

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 11, 2022

Company name: Tohto Suisan Co., Ltd
 Stock exchange listing: Tokyo
 Stock code: 8038 URL <https://www.tohsui.co.jp>
 Representative: President and Representative Director Shoji Kuga
 Inquiries: Operating Officer, Accounting Dept. Hiroshi Tanaka TEL 03-6633-1005
 Scheduled date to file Quarterly Securities Report: November 14, 2022
 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 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		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2022	44,252	18.6	955	70.5	1,119	80.1	895	85.0
Six months ended September 30, 2021	37,316	–	560	14.1	621	(13.2)	484	(9.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	228.38		–	
Six months ended September 30, 2021	123.22		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2022	33,679	22,019	65.4	5,612.22
As of March 31, 2022	31,381	20,347	64.8	5,186.47

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, 2022	–	–	–	100.00	100.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	–	–	100.00	100.00

Note: Revision of cash dividend forecast most recently announced: No

3. Forecast 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	80,000	(1.3)	1,500	(18.9)	1,600	(20.8)	1,300	(18.6)	331.35

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 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: | Yes |
| 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 September 30, 2022	4,026,000 shares	As of March 31, 2022	4,026,000 shares
--------------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of September 30, 2022	102,566 shares	As of March 31, 2022	102,780 shares
--------------------------	----------------	----------------------	----------------

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

Six months ended September 30, 2022	3,923,301 shares	Six months ended September 30, 2021	3,931,556 shares
-------------------------------------	------------------	-------------------------------------	------------------

* 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

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. These statements do not purport that the Company pledges to realize such statements. 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 September 30, 2022
Assets		
Current assets		
Cash and deposits	9,130	6,803
Notes and accounts receivable - trade	5,810	7,132
Merchandise and finished goods	2,998	4,971
Work in process	4	16
Raw materials and supplies	86	94
Other	393	609
Allowance for doubtful accounts	(382)	(371)
Total current assets	18,041	19,256
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,236	3,183
Land	2,969	2,990
Other, net	998	1,087
Total property, plant and equipment	7,204	7,261
Intangible assets		
Fishery right	3,097	3,834
Other	220	214
Total intangible assets	3,317	4,049
Investments and other assets		
Other	2,979	3,276
Allowance for doubtful accounts	(162)	(164)
Total investments and other assets	2,817	3,112
Total non-current assets	13,339	14,422
Total assets	31,381	33,679
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,403	3,763
Short-term borrowings	2,619	2,389
Income taxes payable	280	107
Provision for bonuses	65	74
Provision for shareholder benefit program	1	9
Other	900	849
Total current liabilities	6,271	7,193
Non-current liabilities		
Long-term borrowings	2,060	1,759
Retirement benefit liability	785	766
Provision for share awards	33	30
Provision for share awards for directors	20	30
Asset retirement obligations	122	122
Other	1,739	1,756
Total non-current liabilities	4,761	4,466
Total liabilities	11,033	11,660

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	2,376	2,376
Capital surplus	1,085	1,085
Retained earnings	16,002	16,500
Treasury shares	(260)	(260)
Total shareholders' equity	19,203	19,701
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	612	530
Deferred gains or losses on hedges	(0)	(3)
Revaluation reserve for land	522	522
Foreign currency translation adjustment	(38)	1,236
Remeasurements of defined benefit plans	47	31
Total accumulated other comprehensive income	1,144	2,317
Total net assets	20,347	22,019
Total liabilities and net assets	31,381	33,679

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	37,316	44,252
Cost of sales	34,407	40,985
Gross profit	2,908	3,266
Selling, general and administrative expenses	2,347	2,311
Operating profit	560	955
Non-operating income		
Interest income	11	13
Dividend income	45	101
Gain on sale of non-current assets	9	65
Subsidy income	32	0
Other	33	27
Total non-operating income	132	208
Non-operating expenses		
Interest expenses	11	9
Foreign exchange losses	56	24
Other	4	11
Total non-operating expenses	72	45
Ordinary profit	621	1,119
Extraordinary income		
Gain on sale of investment securities	7	0
Total extraordinary income	7	0
Profit before income taxes	628	1,119
Income taxes - current	111	177
Income taxes - deferred	31	46
Total income taxes	143	223
Profit	484	895
Profit attributable to owners of parent	484	895

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	484	895
Other comprehensive income		
Valuation difference on available-for-sale securities	89	(82)
Deferred gains or losses on hedges	10	(2)
Foreign currency translation adjustment	630	1,275
Remeasurements of defined benefit plans, net of tax	(0)	(16)
Total other comprehensive income	730	1,173
Comprehensive income	1,214	2,069
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,214	2,069
Comprehensive income attributable to non-controlling interests	—	—