

1st Quarter FY2022 Consolidated Financial Results

April 28, 2022

(Amounts are rounded down to the nearest million yen)

1. Consolidated Results for 1st quarter FY2022 (January 1, 2022 through March 31, 2022)

(1) Consolidated financial results (% of change from previous 1st quarter)

	Net Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY2022	13,820	-	2,080	-	2,121	-	1,721	-
1Q FY2021	12,607	14.1	1,303	178.8	1,399	127.9	1,045	122.6

(Note) Comprehensive income: 1Q FY2022: 3,000 million yen (-%) / 1Q FY2021: 2,243 million yen (-%)

	Quarterly net income per share –Basic	Quarterly net income per share –Diluted
	Yen	Yen
1Q FY2022	82.58	-
1Q FY2021	50.14	-

(Note) Since the Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29), etc., from the beginning of the 1st quarter of the current consolidated fiscal year, the amounts of the 1st quarter FY2022 is based on the foregoing accounting standard. Therefore, the rate of change compared to the actual value for the 1st quarter FY2021 before the application of the standard are not stated.

(2) Consolidated financial position

	Total assets	Total net assets	Ratio of net assets
	Million yen	Million yen	%
1Q FY2022	67,408	54,232	80.5
FY2021	67,065	52,536	78.3

(Reference) Shareholders' equity: 1Q FY2022: 54,232 million yen / FY2021: 52,536 million yen

(Note) Since the Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29), etc., from the beginning of the 1st quarter of the current consolidated fiscal year, the amounts of the 1st quarter FY2022 is based on the foregoing accounting standard.

2. Cash dividends

	Cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2021	-	25.00	-	57.00	82.00
FY2022	-				
FY2022 (forecast)		25.00	-	57.00	82.00

(Note) Revision of cash dividend forecast for this period: None

3. Forecast of consolidated results for FY2022 (January 1, 2022 through December 31, 2022)

(% of change from FY2021 or 1st half FY2021)

	Net Sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2022 1st Half	29,000	-	3,800	-	3,800	-	2,660	-	127.59
FY2022	62,400	-	8,500	-	8,500	-	5,840	-	280.12

(Note)

- Revision of forecast for this period: Yes
- Since the Company has applied the “Accounting Standard for Revenue Recognition”, etc., from the beginning of the FY2022, the above forecasts are based on the amounts after the application of the foregoing accounting standard, etc. Therefore, the rate of change compared to the actual value for the FY2021 before the application of the standard are not stated.

Consolidated financial statements

(1) Consolidated balance sheets

(Amount: Million yen)

	FY2021 (As of December 31, 2021)	1st quarter FY2022 (As of March 31, 2022)
Assets		
Current assets		
Cash and deposits	25,797	22,435
Notes and accounts receivable - trade	10,505	11,098
Finished goods	5,610	6,146
Work in process	3,757	4,855
Raw materials and supplies	1,865	2,275
Other	1,094	1,398
Allowance for doubtful accounts	(33)	(31)
Total current assets	48,597	48,178
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,847	14,196
Accumulated depreciation	(9,362)	(9,717)
Buildings and structures, net	4,484	4,478
Machinery, equipment and vehicles	21,128	22,086
Accumulated depreciation	(16,973)	(17,835)
Machinery, equipment and vehicles, net	4,155	4,250
Tools, furniture and fixtures	22,229	22,050
Accumulated depreciation	(20,055)	(19,870)
Tools, furniture and fixtures, net	2,174	2,180
Land	1,170	1,182
Other	737	711
Total property, plant and equipment	12,721	12,803
Intangible assets	494	513
Investments and other assets		
Investment securities	4,848	5,274
Deferred tax assets	270	450
Other	159	214
Allowance for doubtful accounts	(26)	(26)
Total investments and other assets	5,252	5,912
Total non-current assets	18,467	19,230
Total assets	67,065	67,408

(Amount: Million yen)

	FY2021 (As of December 31, 2021)	1st quarter FY2022 (As of March 31, 2022)
Liabilities		
Current liabilities		
Accounts payable - trade	3,439	3,685
Short-term borrowings	1,933	1,978
Accrued expenses	2,812	1,928
Income taxes payable	1,805	831
Other	2,459	2,565
Total current liabilities	12,450	10,990
Non-current liabilities		
Long-term borrowings	94	41
Deferred tax liabilities	540	616
Provision for share benefits	372	408
Retirement benefit liability	821	856
Other	249	263
Total non-current liabilities	2,078	2,186
Total liabilities	14,528	13,176
Net assets		
Shareholders' equity		
Share capital	6,923	6,923
Capital surplus	7,537	7,537
Retained earnings	41,055	41,471
Treasury shares	(7,718)	(7,718)
Total shareholders' equity	47,797	48,214
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,124	1,044
Foreign currency translation adjustment	3,342	4,716
Remeasurements of defined benefit plans	272	256
Total accumulated other comprehensive income	4,739	6,017
Total net assets	52,536	54,232
Total liabilities and net assets	67,065	67,408

(2) Consolidated Statements of income

(Amount: Million yen)

	1st quarter FY2021 (January 1, 2021 through March 31, 2021)	1st quarter FY2022 (January 1, 2022 through March 31, 2022)
Net sales	12,607	13,820
Cost of sales	7,688	8,090
Gross profit	4,919	5,729
Selling, general and administrative expenses	3,616	3,648
Operating profit	1,303	2,080
Non-operating income		
Interest income	6	7
Foreign exchange gains	43	—
Rental income	3	3
Subsidy income	10	34
Surrender value of insurance policies	13	1
Other	37	17
Total non-operating income	115	64
Non-operating expenses		
Interest expenses	5	3
Foreign exchange losses	—	12
Loss on retirement of non-current assets	2	5
Other	10	2
Total non-operating expenses	18	24
Ordinary profit	1,399	2,121
Profit before income taxes	1,399	2,121
Income taxes	354	399
Profit	1,045	1,721
Profit attributable to owners of parent	1,045	1,721

(3) Consolidated Statements of Comprehensive Income

(Amount: Million yen)

	1st quarter FY2021 (January 1, 2021 through March 31, 2021)	1st quarter FY2022 (January 1, 2022 through March 31, 2022)
Profit	1,045	1,721
Other comprehensive income		
Valuation difference on available-for-sale securities	109	(79)
Foreign currency translation adjustment	1,097	1,373
Remeasurements of defined benefit plans, net of tax	(9)	(15)
Total other comprehensive income	1,197	1,278
Comprehensive income	2,243	3,000
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,243	3,000

(Segment Information)

Information on net sales and income by reportable segment

1st quarter FY2021 (January 1, 2021 through March 31, 2021)

(Amount: Million yen)

	Reporting segment				Adjustment (Note 2)	Consolidated
	Photographic Products	Surveillance & FA Lenses	Mobility & Healthcare Products, Others	Total		
Net sales:						
Sales to external customers	8,545	2,204	1,856	12,607	-	12,607
Intersegment sales	-	-	-	-	-	-
Total	8,545	2,204	1,856	12,607	-	12,607
Segment profit (loss)	1,614	(16)	272	1,870	(567)	1,303

(Note)

1. Segment profit (loss) is adjusted to operating profit of consolidated statements of income.
2. Adjustment of segment profit totaled (567) million yen is due to unallocated operating expenses consisted principally of expenses related to general affairs, accounting and other departments of the Company.

1st quarter FY2022 (January 1, 2022 through March 31, 2022)

(Amount: Million yen)

	Reporting segment				Adjustment (Note 2)	Consolidated
	Photographic Products	Surveillance & FA Lenses	Mobility & Healthcare Products, Others	Total		
Net sales:						
Japan	1,909	336	1,401	3,647	-	3,647
North America	1,324	268	10	1,602	-	1,602
Europe	1,424	522	41	1,987	-	1,987
Asia	4,605	1,438	251	6,294	-	6,294
Other	228	17	40	286	-	286
Income from contracts with customers	9,491	2,583	1,745	13,820	-	13,820
Other income	-	-	-	-	-	-
Sales to external customers	9,491	2,583	1,745	13,820	-	13,820
Intersegment sales	-	-	-	-	-	-
Total	9,491	2,583	1,745	13,820	-	13,820
Segment profit	2,222	209	250	2,682	(601)	2,080

(Note)

1. Segment profit is adjusted to operating profit of consolidated statements of income.
2. Adjustment of segment profit totaled (601) million yen is due to unallocated operating expenses consisted principally of expenses related to general affairs, accounting and other departments of the Company.