

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended April 30, 2023 (Based on Japanese GAAP)

June 12, 2023

Company name: Ascentech K.K.
 Stock exchange listing: Tokyo
 Stock code: 3565 URL <https://www.ascentech.co.jp/>
 Representative: CEO Takashi Matsuura
 Inquiries: CFO Masanobu Sato TEL 03(5296)9331
 Scheduled date to file Quarterly Securities Report: June 12, 2023
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended April 30, 2023 (from February 1, 2023 to April 30, 2023)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended April 30, 2023	1,385	(11.3)	186	(3.3)	194	(6.7)	128	(11.2)
Three months ended April 30, 2022	1,561	(9.7)	192	(11.6)	208	(2.7)	144	(4.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended April 30, 2023	9.69		—	
Three months ended April 30, 2022	10.81		10.80	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2023	4,163	2,689	64.5
As of January 31, 2023	3,897	2,639	67.6

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended January 31, 2023	—	0.00	—	7.00	7.00
Year ending January 31, 2024	—				
Year ending January 31, 2024 (Forecast)		0.00	—	7.00	7.00

3. Forecast of non-consolidated financial results for the year ending January 31, 2024 (from February 1, 2023 to January 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending July 31, 2023	3,100	1.3	370	10.1	370	0.9	255	0.3	19.22
Full year	6,450	2.1	730	21.0	730	18.2	500	13.7	37.69

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of April 30, 2023	13,536,800 shares	As of January 31, 2023	13,536,800 shares
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Number of treasury shares at the end of the period

As of April 30, 2023	271,172 shares	As of January 31, 2023	271,172 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended April 30, 2023	13,265,628 shares	Three months ended April 30, 2022	13,396,428 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of January 31, 2023	As of April 30, 2023
Assets		
Current assets		
Cash and deposits	1,548,518	2,127,298
Accounts receivable - trade	1,028,306	792,707
Merchandise	523,096	438,646
Work in process	10,706	—
Other	164,952	181,173
Total current assets	3,275,579	3,539,825
Non-current assets		
Property, plant and equipment	58,830	53,709
Intangible assets	110,978	119,790
Investments and other assets		
Other	461,747	459,649
Allowance for doubtful accounts	(9,720)	(9,720)
Total investments and other assets	452,027	449,929
Total non-current assets	621,835	623,428
Total assets	3,897,415	4,163,254
Liabilities		
Current liabilities		
Accounts payable - trade	344,326	438,175
Income taxes payable	80,552	62,130
Contract liabilities	738,804	815,412
Other	63,502	127,458
Total current liabilities	1,227,186	1,443,176
Non-current liabilities		
Other	30,755	30,755
Total non-current liabilities	30,755	30,755
Total liabilities	1,257,941	1,473,931
Net assets		
Shareholders' equity		
Share capital	235,653	235,653
Capital surplus	250,038	250,038
Retained earnings	2,373,553	2,409,245
Treasury shares	(246,831)	(246,831)
Total shareholders' equity	2,612,413	2,648,105
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	24,242	34,441
Deferred gains or losses on hedges	(3,033)	924
Total valuation and translation adjustments	21,208	35,366
Share acquisition rights	5,851	5,851
Total net assets	2,639,473	2,689,322
Total liabilities and net assets	3,897,415	4,163,254

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended April 30, 2022	Three months ended April 30, 2023
Net sales	1,561,681	1,385,370
Cost of sales	1,235,470	1,060,943
Gross profit	326,210	324,426
Selling, general and administrative expenses	133,485	138,097
Operating profit	192,724	186,329
Non-operating income		
Interest income	7	1,826
Interest on securities	—	284
Foreign exchange gains	15,663	6,342
Other	417	42
Total non-operating income	16,088	8,496
Non-operating expenses		
Interest expenses	50	—
Total non-operating expenses	50	—
Ordinary profit	208,762	194,825
Profit before income taxes	208,762	194,825
Income taxes - current	58,658	57,272
Income taxes - deferred	5,278	9,002
Total income taxes	63,936	66,275
Profit	144,825	128,550