



Consolidated Financial Results for the six months of Fiscal Year 2022

(Fiscal Year 2022: Year ending March 31, 2022)

November 8, 2021

Company Name	NORITAKE CO., LIMITED
Stock Exchange Listings	Tokyo, Nagoya
Code Number	5331
URL	https://www.noritake.co.jp/eng/
Representative	Hiroshi Kato, President
Contact Person	Yoshimasa Nakamura, Executive Officer, Group Deputy General Manager of Corporate Administration Group, General Manager of Finance and Accounting Dept. (Tel: +81-52-561-7116)

(Millions of Yen: Amounts less than 1 million yen are omitted.)

1. Consolidated Financial Results for the six months of Fiscal Year 2022

(April 1, 2021 - September 30, 2021)

(1) Operating Results

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Six months of FY 2022	61,459	22.5%	4,194	—	5,686	765.8%
Six months of FY 2021	50,189	(18.9%)	(260)	—	656	(82.3%)

	Profit Attributable to Owners of Parent		Basic Earnings per Share	Diluted Earnings per Share
	Millions of Yen	Change	Yen	Yen
Six months of FY 2022	4,206	—	291.40	—
Six months of FY 2021	(20)	—	(1.44)	—

(2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
2nd quarter of FY 2022	158,176	114,433	71.9	7,882.09
FY 2021	154,905	113,988	71.6	7,684.78

(Reference) Shareholders' Equity : 2nd quarter of
 FY 2022 113,770 million yen
 FY 2021 110,926 million yen

2. Dividends

	Dividends per Share		
	Interim (Yen)	Year-End (Yen)	Total (Yen)
FY 2021	30.00	30.00	60.00
FY 2022 (Actual)	70.00	—	—
FY 2022 (Forecast)	—	70.00	140.00

(Note) Revisions to forecast of dividends per share for FY 2022 : None

3. Forecast of Consolidated Financial Results for Fiscal Year 2022 *

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2022	128,000	19.6%	9,000	251.9%	11,500	156.7%

	Profit Attributable to Owners of Parent		Basic Earnings per Share
	Millions of Yen	Change	Yen
FY 2022	8,500	202.8%	588.89

(Note) Revisions to forecast of consolidated financial results : None

4. Other Information

- (1) Status changes of specified subsidiaries involving changes in the scope of consolidation : None
- (2) Adoption of accounting methods used specifically for quarterly consolidated financial statements : None
- (3) Change in accounting policies, accounting estimates or restatement
- ① Changes in accordance with revision of accounting standards : Yes
 - ② Other changes in accounting policies : None
 - ③ Changes in accounting estimates : None
 - ④ Restatement : None

(Note) Noritake has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) from the beginning of FY 2022. However, the impact of application of the Accounting Standard for Revenue Recognition on consolidated financial statements for the six months of FY 2022 is immaterial.

(4) Number of shares outstanding (Common Shares)

	Outstanding shares at end of period (including treasury shares)	Treasury shares at end of period	Average number of shares outstanding over period	
2nd quarter of FY 2022	14,842,849	408,815	2nd quarter of FY 2022	14,434,306
FY 2021	14,842,849	408,280	2nd quarter of FY 2021	14,422,884

*** Cautionary Statement:**

1. This report is not subject to quarterly review procedures by certified public accountants or auditing firms.
2. Forecast of consolidated financial results for FY 2022 is based on management’s assumptions and beliefs in the light of information currently available. A number of important risks and uncertainties could cause actual results to differ materially from it, therefore Noritake suggests that you should not place undue reliance on it for investment purpose and so forth.

CONSOLIDATED BALANCE SHEETS

	FY 2021	FY 2022 2Q
	As of March 31, 2021	As of September 30, 2021
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	12,262	12,793
Notes and accounts receivable - trade	27,005	28,547
Electronically recorded monetary claims - operating	3,724	4,621
Merchandise and finished goods	9,226	9,002
Work in process	5,929	6,767
Raw materials and supplies	5,144	5,599
Other	1,807	2,096
Allowance for doubtful accounts	(42)	(145)
Total current assets	65,058	69,283
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,201	18,398
Other, net	26,729	26,753
Total property, plant and equipment	44,930	45,152
Intangible assets	1,424	1,476
Investments and other assets		
Investment securities	39,953	38,566
Retirement benefit asset	2,455	2,476
Other	1,200	1,335
Allowance for doubtful accounts	(117)	(114)
Total investments and other assets	43,492	42,263
Total non-current assets	89,847	88,892
Total assets	154,905	158,176

	FY 2021	FY 2022 2Q
	As of March 31, 2021	As of September 30, 2021
	Millions of Yen	Millions of Yen
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,291	8,957
Electronically recorded obligations - operating	7,122	8,247
Short-term borrowings	6,983	6,935
Current portion of long-term borrowings	9	9
Income taxes payable	897	1,313
Provision for bonuses	1,544	1,519
Notes payable - facilities	99	116
Electronically recorded obligations - non-operating	379	1,028
Other	4,488	5,246
Total current liabilities	29,816	33,374
Non-current liabilities		
Long-term borrowings	905	900
Provisions	563	577
Retirement benefit liability	1,657	1,625
Other	7,974	7,263
Total non-current liabilities	11,101	10,367
Total liabilities	40,917	43,742
Net assets		
Shareholders' equity		
Share capital	15,632	15,632
Capital surplus	18,560	18,502
Retained earnings	64,388	68,146
Treasury shares	(1,158)	(1,160)
Total shareholders' equity	97,423	101,121
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15,946	14,431
Foreign currency translation adjustment	(3,788)	(3,010)
Remeasurements of defined benefit plans	1,344	1,227
Total accumulated other comprehensive income	13,502	12,648
Non-controlling interests	3,061	663
Total net assets	113,988	114,433
Total liabilities and net assets	154,905	158,176

CONSOLIDATED STATEMENTS OF INCOME

	FY 2021 2Q (April 1, 2020 through September 30, 2020)	FY 2022 2Q (April 1, 2021 through September 30, 2021)
	Millions of Yen	Millions of Yen
Net sales	50,189	61,459
Cost of sales	38,520	44,633
Gross profit	11,668	16,825
Selling, general and administrative expenses		
Selling expenses	7,928	8,418
General and administrative expenses	4,001	4,212
Total selling, general and administrative expenses	11,929	12,630
Operating profit (loss)	(260)	4,194
Non-operating income		
Interest income	48	20
Dividend income	382	370
Rental income	237	233
Foreign exchange gains	15	201
Share of profit of entities accounted for using equity method	243	660
Other	109	138
Total non-operating income	1,037	1,625
Non-operating expenses		
Interest expenses	11	12
Rental expenses on non-current assets	76	81
Other	30	40
Total non-operating expenses	119	134
Ordinary profit	656	5,686
Extraordinary income		
Gain on sale of non-current assets	2	0
Gain on sale of investment securities	—	3
Total extraordinary income	2	4
Extraordinary losses		
Loss on disposal of non-current assets	32	219
Disposal costs of buried objects	—	285
Extra retirement payments	44	—
Other	—	8
Total extraordinary losses	77	513
Profit before income taxes	581	5,177
Income taxes - current	460	1,140
Income taxes - deferred	103	(178)
Total income taxes	563	961
Profit	18	4,215
Profit attributable to non-controlling interests	38	9
Profit (loss) attributable to owners of parent	(20)	4,206

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FY 2021 2Q (April 1, 2020 through September 30, 2020)	FY 2022 2Q (April 1, 2021 through September 30, 2021)
	Millions of Yen	Millions of Yen
Profit	18	4,215
Other comprehensive income		
Valuation difference on available-for-sale securities	2,816	(1,514)
Foreign currency translation adjustment	(588)	812
Remeasurements of defined benefit plans, net of tax	5	(117)
Share of other comprehensive income of entities accounted for using equity method	(11)	(0)
Total other comprehensive income	2,222	(819)
Comprehensive income	2,240	3,395
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,249	3,351
Comprehensive income attributable to non-controlling interests	(8)	43

CONSOLIDATED STATEMENTS OF CASH FLOWS

	FY 2021 2Q	FY 2022 2Q
	(April 1, 2020 through September 30, 2020)	(April 1, 2021 through September 30, 2021)
	Millions of Yen	Millions of Yen
Cash flows from operating activities		
Profit before income taxes	581	5,177
Depreciation	2,371	2,314
Increase (decrease) in allowance for doubtful accounts	(2)	96
Increase (decrease) in net defined benefit liability and asset	(12)	(228)
Increase (decrease) in provisions	1	14
Interest and dividend income	(431)	(390)
Interest expenses	11	12
Share of loss (profit) of entities accounted for using equity method	(243)	(660)
Loss (gain) on sale of short-term and long-term investment securities	—	(3)
Loss (gain) on sale and retirement of property, plant and equipment and intangible assets	30	503
Decrease (increase) in trade receivables	4,457	(2,283)
Decrease (increase) in inventories	(85)	(889)
Increase (decrease) in trade payables	(4,067)	1,718
Other, net	422	201
Subtotal	3,033	5,580
Interest and dividends received	431	390
Interest paid	(12)	(12)
Income taxes paid	(576)	(513)
Net cash provided by (used in) operating activities	2,876	5,445
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(4,753)	(2,081)
Proceeds from sale of property, plant and equipment and intangible assets	29	28
Purchase of investment securities	(13)	(146)
Proceeds from sale of investment securities	5	10
Loan advances	(33)	(88)
Proceeds from collection of loans receivable	29	10
Payments into time deposits	(1,854)	(1,846)
Proceeds from withdrawal of time deposits	1,850	1,962
Other, net	(178)	(7)
Net cash provided by (used in) investing activities	(4,920)	(2,158)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	3,088	(49)
Repayments of long-term borrowings	(4)	(4)
Proceeds from sale of treasury shares	0	—
Purchase of treasury shares	(2)	(2)
Dividends paid	(732)	(439)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	—	(2,483)
Other, net	(26)	(17)
Net cash provided by (used in) financing activities	2,321	(2,997)
Effect of exchange rate change on cash and cash equivalents	(116)	235
Net increase (decrease) in cash and cash equivalents	161	525
Cash and cash equivalents at beginning of period	9,939	9,741
Cash and cash equivalents at end of period	10,101	10,266

SEGMENT INFORMATION

FY 2021 2Q (April 1, 2020 through September 30, 2020) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
Sales to external customers	22,314	15,130	10,320	2,424	50,189
Operating profit (loss)	(1,592)	1,013	968	(650)	(260)

FY 2022 2Q (April 1, 2021 through September 30, 2021) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
Revenue from contracts with customers	28,000	20,778	10,185	2,495	61,459
Sales to external customers	28,000	20,778	10,185	2,495	61,459
Operating profit (loss)	1,253	2,884	775	(718)	4,194