

Translation

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

February 14, 2023

Company name: Rasa Industries, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4022 URL <https://www.rasa.co.jp/>
 Representative: PRESIDENT SAKAO Kousaku
 MANAGING DIRECTOR GENERAL
 Inquiries: MOCHIZUKI Tetsuo TEL 03-3258-1835
 MANAGER ACCOUNTING DEPT.
 Scheduled date to file Quarterly Securities Report: February 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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	38,034	53.1	3,811	64.9	3,898	65.4	2,646	61.3
Nine months ended December 31, 2021	24,840	18.2	2,311	33.8	2,356	34.9	1,640	19.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	334.36		–	
Nine months ended December 31, 2021	206.91		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	47,582	22,945	48.0
As of March 31, 2022	41,924	20,301	48.2

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	–	–	–	70.00	70.00
Year ending March 31, 2023	–	–	–		
Year ending March 31, 2023 (Forecast)				70.00	70.00

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	52,600	48.5	4,500	29.5	4,600	29.1	3,200	26.0	404.38

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: 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 December 31, 2022	7,944,203 shares	As of March 31, 2022	7,944,203 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	30,927 shares	As of March 31, 2022	10,409 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	7,915,123 shares	Nine months ended December 31, 2021	7,929,542 shares
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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	3,538	3,555
Notes and accounts receivable - trade	10,378	12,654
Merchandise and finished goods	2,581	3,972
Work in process	976	1,134
Raw materials and supplies	1,780	3,076
Other	332	699
Allowance for doubtful accounts	(2)	(2)
Total current assets	19,584	25,090
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,832	4,384
Machinery, equipment and vehicles, net	3,828	5,135
Tools, furniture and fixtures, net	545	904
Land	6,908	6,909
Construction in progress	3,349	1,172
Other, net	102	103
Total property, plant and equipment	18,566	18,609
Intangible assets	47	42
Investments and other assets		
Investment securities	2,195	2,564
Other	1,544	1,282
Allowance for doubtful accounts	(14)	(7)
Total investments and other assets	3,725	3,839
Total non-current assets	22,339	22,491
Total assets	41,924	47,582

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,264	5,396
Short-term borrowings	5,806	9,222
Income taxes payable	712	523
Provision for bonuses	401	214
Other	1,635	2,006
Total current liabilities	12,821	17,363
Non-current liabilities		
Long-term borrowings	5,337	3,757
Retirement benefit liability	3,066	3,134
Provision for environmental measures	4	–
Other	393	381
Total non-current liabilities	8,801	7,273
Total liabilities	21,622	24,636
Net assets		
Shareholders' equity		
Share capital	8,443	8,443
Retained earnings	11,523	13,613
Treasury shares	(23)	(59)
Total shareholders' equity	19,943	21,997
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	44	117
Deferred gains or losses on hedges	9	(0)
Foreign currency translation adjustment	500	951
Remeasurements of defined benefit plans	(291)	(250)
Total accumulated other comprehensive income	263	818
Non-controlling interests	95	129
Total net assets	20,301	22,945
Total liabilities and net assets	41,924	47,582

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	24,840	38,034
Cost of sales	19,028	30,544
Gross profit	5,812	7,489
Selling, general and administrative expenses	3,500	3,677
Operating profit	2,311	3,811
Non-operating income		
Dividend income	36	41
Rental income from land and buildings	23	21
Share of profit of entities accounted for using equity method	193	325
Other	68	41
Total non-operating income	322	429
Non-operating expenses		
Interest expenses	103	143
Inactive mine environmental impact mitigation expenses	97	95
Other	76	104
Total non-operating expenses	277	343
Ordinary profit	2,356	3,898
Extraordinary income		
Gain on sale of investment securities	–	2
Gain on sale of land	2	–
Total extraordinary income	2	2
Extraordinary losses		
Loss on disaster	–	32
Total extraordinary losses	–	32
Profit before income taxes	2,358	3,868
Income taxes - current	580	959
Income taxes - deferred	124	237
Total income taxes	705	1,196
Profit	1,653	2,672
Profit attributable to non-controlling interests	12	25
Profit attributable to owners of parent	1,640	2,646

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	1,653	2,672
Other comprehensive income		
Valuation difference on available-for-sale securities	(5)	72
Deferred gains or losses on hedges	–	(10)
Foreign currency translation adjustment	267	409
Remeasurements of defined benefit plans, net of tax	39	41
Share of other comprehensive income of entities accounted for using equity method	(8)	52
Total other comprehensive income	293	565
Comprehensive income	1,947	3,237
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,927	3,202
Comprehensive income attributable to non-controlling interests	19	35