

## Summary of Financial Results for the Fiscal Year Ended March 31, 2022

May 12, 2022

TSUGAMI CORPORATION

Stock code: 6101

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Scheduled date of annual shareholders meeting: June 22, 2021

Scheduled date of commencement of dividend payments: May 30, 2022

Scheduled date of submission of securities report: June 22, 2022

Supplementary briefing materials to be created: Yes

Investors meeting to be held: None

Listings: Tokyo Stock Exchange

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## 1. Consolidated business performance for the Fiscal year ended March 31, 2022

(From April 1, 2021 to March 31, 2022)

(Figures are rounded down to the nearest one million yen.)

## (1) Consolidated operating results

(Figures in percentages denote the year-on-year change.)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income for the quarter	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2022	93,174	51.1	18,860	97.8	18,776	98.5	12,620	90.2	9,486	92.9	17,849	63.7
Fiscal year ended March 31, 2021	61,662	25.0	9,533	109.5	9,459	122.1	6,636	141.6	4,917	145.7	10,902	--

	Basic earnings per share	Diluted earnings per share	Return on equity attributable to owners of parent	Profit before tax to total assets	Operating profit on revenue
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	191.99	188.07	22.6	20.5	20.2
Fiscal year ended March 31, 2021	95.21	93.08	13.9	13.4	15.5

## (2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Percentage of equity attributable to owners of parent	Operating profit on revenue
	Million yen	Million yen	Million yen	%	Yen
Fiscal year ended March 31, 2022	103,761	57,840	45,580	43.9(55.7)	941.82
Fiscal year ended March 31, 2021	79,278	46,836	38,229	48.2(59.1)	751.14

(Reference) The figures in parentheses are the ratios of total equity (sum of equity attributable to owners of parent and non-controlling interests).

## (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the term
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2022	6,296	-3,009	-3,514	18,844
Fiscal year ended March 31, 2021	6,784	1,432	-2,781	17,207

## 2. State of dividends

(Base date)	Dividends per share					Total dividends (annual)	Dividend payout ratio (consolidated)	Dividend on equity attributable to owners of parent (consolidated)
	End of Q1	End of Q2	End of Q3	End of FY	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2021	--	12.00	--	14.00	26.00	1,334	27.3	3.8
Fiscal year ended March 31, 2022	--	18.00	--	22.00	40.00	1,951	20.8	4.7
Fiscal year ending March 31, 2023 (forecast)	--	22.00	--	22.00	44.00		22.4	

## 3. Consolidated business performance forecasts for the fiscal year ending March 31, 2023

(From April 1, 2022 to March 31, 2023)

(Percentage figures denote increases or decreases compared with the same period of the previous fiscal year.)

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
First half	49,000	-0.4	9,500	-12.1	4,800	-11.8	99.43
Full-year	98,000	5.2	19,000	0.7	9,500	0.1	196.82

## \* Notes

(1) Important changes in subsidiaries during the quarter under review (changes in specified subsidiaries that caused the scope of consolidation to change): None

(2) Changes in accounting policy and in accounting estimates, and restatements

- (i) Changes in accounting policies required by IFRS: None
- (ii) Changes in accounting policy other than those stated in item (i) above: None
- (iii) Changes in accounting estimates: None

(3) Numbers of outstanding shares (common shares)

(i) Numbers of outstanding shares at the end of the terms (including treasury stock):

As of March 2022 50,000,000 shares As of March 2021 55,000,000 shares

(ii) Numbers of treasury shares at the end of the terms:

As of March 2022 1,603,995 shares As of March 2021 4,105,615 shares

(iii) Average numbers of shares outstanding during the periods:

As of March 2022 49,410,403 shares As of March 2021 51,655,114 shares

(Reference) Summary of non-consolidated business performance

Non-consolidated business performance for the Fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(1) Non-consolidated operating results

(Figures in percentages denote the year-on-year change.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2022	35,584	74.7	2,185	--	4,800	206.1	4,287	12.5
Fiscal year ended March 31, 2021	20,367	-21.5	109	-72.6	1,568	14.7	3,810	374.2

	Net income per share	Net income per share after residual equity adjustment
	Yen	Yen
Fiscal year ended March 31, 2022	86.76	84.99
Fiscal year ended March 31, 2021	73.78	72.13

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
Fiscal year ended March 31, 2022	38,508	18,358	46.3	368.72
Fiscal year ended March 31, 2021	35,275	20,104	55.2	382.78

(Reference): Shareholders' equity: Fiscal year ended March 31, 2022: ¥17,844 million

Fiscal year ended March 31, 2021: ¥19,481 million

\* The summary of financial results falls outside the scope of audits by certified public accountants or an auditing corporation.

\* Explanations for the appropriate use of business forecasts and other items warranting special mention

The forward-looking statements, including business forecasts, included in this document are based on information available on the date of announcement and certain assumptions we consider reasonable. Actual performance may differ materially from the statements due to a range of factors. For assumptions for business forecasts and notes on the use of business forecasts, please refer to [1. Overview of Operating Results (1) Overview of Operating Results in Fiscal Year Under Review (ii) Forecasts for the next fiscal year] on page 2 of the accompanying documents of this summary of financial results for the Fiscal year Ended March 31, 2022.

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## 1. Overview of Operating Results

### (1) Overview of Operating Results in Fiscal Year Under Review

#### (i) Operating results in fiscal year under review

Looking at the Group's business environment during the fiscal year under review, the Chinese and other markets remained strong despite an increase in uncertainty in overseas markets.

In this situation, the Group worked intensively to expand sales to a wide range of business sectors including automotive parts and information technology. Revenue stood at ¥93,174 million (up 51.1% year on year), operating profit at ¥18,860 million (up 97.8% year on year) and profit attributable to owners of parent at ¥9,486 million (up 92.9% year on year). The Group thus achieved a year-on-year growth in revenue and profit.

With respect to revenue by machinery category, revenue from automatic lathes, the main product line, came to ¥79,504 million (up 53.5% year on year), revenue from grinding machines to ¥3,945 million (up 58.5% year on year), and revenue from machining centers, rolling machines and specialized machines to ¥5,435 million (up 32.7% year on year).

Segment performance is as follows.

- a. In Japan, revenue increased 75.0% year on year to ¥35,662 million and segment profit increased 686.2% year on year to ¥2,146 million.
- b. In China, revenue increased 58.0% year on year to ¥77,707 million and segment profit increased 84.8% year on year to ¥15,862 million.
- c. In India, revenue increased 54.0% year on year to ¥2,769 million yen and segment profit decreased 48.4% year on year to ¥20 million.
- d. In South Korea, revenue increased 16.5% year on year to ¥1,856 million and segment profit increased 94.7% year on year to ¥173 million.
- e. Revenue in "Other" increased 86.4% year on year to ¥783 million yen and segment profit came to ¥3 million (whereas, for the previous fiscal year, a segment loss of ¥48 million was recorded).

Operating profit is calculated by deducting cost of sales and selling, general and administrative expenses from net sales.

#### (ii) Forecasts for the next fiscal year

Considering trends in domestic and overseas markets and orders received, the Company forecasts performance in the fiscal year ending March 31, 2023 as shown below.

The Group's forecasts are as follows:

Consolidated business performance forecasts for the fiscal year ending March 31, 2023

(Million yen, except per share data)

	First half	Full year
Revenue	49,000	98,000
Operating profit	9,500	19,000
Profit attributable to owners of parent	4,800	9,500
Basic earnings per share	99.43 yen	196.82 yen

## (2) Overview of Financial Position in Fiscal Year Under Review

### (i) State of assets, liabilities and net assets

Total assets amounted to ¥103,761 million at the end of the fiscal year under review, increasing ¥24,483 million from the end of the previous fiscal year.

The increase resulted mainly from increases of ¥1,637 million in cash and cash equivalents, ¥7,186 million in trade and other receivables, ¥11,843 million in inventories, and ¥2,382 million in property.

Total liabilities amounted to ¥45,920 million at the end of the fiscal year under review, increasing ¥13,478 million yen from the end of the previous fiscal year.

The result was chiefly attributable to increases of ¥7,437 million in trade and other payables, ¥3,734 million in borrowings and ¥1,260 million in contract liabilities.

Total equity amounted to ¥57,840 million at the end of the fiscal year under review, increasing ¥11,004 million from the end of the previous fiscal year.

This was largely due to increases of ¥9,486 million in retained earnings from profit attributable to owners of parent, ¥3,669 million in other components of equity and ¥3,653 million in non-controlling interests, partly offset by decreases in cash of ¥1,599 million due to dividend payment and ¥4,209 million due to the purchase of treasury shares, etc.

During the end of the fiscal year under review, the Company retired 5,000,000 shares of its treasury stock, which amounted to ¥6,355 million through the reduction of retained earnings.

Reflecting the results above, the ratio of equity attributable to owners of parent reached 43.9%, rising 4.3 percentage points from the end of the previous fiscal year.

### (ii) State of cash flows

Cash and cash equivalents amounted to ¥18,844 million at the end of the fiscal year under review, increasing ¥1,637 million from the end of the previous fiscal year. Changes in cash flows for each activity and the reasons for those changes are as follows.

#### (Cash flows from operating activities)

Cash generated through operating activities was ¥6,296 million (cash generated of ¥6,784 million in the previous fiscal year).

The result principally reflected an increase in cash due to profit before tax of ¥18,776 million, growth in an increase in trade and other payables of ¥4,490 million and a depreciation and amortization of ¥1,815 million, offsetting a decrease in cash attributable to an increase in inventories of ¥11,503 million, income taxes paid of ¥6,044 million, and a growth in an increase in trade and other receivables of ¥4,254 million.

#### (Cash flows from investing activities)

Cash used for investing activities was ¥3,009 million (cash generated of ¥1,432 million in the previous fiscal year).

The cash outflow was primarily attributable to decrease in cash for the purchase of property, plant and equipment of ¥2,397 million.

#### (Cash flows from financing activities)

Cash used for financing activities was ¥3,514 million (cash used of ¥2,781 in the previous fiscal year).

The result largely reflected an increase in cash due to an increase of ¥3,682 million in short-term borrowings, more than offset by the decrease of ¥4,316 million, ¥1,599 million, and ¥1,039 million in cash due to the purchase of treasury shares, payment of dividends, and the payment of dividends to non-controlling shareholders, respectively.

### (3) Basic policy relating to profit distribution, and dividends for the fiscal year under review and the following fiscal year

The Group adopts a basic policy of increasing its collective capabilities and returning profits to shareholders by sustaining aggressive investment in development projects in response to changing social demands and continuing its efforts to enhance competitiveness and streamline management. Based on this policy, the Group is united in its commitment to strengthening its business structure and achieving stable dividends.

The Group will also deal appropriately with the acquisition of treasury stock for the flexible enforcement of capital policies and other purposes as part of its measures for returning profits to shareholders, based on a comprehensive assessment of factors, including the need, financial conditions and share price trends.

For the consolidated Fiscal year Ended March 31, 2022, the Company has decided to pay annual dividends of ¥40 per share, including interim dividends of ¥18 per share and year-end dividends of ¥22 per share.

For the consolidated fiscal year ending March 31, 2023, the Company plans to pay annual dividends of ¥44 per share, including interim dividends of ¥22 per share and year-end dividends of ¥22 per share.

## 2. Basic Policy on Selection of Accounting Standards

The Group has been applying the International Accounting Standards since the Fiscal year ended March 31, 2019, to enhance convenience and the international comparability of financial information in the capital market.

## 3. Consolidated Financial Statements and Significant Notes

## (1) Consolidated Statement of Financial Position

(Million yen)

	Figures at the end of the previous consolidated fiscal year (As of March 31, 2021)	Figures at the end of the consolidated fiscal year under review (As of March 31, 2022)
Assets		
Current assets		
Cash and cash equivalents	17,207	18,844
Trade and other receivables	20,428	27,614
Other financial assets	30	30
Inventories	20,774	32,618
Other current assets	1,582	2,928
Total current assets	60,023	82,036
Non-current assets		
Property, plant and equipment	11,808	14,191
Right-of-use assets	1,302	1,915
Intangible assets	1,116	903
Retirement benefit asset	91	64
Other financial assets	4,420	4,130
Deferred tax assets	253	308
Other non-current assets	261	210
Total non-current assets	19,254	21,724
Total assets	79,278	103,761

(Million yen)

	Figures at the end of the previous consolidated fiscal year (As of March 31, 2021)	Figures at the end of the consolidated fiscal year under review (As of March 31, 2022)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	14,797	22,234
Borrowings	9,579	13,313
Other financial liabilities	210	170
Income taxes payable	1,332	1,390
Provisions	384	585
Contract liabilities	3,161	4,421
Other current liabilities	737	757
Total current liabilities	30,204	42,873
Non-current liabilities		
Other financial liabilities	123	106
Retirement benefit liability	893	924
Provisions	--	5
Deferred tax liabilities	887	1,460
Other non-current liabilities	333	550
Total non-current liabilities	2,237	3,046
Total liabilities	32,441	45,920
Equity		
Share capital	12,345	12,345
Capital surplus	3,332	3,222
Treasury shares	-4,371	-2,040
Other components of equity	2,560	6,256
Retained earnings	24,362	25,795
Equity attributable to owners of parent	38,229	45,580
Non-controlling interests	8,607	12,260
Total equity	46,836	57,840
Total liabilities and net equity	79,278	103,761

(2) Consolidated Statements of Profit or Loss and Comprehensive Income  
(Consolidated Statement of Profit or Loss)

(Million yen)

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Revenue	61,662	93,174
Cost of sales	-44,457	-64,994
Gross profit	17,204	28,179
Selling, general and administrative expenses	-8,297	-10,223
Other income	670	3,019
Other expenses	-44	-2,114
Operating profit	9,533	18,860
Finance income	339	328
Finance costs	-413	-412
Profit before tax	9,459	18,776
Income tax expense	-2,822	-6,155
Profit	6,636	12,620
Profit for the year attributable to:		
Owners of parent	4,917	9,486
Non-controlling interests	1,718	3,134
Profit	6,636	12,620
Earnings per share		
Basic earnings per share (yen)	95.21	191.99
Diluted earnings per share (yen)	93.08	188.07

## (Consolidated Statement of Comprehensive Income)

(Million yen)

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Profit	6,636	12,620
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	1,459	-208
Remeasurement of defined benefit pension plans	11	-26
Total items that will not be reclassified to profit or loss	1,471	-235
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	2,795	5,463
Total items that may be reclassified to profit or loss	2,795	5,463
Total other comprehensive income	4,266	5,228
Comprehensive income	10,902	17,849
Total comprehensive income for the year attributable to:		
Owners of parent	8,405	13,155
Non-controlling interests	2,497	4,693
Comprehensive income	10,902	17,849

(3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)

(Million yen)

	Equity attributable to owners of parent					Financial assets measured at fair value through other comprehensive income
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Exchange differences on translation of foreign operations		
Balance as of April 1, 2020	12,345	3,306	-2,994	-1,535		2,574
Profit						
Other comprehensive income				2,016		1,459
Total comprehensive income	--	--	--	2,016		1,459
Purchase of treasury shares			-1,495			
Disposal of treasury shares		-57	119			
Dividends						
Changes in share-based payment transactions		88				
Transfer to retained earnings						-1,952
Equity transactions with non-controlling interests		-5		-1		
Share-based payment transactions	--	25	-1,376	-1		-1,952
Balance As of March 31, 2021	12,345	3,332	-4,371	478		2,081

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity		Retained earnings	Total		
	Remeasurements of defined benefit plans	Total				
Balance as of April 1, 2020	--	1,038	18,784	32,480	6,593	39,073
Profit		--	4,917	4,917	1,718	6,636
Other comprehensive income	11	3,487		3,487	779	4,266
Total comprehensive income	11	3,487	4,917	8,405	2,497	10,902
Purchase of treasury shares		--		-1,495		-1,495
Disposal of treasury shares		--	-61	0		0
Dividends		--	-1,242	-1,242	-454	-1,697
Changes in share-based payment transactions		--		88		88
Transfer to retained earnings	-11	-1,963	1,963	--		--
Equity transactions with non-controlling interests		-1		-7	-28	-35
Share-based payment transactions	-11	-1,965	659	-2,656	-483	-3,140
Balance As of March 31, 2021	--	2,560	24,362	38,229	8,607	46,836

Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)

(Million yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Treasury shares	Other components of equity	
				Exchange differences on translation of foreign operations	Financial assets measured at fair value through other comprehensive income
Balance as of April 1, 2021	12,345	3,332	-4,371	478	2,081
Profit					
Other comprehensive income				3,904	-208
Total comprehensive income	--	--	--	3,904	-208
Purchase of treasury shares			-4,312		
Disposal of treasury shares		-113	288		
Cancellation of treasury shares			6,355		
Dividends					
Changes in share-based payment transactions		3			
Transfer to retained earnings					
Share-based payment transactions	--	-109	2,331	--	--
Balance As of March 31, 2022	12,345	3,222	-2,040	4,383	1,872

	Equity attributable to owners of parent					Non-controlling interests	Total
	Other components of equity		Retained earnings	Total	Total		
	Remeasurements of defined benefit plans	Total					
Balance as of April 1, 2021	--	2,560	24,362	38,229	8,607	46,836	
Profit		--	9,486	9,486	3,134	12,620	
Other comprehensive income	-26	3,669		3,669	1,558	5,228	
Total comprehensive income	-26	3,669	9,486	13,155	4,693	17,849	
Purchase of treasury shares		--		-4,312		-4,312	
Disposal of treasury shares		--	-71	103		103	
Cancellation of treasury shares		--	-6,355	--		--	
Dividends		--	-1,599	-1,599	-1,039	-2,639	
Changes in share-based payment transactions		--		3		3	
Transfer to retained earnings	26	26	-26	--		--	
Share-based payment transactions	26	26	-8,052	-5,804	-1,039	-6,844	
Balance As of March 31, 2022	--	6,256	25,795	45,580	12,260	57,840	

## (4) Consolidated Statements of Cash Flows

(Million yen)

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Cash flows from operating activities		
Profit before tax	9,459	18,776
Depreciation and amortization	1,505	1,815
Impairment losses	--	156
Casualty loss	--	1,895
Finance income	-339	-328
Finance costs	103	114
Loss on retirement of fixed assets	10	16
Loss (gain) on sale of fixed assets	-1	0
Insurance claim income	-57	-1,938
Decrease (increase) in inventories	-1,390	-11,503
Decrease (increase) in trade and other receivables	-7,046	-4,254
Increase (decrease) in trade and other payables	4,366	4,490
Increase (decrease) in contract liabilities	1,964	890
Increase or decrease in retirement benefit asset or liability	-19	31
Increase (decrease) in provisions	-43	190
Other	-432	-1,132
Subtotal	8,078	9,220
Interest and dividends received	348	365
Interest paid	-103	-114
Government grant income	392	980
Proceeds from subsidy income	121	--
Insurance received	57	1,938
Payments of casualty losses	--	-56
Income taxes paid	-2,273	-6,044
Income taxes refund	163	6
Net cash provided by (used in) operating activities	6,784	6,296
Cash flows from investing activities		
Payments into time deposits	-50	-50
Proceeds from withdrawal of time deposits	50	50
Purchase of property, plant and equipment	-2,311	-2,397
Proceeds from sale of property, plant and equipment	2	41
Payments for retirement of property, plant and equipment	-7	--
Purchase of intangible assets	-228	-109
Purchase of right-of-use assets	--	-538
Purchase of investment securities	-2	-1
Proceeds from sale of investment securities	3,888	--
Proceeds from subsidy income	81	--
Other	9	-4
Net cash provided by (used in) investing activities	1,432	-3,009

(Million yen)

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	712	3,682
Payments for acquisition of interests in subsidiaries from noncontrolling interests	-35	--
Proceeds from sale of treasury shares	0	0
Purchase of treasury shares	-1,497	-4,316
Dividends paid	-1,242	-1,599
Payment of dividends to non-controlling shareholders	-454	-1,039
Repayments of lease obligations	-263	-241
Net cash provided by (used in) financing activities	-2,781	-3,514
Effect of exchange rate changes on cash and cash equivalents	849	1,864
Net increase (decrease) in cash and cash equivalents	6,285	1,637
Cash and cash equivalents at the beginning of the term	10,921	17,207
Cash and cash equivalents at the end of the term	17,207	18,844

## (5) Notes Related to Consolidated Financial Statements

(Notes relating to the going concern assumption)

No corresponding item exists.

## (Segment information)

## (1) Summary of reportable segments

The Group's reportable segments are its constituent units that disclose financial information separately. They fall under the scope of periodic reviews the Company's Board of Directors performs to determine the distribution of its management resources and to assess its operating results.

The Group manufactures and sells machine tools in Japan and abroad. The Group consists of geographic segments based on its manufacturing and sales organizations. The Company's reportable segments are Japan, China, India, South Korea and Other which are the areas where Group companies are located.

## (2) Segment revenues and operating results

Inter-segment revenues are based on market prices.

Revenues and operating results of the Group's reportable segments are as follows.

Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)

(Million yen)

	Reportable segment						Adjustment	Consolidated
	Japan	China	India	South Korea	Other	Total		
Revenue								
Revenue from external customers	14,798	43,172	1,797	1,558	334	61,662	--	61,662
Intersegment revenue	5,578	6,012	--	34	85	11,711	-11,711	--
Total	20,377	49,184	1,797	1,593	420	73,373	-11,711	61,662
Segment profit (loss)	273	8,585	39	89	-48	8,938	-31	8,907
Other income and expenses, net	--	--	--	--	--	--	--	625
Operating profit	--	--	--	--	--	--	--	9,533
Finance income and expenses, net	--	--	--	--	--	--	--	-74
Profit before tax	--	--	--	--	--	--	--	9,459
Other items								
Depreciation and amortization	670	758	36	49	0	1,516	-11	1,505
Segment assets	21,929	45,303	4,389	1,114	432	73,168	6,109	79,278
Capital expenditure	465	1,982	281	37	0	2,766	--	2,766

(Notes) 1. Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales revenue.

2. "Adjustment" of segment income of ¥-31 million is the adjustment of unrealized income.

3. Adjustment items of - ¥11 million in depreciation and amortization are adjustments for unrealized profit.

4. "Adjustment" of segment assets of ¥6,109 million includes Company-wide assets of ¥11,788 million and an effect of intersegment adjustments of ¥-5,678 million.

Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)

(Million yen)

	Reportable segment						Adjustment	Consolidated
	Japan	China	India	South Korea	Other	Total		
Revenue								
Revenue from external customers	23,249	64,656	2,765	1,796	706	93,174	--	93,174
Intersegment revenue	12,412	13,051	3	60	76	25,605	-25,605	--
Total	35,662	77,707	2,769	1,856	783	118,779	-25,605	93,174
Segment profit (loss)	2,146	15,862	20	173	3	18,207	-252	17,955
Other income and expenses, net	--	--	--	--	--	--	--	905
Operating profit	--	--	--	--	--	--	--	18,860
Finance income and expenses, net	--	--	--	--	--	--	--	-83
Profit before tax	--	--	--	--	--	--	--	18,776
Other items								
Depreciation and amortization	661	1,031	75	56	0	1,825	-9	1,815
Impairment losses	--	--	156	--	--	156	--	156
Segment assets	29,581	67,365	6,077	1,714	673	105,412	-1,651	103,761
Capital expenditure	244	2,520	483	27	--	3,276	--	3,276

- (Notes) 1. Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales revenue.  
2. "Adjustment" of segment income of ¥-252 million is the adjustment of unrealized income.  
3. Reconciling items of - ¥9 million in depreciation and amortization are adjustments for unrealized profit.  
4. "Adjustment" of segment assets of ¥-1,651 million includes Company-wide assets of ¥9,206 million and an effect of intersegment adjustments of ¥-10,857 million.

## (3) Information on geographical segments

The table below shows a breakdown of non-current assets by geographical segment.

(Million yen)

	Figures at the end of the previous consolidated fiscal year (As of March 31, 2021)	Figures at the end of the consolidated fiscal year under review (As of March 31, 2022)
Japan	3,773	3,343
China	9,354	12,162
India	1,238	1,619
South Korea	117	91
Other	4	3
Total	14,489	17,221

(Notes) The non-current assets are classified according to their locations. Assets related to financial instruments, deferred tax assets, and retirement benefits are not included.

## (Per Share information)

## (1) Basis for calculation of basic earnings per share

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Profit attributable to owners of parent (million yen)	4,917	9,486
Profit not attributable to common shareholders of the parent (million yen)	--	--
Profit used to calculate basic earnings per share (million yen)	4,917	9,486
Weighted average number of common shares (thousand shares)	51,655	49,410
Basic earnings per share (yen)	95.21	191.99

## (2) Basis for calculation of diluted earnings per share

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
Profit used to calculate basic earnings per share (million yen)	4,917	9,486
Adjustment on profit (million yen)	--	--
Profit used to calculate diluted earnings per share (million yen)	4,917	9,486
Weighted average number of common shares (thousand shares)	51,655	49,410
Increase in common shares (thousand shares)		
Share acquisition rights (thousand shares)	1,178	1,031
Weighted average number of diluted common shares (thousand shares)	52,833	50,441
Diluted earnings per share (yen)	93.08	188.07

## (Important subsequent events)

No corresponding event occurred

## 4. Supplementary Information

## (1) Overseas revenue

(Million yen)

	Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)	Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)
China	42,393	62,943
Asia	8,323	13,372
America	3,357	4,724
Europe	1,459	3,388
Overseas revenue	55,532	84,430
Consolidated revenue	61,662	93,174
Ratio of overseas revenue to consolidated net sales (%)	90.1	90.6

(Note) Revenue is categorized by country or region based on the locations of the customers.

## (2) Revenue by machinery category

The relationship between the disaggregation of revenue based on major product lines and reportable segments is as follows.

Previous consolidated fiscal year (From April 1, 2020 to March 31, 2021)

(Million yen)

	Reportable segment					
	Japan	China	India	South Korea	Other	Total
Main product lines						
Automatic lathes	10,876	37,468	1,738	1,500	225	51,810
Grinding machines	901	1,570	--	5	10	2,489
Machining centers, rolling machines and specialized machines	914	3,156	10	5	8	4,096
Other	2,104	976	47	47	89	3,265
Total	14,798	43,172	1,797	1,558	334	61,662

(Note) "Other" in main product lines include components and services.

Consolidated fiscal year under review (From April 1, 2021 to March 31, 2022)

(Million yen)

	Reportable segment					
	Japan	China	India	South Korea	Other	Total
Main product lines						
Automatic lathes	18,378	56,174	2,620	1,722	609	79,504
Grinding machines	1,070	2,834	40	--	--	3,945
Machining centers, rolling machines and specialized machines	1,235	4,171	27	--	1	5,435
Other	2,565	1,476	76	73	96	4,288
Total	23,249	64,656	2,765	1,796	706	93,174

(Note) "Other" in main product lines include components and services.

(3) Changes in Officers (scheduled to take effect on June 22, 2022)

New Representative Director

Junichi Hyakuya

New official position: Representative Director (Finance)

Motoi Yamada

New official position: Representative Director (HR and General Affairs)