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Consolidated Financial Results for the Nine Months Ended December 31, 2021 [Japanese GAAP]



February 10, 2022

Company name: KATO WORKS CO., LTD.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6390
 URL: <http://www.kato-works.co.jp>
 Representative: Kimiyasu Kato, President and Representative Director
 Contact: Yasushi Ishimaru, Executive Officer and General Manager, Finance Control Department
 Phone: +81-3-3458-1130
 Scheduled date of filing quarterly securities report: February 14, 2022
 Scheduled date of commencing dividend payments: –
 Availability of supplementary briefing materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2021 (April 1, 2021 - December 31, 2021)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2021	43,770	11.9	(5,805)	–	(5,736)	–	(4,698)	–
December 31, 2020	39,114	(29.5)	(2,261)	–	(1,988)	–	(2,320)	–

(Note) Comprehensive income: Nine months ended December 31, 2021: ¥(3,410) million [–%]

Nine months ended December 31, 2020: ¥(2,052) million [–%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	(400.98)	–
December 31, 2020	(198.06)	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2021	108,295	47,949	43.3
As of March 31, 2021	115,822	51,494	43.6

(Reference) Equity: As of December 31, 2021: ¥46,863 million

As of March 31, 2021: ¥50,507 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	–	0.00	–	10.00	10.00
Fiscal year ending March 31, 2022	–	0.00	–		
Fiscal year ending March 31, 2022 (Forecast)				10.00	10.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022 (April 1, 2021 - March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	Yen
	65,700	12.3	(2,600)	–	(2,900)	–	(3,100)	(264.57)

(Note) Revision to the financial results forecast announced most recently: None

Operating profit, ordinary profit and profit attributable to owners of parent for the nine months ended December 31, 2021 fell short of the consolidated financial results forecast for the fiscal year ending March 31, 2022, because a Chinese consolidated subsidiary recorded a ¥4.8 billion provision of allowance for doubtful accounts as selling, general and administrative expenses. However, the Company left unchanged the full-year forecast it announced on August 6, 2021, as it is difficult at present to reasonably calculate the impact of the dissolution and liquidation of a consolidated subsidiary in Thailand and that of the solicitation of voluntary retirement, which are mentioned in the significant subsequent events section of this document. The Company will announce a revised financial results forecast immediately after it becomes possible.

