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May 11, 2022

Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (Under Japanese GAAP)

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 Listing: Tokyo Stock Exchange
 Securities code: 6832
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 Scheduled date of annual meeting of shareholders: June 28, 2022
 Scheduled date to commence dividend payments: June 29, 2022
 Scheduled date to file annual securities report: June 29, 2022
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(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	%
Fiscal year ended								
March 31, 2022	43,347	–	3,310	–	4,134	–	2,798	–
March 31, 2021	40,265	(4.9)	1,347	(57.6)	1,564	(54.2)	1,054	(41.4)

Note: Comprehensive income For the fiscal year ended March 31, 2022: ¥2,743 million [–%]
 For the fiscal year ended March 31, 2021: ¥1,504 million [(6.5)%]

	Basic earnings per share	Diluted earnings per share	Return on Equity	Return on Assets	Operating profit margin
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	233.21	–	5.6	6.9	7.6
March 31, 2021	87.90	–	2.2	2.7	3.3

Reference: Equity in net income of affiliates

For the fiscal year ended March 31, 2022: ¥12 million

For the fiscal year ended March 31, 2021: ¥58 million

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the beginning of the fiscal year ended March 31, 2022, and each figure for the fiscal year ended March 31, 2022, is the figure after applying the accounting standard and relevant ASBJ regulations. The percentage of year-on-year change is not shown.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2022	61,152	50,946	83.3	4,245.83
March 31, 2021	58,492	48,875	83.6	4,073.29

Reference: Equity

As of March 31, 2022: ¥50,946 million

As of March 31, 2021: ¥48,875 million

(3) Consolidated cash flow

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents at the end of the year
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2022	4,031	(2,683)	(1,592)	27,114
March 31, 2021	4,575	(2,450)	(1,092)	27,044

2. Cash dividends

	Annual dividends per share					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2021	–	27.00	–	29.00	56.00	671	63.7	1.4
March 31, 2022	–	27.00	–	29.00	56.00	671	24.0	1.4
March 31, 2023 (Forecast)	–	27.00	–	29.00	56.00		38.4	

3. Forecast of consolidated financial results for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Second quarter	22,100	0.6	1,220	(38.7)	1,220	(42.3)	850	(41.3)	70.84
Full year	44,000	1.5	2,500	(24.5)	2,500	(39.5)	1,750	(37.5)	145.84

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

Note: For details, please refer to “Changes in accounting policies” of “(5) Notes to consolidated financial statements” in “3. Consolidated financial statements and significant notes thereto.”

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

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

As of March 31, 2022	12,000,000 shares
As of March 31, 2021	12,000,000 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2022	899 shares
As of March 31, 2021	899 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2022	11,999,101 shares
Fiscal year ended March 31, 2021	11,999,185 shares

* Financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Although the financial results forecast was calculated based on information currently available as of the announcement date of these materials, a considerable number of uncertain factors are also included. Please understand that actual financial results may differ significantly from the forecasts presented in these materials due to changes to business conditions, etc.

Attached Materials

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1. Summary of operating results, etc.

(1) Operating results

1) Operating results during this fiscal year

During the fiscal year ended March 31, 2022, the Japanese economy continued to recover while experiencing repeated tightening and loosening of social and economic activities due to the impact of the prolonged novel coronavirus disease (COVID-19) pandemic. However, the economic outlook remains unclear due to uncertainties in global affairs and rising costs of goods from inflated resource prices. Overseas, the U.S. and Europe economies performed well in general due to loosening movement restrictions as well as enacting economic policies. In China, while the economy is recovering, the recovery is slowing down as strict restrictions to activities have been enforced as part of the zero-COVID policy. Further, in addition to downward risks of inflated resource prices and supply chain disturbances, global economic uncertainties remain high, including geopolitical risks in eastern Europe.

Sales in the electronic components industry, to which the Group belongs, were strong as a result of increased demand for components for digital equipment due to lifestyle changes, the recovery of demand for components for industrial equipment due to the expansion of capital investment against the backdrop of the improvement of corporate earnings and other factors. However, the outlook continues to be uncertain due to rising prices and procurement difficulties for raw materials with the shortage for semiconductors.

Amid these circumstances, for the fiscal year ended March 31, 2022, consolidated net sales totaled ¥43,347 million, operating profit totaled ¥3,310 million due to economies of scale, etc. because of the improvement of efficiency and increase of production volume as a result of automation despite rising raw material prices, ordinary profit totaled ¥4,134 million due to foreign exchange gains because of the depreciation of the yen and profit attributable to owners of parent totaled ¥2,798 million.

With regard to net sales by category of the Group products, integrated circuits recorded ¥37,077 million due to an increase in demand for 5G-related mobile information devices and components for digital equipment and industrial equipment, and market recovery for components for appliances, despite factors causing downward pressure such as difficulties procuring raw materials. Sales of functional components totaled ¥6,150 million due to the recovery of orders for thermal print heads overseas.

In addition, due to the application of the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the beginning of the fiscal year ended March 31, 2022, net sales for the fiscal year ended March 31, 2022, decreased by ¥2,732 million (decrease of ¥2,759 million in integrated circuits, increase of ¥27 million in functional components). For details, please refer to “Changes in accounting policies” of “(5) Notes to consolidated financial statements” in “3. Consolidated financial statements and significant notes thereto.”

2) Outlook

The Company forecasts that harsh circumstances will continue as there is no clear end to the COVID-19, resource prices and raw material prices are inflating due to uncertainties in global affairs, and supply chain disturbances persist. Further, in the electronics components industry, to which the Group belongs, the market is expected to be disrupted by procurement difficulties and inflated prices of raw materials across the globe, despite the expected expansion of this market with the spread of 5G-related mobile information devices and robust demand for automotive and digital equipment.

Based on this outlook, for the fiscal year ending March 31, 2023, the Company forecasts consolidated net sales of ¥44,000 million (increase of ¥652 million (+1.5%) year-over-year), ordinary profit of ¥2,500 million (decrease of ¥1,634 million (-39.5%) year-over-year), and profit attributable to owners of parent of ¥1,750 million (decrease of ¥1,048 million (-37.5%) year-over year).

Forecasts are prepared based on the information currently available as of the announcement date of these materials. Actual performance may vary from forecasts based on various factors.

(2) Financial position

1) Assets, liabilities, and net assets

Assets as of March 31, 2022, increased ¥2,660 million from the end of the previous fiscal year due to increases in inventories, trade receivables, and property, plant, and equipment. Liabilities increased ¥590 million from the end of the previous fiscal year due to an increase in unpaid income taxes and unsettled accounts. As a result, net assets totaled ¥50,946 million (increase of ¥2,070 million from the end of the previous fiscal year), and the equity-to-asset ratio decreased 0.3 to 83.3%.

2) Cash flow

For the fiscal year ended March 31, 2022, cash and cash equivalents (hereinafter “cash”) was ¥27,114 million, an increase of ¥70 million (+0.3%) from the end of the previous fiscal year.

(Cash flow from operating activities)

As a result of operating activities, cash increased ¥4,031 million (cash increased ¥4,575 million the previous year). Major reasons for cash increases were ¥4,015 million in profit before income taxes and ¥3,114 million in depreciation. Major reasons for cash decreases were ¥627 million in increased inventories and ¥594 million in increased trade receivables.

(Cash flow from investing activities)

As a result of investing activities, cash decreased ¥2,683 million (cash decreased ¥2,450 million the previous year). Major reasons for cash decreases were ¥2,678 in expenditures from acquiring property, plant, and equipment and ¥48 million in expenditures from acquiring intangible assets.

(Cash flow from financing activities)

As a result of financing activities, cash decreased ¥1,592 million (cash decreased ¥1,092 million the previous year). Major reasons for cash increases were ¥1,140 million in revenue from short-term borrowings. Major reasons for cash decreases were ¥1,445 million in expenditures from returning long- and short-term borrowings as well as ¥671 million in dividend payments.

(3) Basic policy regarding distribution of profits and dividends for current and next fiscal year

While preserving internal reserves for future business development and strengthening the company fortitude, the Company considers the stable return of profit to shareholders one priority. After making a comprehensive judgement of profit status and the payout ratio, the Company strives to continue making stable dividends.

Regarding the use of internal reserves, as the industry of the Company is equipment intensive, the Company aims to invest in development for new products with a long-term perspective, develop and improve on equipment to enhance efficiency and streamline, and strengthen the price competitiveness based on a basic policy of expanding overall company profit through reinvestment of profit to respond to the acceleration of changes to mass production lines corresponding with faster technological innovation and shorter product life cycles.

In consideration of the above policy and next year forecasts, the Company set the fiscal year-end dividend at ¥29 per share. Along with the interim dividend of ¥27, the annual dividend was ¥56 per share.

The interim dividend for the 54th fiscal year was approved by the Board of Directors held on October 29, 2021.

The Company plans for the dividend for next fiscal year to be ¥56 per share (¥27 for interim, ¥29 for fiscal year-end).

2. Basic thinking regarding selection of accounting standards

The Group applies the Japanese GAAP for accounting standards in order to compare results with other Japanese companies.

3. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	24,044,101	24,114,441
Notes and accounts receivable - trade	9,078,489	9,438,508
Electronically recorded monetary claims - operating	2,027,312	2,221,023
Securities	3,000,000	3,000,000
Merchandise and finished goods	35,060	154,269
Work in process	984,880	950,571
Raw materials and supplies	1,305,976	1,887,534
Prepaid expenses	58,222	77,291
Other	227,860	874,083
Total current assets	40,761,902	42,717,723
Non-current assets		
Property, plant and equipment		
Buildings and structures	20,712,164	21,301,681
Accumulated depreciation and impairment	(14,964,935)	(15,508,630)
Buildings and structures, net	5,747,229	5,793,051
Machinery, equipment and vehicles	45,997,236	46,354,918
Accumulated depreciation and impairment	(43,301,839)	(43,519,030)
Machinery, equipment and vehicles, net	2,695,396	2,835,887
Tools, furniture and fixtures	8,270,675	8,684,170
Accumulated depreciation and impairment	(7,783,542)	(8,056,393)
Tools, furniture and fixtures, net	487,132	627,776
Land	3,441,238	3,463,289
Leased assets	323,268	337,161
Accumulated depreciation and impairment	(168,502)	(187,874)
Leased assets, net	154,766	149,287
Construction in progress	315,160	700,910
Total property, plant and equipment	12,840,924	13,570,201
Intangible assets		
Goodwill	149,034	136,350
Other	160,337	165,254
Total intangible assets	309,371	301,605
Investments and other assets		
Investment securities	2,556,965	2,694,487
Retirement benefit asset	528,665	377,488
Deferred tax assets	1,031,218	1,084,140
Other	463,031	407,117
Total investments and other assets	4,579,881	4,563,233
Total non-current assets	17,730,177	18,435,041
Total assets	58,492,079	61,152,764

(Thousands of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,276,817	2,471,090
Electronically recorded obligations - operating	2,058,926	1,504,218
Short-term borrowings	190,000	190,000
Current portion of long-term borrowings	305,988	306,028
Lease liabilities	64,025	63,542
Accounts payable - other	1,700,532	2,441,021
Income taxes payable	112,042	1,128,147
Provision for bonuses	788,561	721,662
Other	1,032,696	660,977
Total current liabilities	8,529,589	9,486,688
Non-current liabilities		
Long-term borrowings	608,205	302,177
Lease liabilities	129,008	109,399
Deferred tax liabilities	7,931	1,377
Retirement benefit liability	246,774	216,791
Asset retirement obligations	27,449	27,595
Other	67,262	62,592
Total non-current liabilities	1,086,631	719,934
Total liabilities	9,616,221	10,206,623
Net assets		
Shareholders' equity		
Share capital	4,545,500	4,545,500
Capital surplus	5,790,950	5,790,950
Retained earnings	38,277,909	40,402,686
Treasury shares	(1,881)	(1,881)
Total shareholders' equity	48,612,477	50,737,255
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	143,067	243,992
Remeasurements of defined benefit plans	120,313	(35,106)
Total accumulated other comprehensive income	263,380	208,886
Total net assets	48,875,858	50,946,141
Total liabilities and net assets	58,492,079	61,152,764

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

(Thousands of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	40,265,543	43,347,226
Cost of sales	34,320,547	35,551,702
Gross profit	5,944,996	7,795,524
Selling, general and administrative expenses	4,597,890	4,485,089
Operating profit	1,347,105	3,310,435
Non-operating income		
Interest income	1,508	1,711
Dividend income	51,896	72,132
Foreign exchange gains	29,948	367,475
Rental income	34,468	34,468
Subsidy income	21,476	358,584
Compensation income	7,129	2,112
Technical support fee income	14,422	58,872
Share of profit of entities accounted for using equity method	58,919	12,817
Other	60,665	60,576
Total non-operating income	280,436	968,752
Non-operating expenses		
Interest expenses	7,475	8,403
Compensation expenses	25,994	98,363
Depreciation of assets for rent	24,307	26,217
Other	5,275	12,168
Total non-operating expenses	63,053	145,153
Ordinary profit	1,564,488	4,134,035
Extraordinary income		
Gain on sale of non-current assets	11,573	11,278
Gain on sale of investment securities	47,612	–
Total extraordinary income	59,186	11,278
Extraordinary losses		
Loss on sale of non-current assets	–	38
Loss on retirement of non-current assets	17,908	88,627
Impairment losses	44,418	–
Loss on valuation of investment securities	3,784	3,089
Environmental expenses	–	38,550
Total extraordinary losses	66,110	130,305
Profit before income taxes	1,557,564	4,015,007
Income taxes - current	445,239	1,250,337
Income taxes - deferred	57,540	(33,661)
Total income taxes	502,780	1,216,676
Profit	1,054,783	2,798,331
Profit attributable to owners of parent	1,054,783	2,798,331

Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	1,054,783	2,798,331
Other comprehensive income		
Valuation difference on available-for-sale securities	100,399	100,925
Remeasurements of defined benefit plans, net of tax	349,093	(155,419)
Total other comprehensive income	449,492	(54,494)
Comprehensive income	1,504,276	2,743,837
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,504,276	2,743,837
Comprehensive income attributable to non-controlling interests	–	–

(3) Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,545,500	5,790,950	37,895,082	(1,551)	48,229,980
Cumulative effects of changes in accounting policies					–
Restated balance	4,545,500	5,790,950	37,895,082	(1,551)	48,229,980
Changes during period					
Dividends of surplus	–	–	(671,956)	–	(671,956)
Profit attributable to owners of parent	–	–	1,054,783	–	1,054,783
Purchase of treasury shares	–	–	–	(329)	(329)
Net changes in items other than shareholders' equity	–	–	–	–	–
Total changes during period	–	–	382,826	(329)	382,497
Balance at end of period	4,545,500	5,790,950	38,277,909	(1,881)	48,612,477

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	42,667	(228,779)	(186,111)	48,043,868
Cumulative effects of changes in accounting policies				–
Restated balance	42,667	(228,779)	(186,111)	48,043,868
Changes during period				
Dividends of surplus	–	–	–	(671,956)
Profit attributable to owners of parent	–	–	–	1,054,783
Purchase of treasury shares	–	–	–	(329)
Net changes in items other than shareholders' equity	100,399	349,093	449,492	449,492
Total changes during period	100,399	349,093	449,492	831,989
Balance at end of period	143,067	120,313	263,380	48,875,858

Fiscal year ended March 31, 2022

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,545,500	5,790,950	38,277,909	(1,881)	48,612,477
Cumulative effects of changes in accounting policies	–	–	(1,604)	–	(1,604)
Restated balance	4,545,500	5,790,950	38,276,304	(1,881)	48,610,873
Changes during period					
Dividends of surplus	–	–	(671,949)	–	(671,949)
Profit attributable to owners of parent	–	–	2,798,331	–	2,798,331
Purchase of treasury shares	–	–	–	–	–
Net changes in items other than shareholders' equity	–	–	–	–	–
Total changes during period	–	–	2,126,381	–	2,126,381
Balance at end of period	4,545,500	5,790,950	40,402,686	(1,881)	50,737,255

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	143,067	120,313	263,380	48,875,858
Cumulative effects of changes in accounting policies	–	–	–	(1,604)
Restated balance	143,067	120,313	263,380	48,874,254
Changes during period				
Dividends of surplus	–	–	–	(671,949)
Profit attributable to owners of parent	–	–	–	2,798,331
Purchase of treasury shares	–	–	–	–
Net changes in items other than shareholders' equity	100,925	(155,419)	(54,494)	(54,494)
Total changes during period	100,925	(155,419)	(54,494)	2,071,887
Balance at end of period	243,992	(35,106)	208,886	50,946,141

(4) Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	1,557,564	4,015,007
Depreciation	3,291,338	3,114,671
Impairment losses	44,418	-
Amortization of goodwill	12,683	12,683
Loss on retirement of non-current assets	17,908	88,627
Loss (gain) on sale of non-current assets	(11,573)	(11,239)
Loss (gain) on sale of investment securities	(47,612)	-
Loss (gain) on valuation of investment securities	3,784	3,089
Increase (decrease) in provision for bonuses	5,862	(66,899)
Decrease (increase) in retirement benefit asset	(31,941)	(42,104)
Increase (decrease) in retirement benefit liability	(46,175)	(61,702)
Interest and dividend income	(53,404)	(73,843)
Interest expenses	7,475	8,403
Foreign exchange losses (gains)	(18,785)	(315,079)
Share of loss (profit) of entities accounted for using equity method	(58,919)	(12,817)
Decrease (increase) in trade receivables	(163,083)	(594,546)
Decrease (increase) in inventories	(98,157)	(627,686)
Increase (decrease) in trade payables	373,481	(360,433)
Other, net	515,992	(922,999)
Subtotal	5,300,856	4,153,129
Interest and dividends received	70,360	91,183
Interest paid	(7,943)	(7,797)
Income taxes refund (paid)	(787,572)	(205,397)
Net cash provided by (used in) operating activities	4,575,701	4,031,117
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,488,374)	(2,678,123)
Payments for retirement of property, plant and equipment	(5,159)	(14,400)
Proceeds from sale of property, plant and equipment	12,529	14,148
Purchase of intangible assets	(40,970)	(48,867)
Proceeds from sale of investment securities	62,387	-
Other, net	9,257	43,440
Net cash provided by (used in) investing activities	(2,450,328)	(2,683,802)
Cash flows from financing activities		
Proceeds from short-term borrowings	1,140,000	1,140,000
Repayments of short-term borrowings	(1,140,000)	(1,140,000)
Proceeds from long-term borrowings	500,000	-
Repayments of long-term borrowings	(288,760)	(305,988)
Repayments of lease liabilities	(82,350)	(74,362)
Repayments of installment payables	(548,954)	(539,754)
Dividends paid	(671,956)	(671,949)
Purchase of treasury shares	(329)	-
Net cash provided by (used in) financing activities	(1,092,351)	(1,592,054)
Effect of exchange rate change on cash and cash equivalents	18,785	315,079
Net increase (decrease) in cash and cash equivalents	1,051,806	70,340
Cash and cash equivalents at beginning of period	25,992,294	27,044,101
Cash and cash equivalents at end of period	27,044,101	27,114,441

(5) Notes to consolidated financial statements

Notes on premise of going concern

Not applicable

Changes in accounting policies

Application of Accounting Standard for Revenue Recognition, etc.

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations effective from the beginning of the fiscal year ended March 31, 2022, and it has recognized revenue at the time the control of promised goods or services is transferred to the customer at the amount expected to be received upon exchange of said goods or services.

By applying the alternative accounting treatment stipulated in paragraph 98 of the “Implementation Guidance on Accounting Standard for Revenue Recognition,” revenue is recognized at the time of shipment when the period from the time of shipment to the transfer of control of the goods or products to the customer is normal period in case of domestic sale of the goods or products. In addition, for certain transactions in which the Company acts as an agent, the full amount of the consideration received from customers was previously recognized as revenue, but the Company has changed this method so that revenue is recognized at the net amount. Furthermore, accounting of raw materials supplied from customers through subcontract processing with supply of materials for value presents only the net amount equivalent to the processing fee as revenue.

The application of the Accounting Standard for Revenue Recognition and relevant ASBJ regulations is subject to the transitional treatment provided for in the proviso to paragraph 84 of the Accounting Standard for Revenue Recognition. The cumulative effect of the retrospective application, assuming the new accounting policy had been applied to periods prior to the beginning of the fiscal year ended March 31, 2022 was added to or deducted from the opening balance of retained earnings of the fiscal year ended March 31, 2022, and thus the new accounting policy was applied from such opening balance.

As a result, net sales and cost of sales for the fiscal year ended March 31, 2022 decreased by ¥2,732,257 thousand and ¥2,734,301 thousand, respectively, and operating profit, ordinary profit and profit before income taxes increased by ¥2,044 thousand each. In addition, the opening balance of retained earnings decreased by ¥1,604 thousand.

Application of Accounting Standard for Fair Value Measurement, etc.

The Company has applied the “Accounting Standard for Fair Value Measurement” (ASBJ Statement No. 30, July 4, 2019) and relevant ASBJ regulations from the beginning of the fiscal year ended March 31, 2022, and it has applied the new accounting policy provided for by the Accounting Standard for Fair Value Measurement, etc. prospectively in accordance with the transitional measures provided for in paragraph 19 of the Accounting Standard For Fair Value Measurement, and paragraph 44-2 of the “Accounting Standard for Financial Instruments” (ASBJ Statement No. 10, July 4, 2019).

This has no effect on the consolidated financial statements for the fiscal year ended March 31, 2022.

Segment information, etc.

Fiscal year ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

The business activities of the Group consist of a single operating segment, manufacture and sales of electric and electronic components. The entire Group formulates comprehensive business strategies and conducts business activities accordingly. Accordingly, segment information has been omitted.

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

The business activities of the Group consist of a single operating segment, manufacture and sales of electric and electronic components. The entire Group formulates comprehensive business strategies and conducts business activities accordingly. Accordingly, segment information has been omitted.

Information per share

Item	Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021)	Fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)
Net assets per share (yen)	4,073.29	4,245.83
Basic earnings per share (yen)	87.90	233.21

Notes: 1. Diluted earnings per share are not included because there are no dilutive shares.
2. The basis used for calculating basic earnings per share is as follows.

	Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021)	Fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)
Profit attributable to owners of parent (thousands of yen)	1,054,783	2,798,331
Amount not attributable to common shareholders (thousands of yen)	–	–
Profit attributable to owners of the parent pertaining to common shares (thousands of yen)	1,054,783	2,798,331
Average number of common shares outstanding during the period (thousands of shares)	11,999	11,999

Important subsequent events

Not applicable

4. Other

Changes in officers

For information regarding changes in officers, please refer to “Notices Regarding Changes in Representative Director (President in proxy) and Directors” announced on May 11, 2022.