

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

August 2, 2022

Company name: IRISO ELECTRONICS CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6908 URL <https://www.iriso.co.jp>  
 Representative: President & Representative Director Hitoshi Suzuki  
 Inquiries: Director & Senior Managing Executive Officer /  
 General Manager of Administration Division Mitsuyoshi Toyoshima TEL 045-478-3111  
 Scheduled date to file Quarterly Securities Report: August 4, 2022  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated financial 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	%
Three months ended June 30, 2022	11,929	6.6	1,398	10.6	2,074	71.9	1,436	36.5
Three months ended June 30, 2021	11,186	91.7	1,264	-	1,207	-	1,052	-

(Note) Comprehensive income: Three months ended June 30, 2022: ¥4,980 million [273.8%]  
 Three months ended June 30, 2021: ¥1,332 million [-%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	61.06	-
Three months ended June 30, 2021	44.64	-

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	78,993	65,336	82.1	2,757.68
As of March 31, 2022	73,153	61,776	83.8	2,607.59

(Reference) Equity: As of June 30, 2022: ¥64,868 million  
 As of March 31, 2022: ¥61,337 million

## 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, 2022	-	0.00	-	60.00	60.00
Year ending March 31, 2023	-				
Year ending March 31, 2023 (Forecast)		0.00	-	60.00	60.00

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

## 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
First half	24,000	9.2	2,480	(1.8)	2,500	1.7	1,800	(17.0)	76.52
Full year	51,500	17.4	6,160	36.3	6,200	28.1	4,500	15.0	191.30

(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 the change in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (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, 2022	24,583,698 shares	As of March 31, 2022	24,583,698 shares
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Number of treasury shares at the end of the period:

As of June 30, 2022	1,060,993 shares	As of March 31, 2022	1,060,993 shares
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Average number of shares during the period:

Three months ended June 30, 2022	23,522,705 shares	Three months ended June 30, 2021	23,569,231 shares
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(Note) Number of treasury shares at the end of the period is presented including the Company's treasury shares held by the "Directors' compensation BIP (Board Incentive Plan) trust" (as of June 30, 2022: 150,752 shares, as of March 31, 2022: 150,752 shares). The Company's shares held by the "Directors' compensation BIP (Board Incentive Plan) trust" have been included in treasury shares deducted in calculation of the average number of shares during the period.

\* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company, and actual results may vary significantly due to various factors.

**Quarterly consolidated financial statements**  
**Quarterly consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	14,066	16,029
Notes and accounts receivable - trade, and contract assets	12,889	13,190
Merchandise and finished goods	7,951	8,700
Work in process	48	66
Raw materials and supplies	3,592	3,852
Other	1,922	2,381
Allowance for doubtful accounts	(34)	(33)
<b>Total current assets</b>	<b>40,436</b>	<b>44,187</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,955	5,229
Machinery, equipment and vehicles, net	15,260	15,987
Tools, furniture and fixtures, net	4,094	4,264
Land	1,765	1,828
Construction in progress	3,304	3,702
<b>Total property, plant and equipment</b>	<b>29,380</b>	<b>31,013</b>
Intangible assets		
Goodwill	-	144
Software	323	343
Software in progress	707	963
Other	0	0
<b>Total intangible assets</b>	<b>1,030</b>	<b>1,451</b>
Investments and other assets		
Investment securities	617	613
Deferred tax assets	1,070	1,100
Other	672	683
Allowance for doubtful accounts	(55)	(55)
<b>Total investments and other assets</b>	<b>2,305</b>	<b>2,342</b>
<b>Total non-current assets</b>	<b>32,716</b>	<b>34,806</b>
<b>Total assets</b>	<b>73,153</b>	<b>78,993</b>

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,504	4,970
Short-term borrowings	410	414
Current portion of long-term borrowings	-	277
Income taxes payable	754	514
Provision for bonuses	568	420
Other	3,652	3,718
Total current liabilities	9,889	10,316
Non-current liabilities		
Long-term borrowings	-	1,746
Retirement benefit liability	485	495
Provision for share awards for directors (and other officers)	57	77
Other	944	1,021
Total non-current liabilities	1,486	3,340
Total liabilities	11,376	13,657
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,640	5,640
Capital surplus	8,744	8,744
Retained earnings	41,461	41,476
Treasury shares	(1,185)	(1,185)
Total shareholders' equity	54,660	54,675
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	26	23
Foreign currency translation adjustment	6,607	10,113
Remeasurements of defined benefit plans	43	38
Total accumulated other comprehensive income	6,677	10,176
Non-controlling interests	439	483
Total net assets	61,776	65,336
Total liabilities and net assets	73,153	78,993

**Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income**

**Quarterly consolidated statements of income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	11,186	11,929
Cost of sales	7,371	7,926
Gross profit	3,815	4,002
Selling, general and administrative expenses	2,551	2,604
Operating profit	1,264	1,398
Non-operating income		
Interest income	11	15
Dividend income	1	1
Foreign exchange gains	-	646
Subsidy income	5	12
Other	5	58
Total non-operating income	24	734
Non-operating expenses		
Interest expenses	6	25
Foreign exchange losses	70	-
Loss on valuation of derivatives	-	29
Other	3	2
Total non-operating expenses	81	57
Ordinary profit	1,207	2,074
Extraordinary losses		
Loss on retirement of non-current assets	26	10
Impairment losses	9	-
Loss related COVID-19	-	363
Total extraordinary losses	35	373
Profit before income taxes	1,171	1,700
Income taxes - current	218	263
Income taxes - deferred	(91)	(22)
Total income taxes	126	240
Profit	1,045	1,460
Profit (loss) attributable to non-controlling interests	(6)	23
Profit attributable to owners of parent	1,052	1,436

**Quarterly consolidated statements of comprehensive income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	1,045	1,460
Other comprehensive income		
Valuation difference on available-for-sale securities	(3)	(2)
Foreign currency translation adjustment	289	3,527
Remeasurements of defined benefit plans, net of tax	0	(4)
Total other comprehensive income	286	3,520
Comprehensive income	1,332	4,980
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,349	4,935
Comprehensive income attributable to non-controlling interests	(17)	44