

## 2nd Quarter FY2023 Consolidated Financial Results

August 8, 2023

(Amounts are rounded down to the nearest million yen)

### 1. Consolidated Results for 2nd quarter FY2023 (January 1, 2023 through June 30, 2023)

#### (1) Consolidated financial results

(% of change from previous 2nd quarter)

	Net Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2Q FY2023	32,752	3.3	6,477	14.2	6,891	15.7	5,329	16.7
2Q FY2022	31,699	-	5,671	-	5,954	-	4,565	-

(Note) Comprehensive income: 2Q FY2023: 7,292 million yen [0.2%] / 2Q FY2022: 7,276 million yen [-%]

	Quarterly net income per share –Basic	Quarterly net income per share –Diluted
	Yen	Yen
2Q FY2023	254.99	-
2Q FY2022	218.89	-

#### (2) Consolidated financial position

	Total assets	Total net assets	Ratio of net assets
	Million yen	Million yen	%
2Q FY2023	82,492	66,044	80.1
FY2022	75,556	60,574	80.2

(Reference) Shareholders' equity: 2Q FY2023: 66,044 million yen / FY2022: 60,574 million yen

### 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
FY2022	-	30.00	-	90.00	120.00
FY2023	-	35.00	-	-	-
FY2023 (forecast)	-	-	-	90.00	125.00

\* Year-end dividends for 2022 include commemorative dividends of 5 yen.

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

### 3. Forecast of consolidated results for FY2023 (January 1, 2023 through December 31, 2023)

(% of change from FY2022)

	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
FY2023	71,000	11.9	12,500	13.2	12,700	10.5	9,400	12.6	449.58

(Note) Revision of forecast for this period: Yes

**Consolidated financial statements**

## (1) Consolidated balance sheets

(Amount: Million yen)

	FY2022 (As of December 31, 2022)	2nd quarter FY2023 (As of June 30, 2023)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	29,948	32,394
Notes and accounts receivable - trade	9,279	11,946
Electronically recorded monetary claims - operating	1,848	1,210
Finished goods	7,531	7,166
Work in process	4,023	4,161
Raw materials and supplies	1,443	1,833
Other	1,360	1,584
Allowance for doubtful accounts	(129)	(76)
<b>Total current assets</b>	55,305	60,221
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	14,638	15,450
Accumulated depreciation	(10,026)	(10,582)
Buildings and structures, net	4,611	4,868
Machinery, equipment and vehicles	22,174	23,298
Accumulated depreciation	(17,998)	(19,007)
Machinery, equipment and vehicles, net	4,176	4,291
Tools, furniture and fixtures	20,796	20,984
Accumulated depreciation	(18,504)	(18,654)
Tools, furniture and fixtures, net	2,291	2,330
Land	1,186	1,209
Other	1,216	2,026
<b>Total property, plant and equipment</b>	13,482	14,725
Intangible assets	542	996
<b>Investments and other assets</b>		
Investment securities	5,533	5,210
Deferred tax assets	426	430
Other	291	933
Allowance for doubtful accounts	(26)	(26)
<b>Total investments and other assets</b>	6,225	6,548
<b>Total non-current assets</b>	20,250	22,270
<b>Total assets</b>	75,556	82,492

(Amount: Million yen)

	FY2022 (As of December 31, 2022)	2nd quarter FY2023 (As of June 30, 2023)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	2,233	3,597
Short-term borrowings	1,908	1,907
Accrued expenses	2,825	3,168
Income taxes payable	2,343	1,862
Other	3,376	3,205
<b>Total current liabilities</b>	<b>12,685</b>	<b>13,740</b>
<b>Non-current liabilities</b>		
Long-term borrowings	-	98
Deferred tax liabilities	567	784
Provision for share benefits	368	351
Retirement benefit liability	1,033	1,115
Other	325	356
<b>Total non-current liabilities</b>	<b>2,295</b>	<b>2,706</b>
<b>Total liabilities</b>	<b>14,981</b>	<b>16,447</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	6,923	6,923
Capital surplus	7,537	7,432
Retained earnings	47,466	48,102
Treasury shares	(7,611)	(4,652)
<b>Total shareholders' equity</b>	<b>54,316</b>	<b>57,805</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,154	1,402
Foreign currency translation adjustment	5,043	6,784
Remeasurements of defined benefit plans	59	52
<b>Total accumulated other comprehensive income</b>	<b>6,258</b>	<b>8,239</b>
<b>Total net assets</b>	<b>60,574</b>	<b>66,044</b>
<b>Total liabilities and net assets</b>	<b>75,556</b>	<b>82,492</b>

(2) Consolidated Statements of income

(Amount: Million yen)

	2nd quarter FY2022 (January 1, 2022 through June 30, 2022)	2nd quarter FY2023 (January 1, 2023 through June 30, 2023)
Net sales	31,699	32,752
Cost of sales	18,415	17,906
Gross profit	13,283	14,845
Selling, general and administrative expenses	7,612	8,368
Operating profit	5,671	6,477
Non-operating income		
Interest income	17	33
Dividend income	46	51
Rental income	7	7
Foreign exchange gains	137	200
Subsidy income	57	66
Other	69	157
Total non-operating income	335	516
Non-operating expenses		
Interest expenses	9	26
Loss on retirement of non-current assets	27	15
Other	15	60
Total non-operating expenses	52	102
Ordinary profit	5,954	6,891
Profit before income taxes	5,954	6,891
Income taxes	1,388	1,562
Profit	4,565	5,329
Profit attributable to owners of parent	4,565	5,329

Consolidated Statements of Comprehensive Income

(Amount: Million yen)

	2nd quarter FY2022 (January 1, 2022 through June 30, 2022)	2nd quarter FY2023 (January 1, 2023 through June 30, 2023)
Profit	4,565	5,329
Other comprehensive income		
Valuation difference on available-for-sale securities	(215)	231
Deferred gains or losses on hedges	(2)	-
Foreign currency translation adjustment	2,960	1,739
Remeasurements of defined benefit plans, net of tax	(31)	(7)
Total other comprehensive income	2,711	1,963
Comprehensive income	7,276	7,292
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,276	7,292

(3) Consolidated statements of cash flows

(Amount: Million yen)

	2nd quarter FY2022 (January 1, 2022 through June 30, 2022)	2nd quarter FY2023 (January 1, 2023 through June 30, 2023)
<b>Cash flows from operating activities</b>		
Profit before income taxes	5,954	6,891
Depreciation	1,302	1,320
Increase (decrease) in provision for share awards	46	34
Increase (decrease) in retirement benefit liability	26	67
Interest and dividend income	(63)	(85)
Interest expenses	9	26
Loss on retirement of property, plant and equipment	27	15
Subsidy income	(57)	(66)
Decrease (increase) in trade receivables	(1,867)	(1,357)
Decrease (increase) in inventories	(261)	361
Increase (decrease) in trade payables	(1,549)	800
Other, net	(334)	(260)
Subtotal	3,233	7,747
Interest and dividends received	64	86
Interest paid	(10)	(27)
Subsidies received	57	66
Income taxes paid	(1,402)	(1,946)
Income taxes refund	24	13
Net cash provided by (used in) operating activities	1,966	5,939
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(1,023)	(1,965)
Purchase of intangible assets	(44)	(448)
Purchase of investment securities	(555)	(0)
Other, net	(51)	89
Net cash provided by (used in) investing activities	(1,673)	(2,324)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	108	61
Proceeds from long-term borrowings	-	136
Repayments of long-term borrowings	(116)	(106)
Purchase of treasury shares	(0)	(0)
Dividends paid	(1,202)	(1,900)
Other, net	(11)	(35)
Net cash provided by (used in) financing activities	(1,222)	(1,845)
Effect of exchange rate change on cash and cash equivalents	1,280	676
Net increase (decrease) in cash and cash equivalents	350	2,446
Cash and cash equivalents at beginning of period	25,832	29,948
Cash and cash equivalents at end of period	26,182	32,394

**(Segment Information)**

2nd quarter FY2022 (January 1, 2022 through June 30, 2022)

(Amount: Million yen)

	Reporting segment				Adjustment (Note 2)	Consolidated
	Photographic Products	Surveillance & FA Lenses	Mobility & Healthcare Products, Others	Total		
Net sales:						
Japan	3,255	524	2,460	6,240	-	6,240
North America	3,520	692	21	4,234	-	4,234
Europe	3,599	1,227	128	4,955	-	4,955
Asia	11,812	3,189	656	15,658	-	15,658
Other	550	60	-	610	-	610
Income from contracts with customers	22,737	5,694	3,267	31,699	-	31,699
Other income	-	-	-	-	-	-
Sales to external customers	22,737	5,694	3,267	31,699	-	31,699
Intersegment sales	-	-	-	-	-	-
Total	22,737	5,694	3,267	31,699	-	31,699
Segment profit	5,766	682	422	6,871	(1,200)	5,671

(Note)

1. Segment profit is adjusted to operating profit of consolidated statements of income.
2. Adjustment of segment profit totaled (1,200) million yen is due to unallocated operating expenses consisted principally of expenses related to general affairs, accounting and other departments of the Company.

2nd quarter FY2023 (January 1, 2023 through June 30, 2023)

(Amount: Million yen)

	Reporting segment				Adjustment (Note 2)	Consolidated
	Photographic Products	Surveillance & FA Lenses	Mobility & Healthcare Products, Others	Total		
Net sales:						
Japan	3,684	425	2,111	6,221	-	6,221
North America	3,357	548	241	4,147	-	4,147
Europe	3,899	1,540	237	5,678	-	5,678
Asia	11,735	2,861	1,303	15,900	-	15,900
Other	749	54	-	804	-	804
Income from contracts with customers	23,425	5,432	3,894	32,752	-	32,752
Other income	-	-	-	-	-	-
Sales to external customers	23,425	5,432	3,894	32,752	-	32,752
Intersegment sales	-	-	-	-	-	-
Total	23,425	5,432	3,894	32,752	-	32,752
Segment profit	6,506	575	669	7,751	(1,273)	6,477

(Note)

1. Segment profit is adjusted to operating profit of consolidated statements of income.
2. Adjustment of segment profit totaled (1,273) million yen is due to unallocated operating expenses consisted principally of expenses related to general affairs, accounting and other departments of the Company.