

# Summary of Consolidated Financial Results for the First Quarter of FY2022 (Based on Japanese GAAP)

August 6, 2021

Company name: Imasen Electric Industrial Co., Ltd.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 7266 URL <https://www.imasen.co.jp/>  
 Representative: President Takamitsu Sakurai  
 Inquiries: Executive Officer Tatsushi Inoue TEL 0568-67-1211  
 Scheduled date to file quarterly Securities Report: August 6, 2021  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the Fiscal First Quarter of FY2022 (from April 1, 2021 to June 30, 2021)

### (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	%
First Quarter of FY2022	22,649	19.1	448	—	776	—	344	—
First Quarter of FY2021	19,021	△31.2	△1,523	—	△1,609	—	△1,839	—

	Earnings per share	Diluted earnings per share
	Yen	Yen
First Quarter of FY2022	15.00	—
First Quarter of FY2021	△88.40	—

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
First Quarter of FY2022	82,944	51,038	61.2	2,208.65
FY2021	82,280	49,593	59.9	2,144.63

## 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
FY2021	—	5.00	—	10.00	15.00
FY2022	—	—	—	—	—
FY2022(Forecast)	—	10.00	—	10.00	20.00

## 3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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, 2021	44,500	22.7	290	—	360	—	△140	—	△6.09
Full year	92,900	6.7	1,590	—	1,760	—	420	—	18.28

4. Notes

- (1) Changes in significant subsidiaries during the quarter  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of 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: Yes
  - 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)

FY2022 First quarter	23,475,352 shares	FY2021	23,475,352 shares
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Number of treasury shares at the end of the period

FY2022 First quarter	503,794 shares	FY2021	503,755 shares
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Average number of shares during the period

FY2022 First quarter	22,971,558 shares	FY2021 First quarter	20,811,833 shares
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\*This report is not subject to quarterly review by certified public accountants or auditing firms.

**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	FY2021 (As of March 31, 2021)	FY2022 First quarter (As of June 30, 2021)
Assets		
Current assets		
Cash and deposits	20,068	20,232
Notes and accounts receivable - trade	17,046	15,999
Electronically recorded monetary claims - operating	5,825	5,037
Inventories	10,105	11,827
Other	2,269	2,098
Allowance for doubtful accounts	(328)	(325)
Total current assets	54,986	54,870
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,895	7,330
Machinery, equipment and vehicles, net	4,794	4,724
Other, net	9,537	9,467
Total property, plant and equipment	21,227	21,523
Intangible assets		
Other	614	716
Total intangible assets	614	716
Investments and other assets		
Investment securities	5,168	5,502
Other	314	362
Allowance for doubtful accounts	(30)	(30)
Total investments and other assets	5,452	5,834
Total non-current assets	27,293	28,074
Total assets	82,280	82,944

(Millions of yen)

	FY2021 (As of March 31, 2021)	FY2022 First quarter (As of June 30, 2021)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	8,768	8,672
Electronically recorded obligations - operating	5,810	5,250
Short-term loans payable	3,141	2,947
Income taxes payable	372	440
Provision for bonuses	1,023	412
Provision for product warranties	411	412
Other	4,505	5,187
<b>Total current liabilities</b>	<b>24,031</b>	<b>23,322</b>
<b>Non-current liabilities</b>		
Long-term loans payable	4,588	4,204
Net defined benefit liability	1,797	1,808
Other	2,269	2,570
<b>Total non-current liabilities</b>	<b>8,655</b>	<b>8,584</b>
<b>Total liabilities</b>	<b>32,687</b>	<b>31,906</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	7,289	7,289
Capital surplus	7,041	7,041
Retained earnings	32,040	32,155
Treasury shares	(406)	(406)
<b>Total shareholders' equity</b>	<b>45,965</b>	<b>46,080</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,901	2,109
Foreign currency translation adjustment	1,251	2,409
Remeasurements of defined benefit plans	146	136
<b>Total accumulated other comprehensive income</b>	<b>3,300</b>	<b>4,656</b>
<b>Non-controlling interests</b>	<b>327</b>	<b>302</b>
<b>Total net assets</b>	<b>49,593</b>	<b>51,038</b>
<b>Total liabilities and net assets</b>	<b>82,280</b>	<b>82,944</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Millions of yen)

	FY 2021 First quarter (Apr.1.2020 through Jun. 30.2020)	FY 2022 First quarter (Apr.1.2021 through Jun. 30.2021)
Net sales	19,021	22,649
Cost of sales	18,967	20,397
Gross profit	54	2,252
Selling, general and administrative expenses		
Packing and transportation expenses	363	527
Salaries, allowances and bonuses	523	517
Provision for bonuses	68	63
Retirement benefit expenses	20	21
Depreciation	41	33
Other	560	640
Total selling, general and administrative expenses	1,578	1,804
Operating profit (loss)	(1,523)	448
Non-operating income		
Interest income	36	37
Dividend income	55	75
Foreign exchange gains	–	162
Subsidy income	113	–
Other	76	100
Total non-operating income	282	376
Non-operating expenses		
Interest expenses	110	37
Foreign exchange losses	251	–
Other	6	10
Total non-operating expenses	367	48
Ordinary profit (loss)	(1,609)	776
Extraordinary income		
Gain on sales of non-current assets	0	6
	–	0
Total extraordinary income	0	7
Extraordinary losses		
Loss on disposal of non-current assets	7	1
Total extraordinary losses	7	1
Profit (loss) before income taxes	(1,616)	782
Income taxes - current	255	407
Income taxes - deferred	(50)	18
Total income taxes	205	426
Profit (loss)	(1,821)	356
Profit attributable to non-controlling interests	18	11
Profit (loss) attributable to owners of parent	(1,839)	344

## Consolidated statements of comprehensive income

(Millions of yen)

	FY 2021 First quarter (Apr.1.2020 through Jun. 30.2020)	FY 2022 First quarter (Apr.1.2021 through Jun. 30.2021)
Profit (loss)	(1,821)	356
Other comprehensive income		
Valuation difference on available-for-sale securities	311	207
Foreign currency translation adjustment	(697)	1,178
Remeasurements of defined benefit plans, net of tax	9	(10)
Total other comprehensive income	(376)	1,376
Comprehensive income	(2,197)	1,732
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(2,214)	1,700
Comprehensive income attributable to non-controlling interests	16	32

## Consolidated statements of cash flows

(Millions of yen)

	FY 2021 First quarter (Apr.1.2020 through Jun. 30.2020)	FY 2022 First quarter (Apr.1.2021 through Jun. 30.2021)
Cash flows from operating activities		
Profit (loss) before income taxes	(1,616)	782
Depreciation	963	854
Increase (decrease) in provision for bonuses	(695)	(611)
Interest and dividend income	(92)	(113)
Interest expenses	110	37
Employment adjustment subsidy	–	(85)
Loss (gain) on disposal of non-current assets	7	(5)
Decrease (increase) in notes and accounts receivable - trade	7,800	2,525
Decrease (increase) in inventories	(669)	(1,328)
Increase (decrease) in notes and accounts payable - trade	(4,341)	(1,258)
Other, net	(89)	536
Subtotal	1,376	1,332
Interest and dividend income received	98	101
Interest expenses paid	(110)	(38)
Income taxes paid	(360)	(267)
Employment adjustment subsidy received	–	26
Net cash provided by (used in) operating activities	1,003	1,153
Cash flows from investing activities		
Decrease (increase) in time deposits	(56)	(19)
Purchase of property, plant and equipment	(336)	(295)
Purchase of investment securities	(15)	(27)
Other, net	27	(63)
Net cash provided by (used in) investing activities	(381)	(406)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(31)	(202)
Proceeds from long-term loans payable	5,600	40
Repayments of long-term loans payable	(295)	(487)
Repayments of lease obligations	(284)	(201)
Cash dividends paid	(208)	(229)
Other, net	(58)	(57)
Net cash provided by (used in) financing activities	4,722	(1,138)
Effect of exchange rate change on cash and cash equivalents	196	463
Net increase (decrease) in cash and cash equivalents	5,541	72
Cash and cash equivalents at beginning of period	13,477	18,831
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	–	(0)
Cash and cash equivalents at end of period	19,018	18,902