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## Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

July 26, 2022

Company name: EIKEN CHEMICAL CO.,LTD.

Stock exchange listing: Tokyo

Code number: 4549

URL: <https://www.eiken.co.jp>

Representative: Tsugunori Notomi

President & CEO

Contact: Hajime Watari

Senior Vice President & Executive Officer

Phone: 03-5846-3379

Scheduled date of filing quarterly securities report: August 05, 2022

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	11,097	5.5	2,799	8.0	2,844	8.0	2,169	9.9
June 30, 2021	10,514	28.0	2,592	155.1	2,633	155.3	1,974	158.4

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 2,235 million [ 13.0%]  
Three months ended June 30, 2021: ¥ 1,977 million [ 156.0%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2022	58.70	58.24
June 30, 2021	53.47	53.06

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
June 30, 2022	62,398	46,909	74.6	1,260.02
March 31, 2022	62,512	45,803	72.8	1,230.55

(Reference) Equity: As of June 30, 2022: ¥ 46,575 million  
As of March 31, 2022: ¥ 45,486 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	20.00	-	31.00	51.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		17.00	-	18.00	35.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	20,100	(5.8)	2,820	(41.6)	2,840	(42.0)	2,180	(40.5)	59.01
Full year	40,000	(7.0)	4,540	(45.9)	4,570	(46.3)	3,610	(42.0)	97.66

(Note) Revision to the financial results forecast announced most recently: No

\* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
(changes in specified subsidiaries resulting in changes in scope of consolidation): No
- |            |   |                |   |
|------------|---|----------------|---|
| New        | - | (Company name: | ) |
| Exclusion: | - | (Company name: | ) |

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

- 1) Changes in accounting policies due to the revision of accounting standards: No
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2022:	43,541,438 shares
March 31, 2022:	43,541,438 shares

2) Total number of treasury shares at the end of the period:

June 30, 2022:	6,576,861 shares
March 31, 2022:	6,576,861 shares

3) Average number of shares during the period:

Three months ended June 30, 2022:	36,964,577 shares
Three months ended June 30, 2021:	36,931,883 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	16,121	15,976
Notes and accounts receivable - trade, and contract assets	11,956	11,576
Merchandise and finished goods	4,673	4,657
Work in process	1,736	1,787
Raw materials and supplies	1,821	1,963
Other	733	956
Allowance for doubtful accounts	(4)	(4)
Total current assets	37,039	36,913
Non-current assets		
Property, plant and equipment		
Buildings and structures	20,090	20,187
Accumulated depreciation	(12,343)	(12,527)
Buildings and structures, net	7,747	7,659
Machinery, equipment and vehicles	6,936	7,013
Accumulated depreciation	(5,434)	(5,530)
Machinery, equipment and vehicles, net	1,501	1,482
Tools, furniture and fixtures	4,562	4,632
Accumulated depreciation	(3,874)	(3,945)
Tools, furniture and fixtures, net	688	687
Land	1,931	1,931
Leased assets	299	299
Accumulated depreciation	(195)	(212)
Leased assets, net	103	86
Construction in progress	3,302	3,420
Total property, plant and equipment	15,275	15,268
Intangible assets	1,350	1,290
Investments and other assets		
Long-term time deposits	1,900	1,900
Other	6,961	7,041
Allowance for doubtful accounts	(14)	(14)
Total investments and other assets	8,847	8,926
Total non-current assets	25,473	25,485
Total assets	62,512	62,398

(Million yen)

	As of March 31,2022	As of June 30,2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,495	4,482
Electronically recorded obligations - operating	2,961	3,097
Income taxes payable	1,305	777
Provision for bonuses	776	382
Other	2,994	2,565
Total current liabilities	12,533	11,305
Non-current liabilities		
Bonds payable	3,000	3,000
Asset retirement obligations	34	34
Other	1,141	1,150
Total non-current liabilities	4,175	4,184
Total liabilities	16,708	15,489
<b>Net assets</b>		
Shareholders' equity		
Share capital	6,897	6,897
Capital surplus	8,000	8,000
Retained earnings	33,162	34,186
Treasury shares	(3,126)	(3,126)
Total shareholders' equity	44,934	45,958
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	33	35
Foreign currency translation adjustment	258	326
Remeasurements of defined benefit plans	259	255
Total accumulated other comprehensive income	551	617
Share acquisition rights	316	333
Total net assets	45,803	46,909
Total liabilities and net assets	62,512	62,398

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	10,514	11,097
Cost of sales	5,303	5,546
Gross profit	5,210	5,550
Selling, general and administrative expenses	2,618	2,750
Operating profit	2,592	2,799
Non-operating income		
Interest income	4	4
Dividend income	1	1
Rental income	4	5
Outsourcing service income	22	9
Subsidy income	-	10
Foreign exchange gains	2	10
Other	7	8
Total non-operating income	42	49
Non-operating expenses		
Interest expenses	0	3
Other	0	0
Total non-operating expenses	1	4
Ordinary profit	2,633	2,844
Extraordinary income		
Gain on sale of non-current assets	0	-
Gain on sale of investment securities	-	49
Total extraordinary income	0	49
Extraordinary losses		
Loss on sale and retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	2,633	2,894
Income taxes	658	724
Profit	1,974	2,169
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	1,974	2,169

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	1,974	2,169
Other comprehensive income		
Valuation difference on available-for-sale securities	(3)	1
Foreign currency translation adjustment	15	68
Remeasurements of defined benefit plans, net of tax	(9)	(4)
Total other comprehensive income	3	65
Comprehensive income	1,977	2,235
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,977	2,235
Comprehensive income attributable to non-controlling interests	-	-