-2,231	231
Increase (decrease) in trade payables	2,082	-1,864
Increase (decrease) in long-term unearned revenue	-78	-78
Other, net	-84	197
Subtotal	1,934	2,057
Interest and dividends received	192	201
Interest paid	-10	-6
Income taxes paid	-461	-479
Net cash provided by (used in) operating activities	1,655	1,772
Cash flows from investing activities		
Net decrease (increase) in time deposits	1,451	-641
Purchase of property, plant and equipment	-477	-696
Payments for retirement of property, plant and equipment	-16	-42
Proceeds from sale of property, plant and equipment	331	15
Purchase of intangible assets	-23	-62
Proceeds from liquidation of subsidiaries and associates	375	–
Other, net	116	-36
Net cash provided by (used in) investing activities	1,756	-1,464
Cash flows from financing activities		
Proceeds from long-term borrowings	100	50
Repayments of long-term borrowings	-575	-579
Repayments of lease liabilities	-50	-48
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	-0	-392
Dividends paid	-211	-400
Dividends paid to non-controlling interests	-396	-511
Net cash provided by (used in) financing activities	-1,134	-1,882
Effect of exchange rate change on cash and cash equivalents	456	395
Net increase (decrease) in cash and cash equivalents	2,733	-1,177
Cash and cash equivalents at beginning of period	5,021	7,755
Cash and cash equivalents at end of period	7,755	6,577