

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: Rasa Industries, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4022 URL <https://www.rasa.co.jp/>
 Representative: Representative Director, President &CEO SAKAO Kousaku
 Representative Director, Managing Executive Officer MOCHIZUKI Tetsuo TEL 03-3258-1835
 Scheduled date to file Quarterly Securities Report: August 10, 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 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	10,380	(14.3)	650	(53.3)	665	(55.8)	545	(46.1)
Three months ended June 30, 2022	12,110	55.4	1,392	85.8	1,507	91.1	1,011	93.6

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	68.90	–
Three months ended June 30, 2022	127.66	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	47,009	23,203	49.1
As of March 31, 2023	47,552	23,252	48.6

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	–	–	–	82.00	82.00
Year ending March 31, 2024	–	–	–	–	–
Year ending March 31, 2024 (Forecast)	–	41.00	–	41.00	82.00

3. Forecast 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
Six months ending September 30, 2023	22,800	(9.5)	1,500	(42.9)	1,500	(45.5)	1,150	(37.2)	145.33
Full year	48,400	(2.4)	3,600	(22.1)	3,600	(23.2)	2,600	(19.6)	328.56

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	7,944,203 shares	As of March 31, 2023	7,944,203 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	31,088 shares	As of March 31, 2023	30,972 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	7,913,151 shares	Three months ended June 30, 2022	7,919,701 shares
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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	4,940	4,844
Notes and accounts receivable - trade	11,303	10,583
Merchandise and finished goods	3,827	3,759
Work in process	1,372	1,688
Raw materials and supplies	3,165	3,188
Other	957	581
Allowance for doubtful accounts	(2)	(2)
Total current assets	25,564	24,644
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,097	4,025
Machinery, equipment and vehicles, net	4,682	4,556
Tools, furniture and fixtures, net	901	878
Land	6,879	6,879
Construction in progress	1,234	1,233
Other, net	96	91
Total property, plant and equipment	17,893	17,665
Intangible assets	40	54
Investments and other assets		
Investment securities	2,736	3,219
Other	1,322	1,431
Allowance for doubtful accounts	(5)	(5)
Total investments and other assets	4,053	4,645
Total non-current assets	21,987	22,364
Total assets	47,552	47,009

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,524	5,103
Short-term borrowings	7,147	7,150
Income taxes payable	730	627
Provision for bonuses	460	690
Other	1,874	2,202
Total current liabilities	15,737	15,773
Non-current liabilities		
Long-term borrowings	5,021	4,491
Retirement benefit liability	3,165	3,168
Other	376	372
Total non-current liabilities	8,563	8,032
Total liabilities	24,300	23,805
Net assets		
Shareholders' equity		
Share capital	8,443	8,443
Retained earnings	14,199	14,096
Treasury shares	(59)	(59)
Total shareholders' equity	22,583	22,479
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	155	89
Deferred gains or losses on hedges	10	16
Foreign currency translation adjustment	743	840
Remeasurements of defined benefit plans	(366)	(352)
Total accumulated other comprehensive income	542	592
Non-controlling interests	126	131
Total net assets	23,252	23,203
Total liabilities and net assets	47,552	47,009

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	12,110	10,380
Cost of sales	9,547	8,553
Gross profit	2,562	1,827
Selling, general and administrative expenses	1,169	1,176
Operating profit	1,392	650
Non-operating income		
Dividend income	21	42
Rental income from land and buildings	6	7
Foreign exchange gains	41	46
Other	125	18
Total non-operating income	195	115
Non-operating expenses		
Interest expenses	44	49
Inactive mine environmental impact mitigation expenses	23	31
Other	12	19
Total non-operating expenses	80	100
Ordinary profit	1,507	665
Extraordinary income		
Insurance claim income	–	137
Total extraordinary income	–	137
Extraordinary losses		
Loss on disaster	29	–
Total extraordinary losses	29	–
Profit before income taxes	1,477	803
Income taxes - current	461	340
Income taxes - deferred	(4)	(85)
Total income taxes	457	254
Profit	1,020	548
Profit attributable to non-controlling interests	9	3
Profit attributable to owners of parent	1,011	545

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	1,020	548
Other comprehensive income		
Valuation difference on available-for-sale securities	0	(65)
Deferred gains or losses on hedges	0	5
Foreign currency translation adjustment	122	146
Remeasurements of defined benefit plans, net of tax	13	13
Share of other comprehensive income of entities accounted for using equity method	58	(45)
Total other comprehensive income	194	54
Comprehensive income	1,215	602
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,202	595
Comprehensive income attributable to non-controlling interests	12	6