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Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 [Japanese GAAP]



May 12, 2023

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: Hidetada Yanagihara, Executive Officer and General Manager, Finance Control Department
 Phone: +81-3-3458-1130
 Scheduled date of general shareholders' meeting: June 29, 2023
 Scheduled date of commencing dividend payments: June 30, 2023
 Scheduled date of filing securities report: June 30, 2023
 Availability of supplementary briefing materials on annual financial results: Available
 Schedule of annual financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 - March 31, 2023)

(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	%
Fiscal year ended								
March 31, 2023	57,530	(9.5)	1,258	—	1,865	—	2,403	—
March 31, 2022	63,549	8.6	(7,222)	—	(6,929)	—	(9,575)	—

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥2,777 million [-%]

Fiscal year ended March 31, 2022: ¥(7,121) million [-%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended					
March 31, 2023	205.09	—	5.4	1.9	2.2
March 31, 2022	(817.19)	—	(20.4)	(6.3)	(11.4)

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2023: ¥42 million
 Fiscal year ended March 31, 2022: ¥70 million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2023	98,799	46,906	46.2	3,899.40
As of March 31, 2022	102,645	44,245	42.0	3,682.00

(Reference) Equity: As of March 31, 2023: ¥45,689 million
 As of March 31, 2022: ¥43,142 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at year-end
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2023	6,471	1,369	(6,606)	19,977
March 31, 2022	9,547	496	(6,637)	18,669

2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2022	–	0.00	–	10.00	10.00	117	–	0.2
March 31, 2023	–	0.00	–	30.00	30.00	351	14.6	0.7
March 31, 2024 (Forecast)	–	20.00	–	20.00	40.00		23.4	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(% 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
	60,000	4.3	1,200	(4.7)	900	(51.8)	2,000	(16.8)	170.69

*** Notes:**

- (1) Changes in significant subsidiaries during the fiscal year under review: None
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
Newly included: – (), Excluded: – ()
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (3) Total number of shares issued and outstanding (common stock)
- 1) Total number of shares issued and outstanding at the end of the year (including treasury shares):

March 31, 2023:	11,743,587 shares
March 31, 2022:	11,743,587 shares
 - 2) Total number of treasury shares at the end of the year:

March 31, 2023:	26,508 shares
March 31, 2022:	26,335 shares
 - 3) Average number of shares during the year:

Year ended March 31, 2023:	11,717,130 shares
Year ended March 31, 2022:	11,717,264 shares

(Reference) Summary of Non-consolidated Financial Results**1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 - March 31, 2023)**

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2023	50,974	(6.3)	1,741	–	2,417	–	3,672	–
March 31, 2022	54,405	6.1	(2,294)	–	(2,982)	–	(6,113)	–

Year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	313.45	–
March 31, 2022	(521.71)	–

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2023	84,584	37,696	44.6	3,217.25
As of March 31, 2022	86,827	34,116	39.3	2,911.63

(Reference) Equity: As of March 31, 2023: ¥37,696 million

As of March 31, 2022: ¥34,116 million

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

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

The financial results forecast and other forward-looking statements described herein are based on the information currently available to the Company and certain assumptions that the Company considers reasonable, and actual financial results may significantly differ from the forecast and statements due to various factors.

For the assumptions underlying the financial results forecast and the notes on the use of the financial results forecast, please see “(4) Future Outlook” under “1. Overview of Operating Results, etc.” on page 5 of the Attachment.