

# Consolidated Financial Results for the First Quarter Ended June 30, 2022 (Japan GAAP)

English Translation of *Kessan Tanshin*

(Summary for reference)

August 3, 2022

Company Name: **CASIO COMPUTER CO., LTD.**

(URL <https://www.casio.com/jp/>)

Stock Exchange Listings: Tokyo

Code Number: 6952

Representative: Kazuhiro Kashio, President and CEO, Chairman of the Board

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Filing of Securities Report (*Shihanki Hokokusho*) (scheduled): August 12, 2022

Start of distribution of dividends (scheduled): -

Preparation of supplementary explanatory materials: Yes

Conducting results briefing for the quarter: Yes

(Monetary amounts are rounded to the nearest million yen.)

## 1. Consolidated Financial Results for the Three Months (From April 1, 2022 to June 30, 2022)

(Millions of yen)

### (1) Operating Results

(Percentages indicate changes from the same period of the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
		%		%		%		%
Three months ended June 30, 2022	61,269	3.2	4,835	(16.9)	5,691	(6.5)	4,216	(2.0)
Three months ended June 30, 2021	59,375	48.4	5,821	-	6,086	-	4,304	-

(Note) Comprehensive income: Three months ended June 30, 2022: 10,411 million yen 147.7 %  
Three months ended June 30, 2021: 4,203 million yen 234.1 %

	Basic earnings per share (Yen)	Diluted earnings per share (Yen)
Three months ended June 30, 2022	17.60	-
Three months ended June 30, 2021	17.74	-

(Note) Diluted earnings per share are not shown as there are no dilutive shares.

### (2) Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio
As of June 30, 2022	340,502	221,652	65.1 %
As of March 31, 2022	337,275	218,897	64.9

(Reference) Equity: As of June 30, 2022: 221,652 million yen  
As of March 31, 2022: 218,897 million yen

## 2. Dividends

	Dividends per share (Yen)				
	June 30	September 30	December 31	March 31	Total
Year ended March 31, 2022	-	22.50	-	22.50	45.00
Year ending March 31, 2023	-	-	-	-	-
Year ending March 31, 2023 (Forecast)	-	-	-	-	-

(Note) Revision of most recent dividends forecast: No

The dividends forecast for the fiscal year ending March 31, 2023 has yet to be determined.

### 3. Consolidated Results Forecasts for Fiscal 2023 (From April 1, 2022 to March 31, 2023)

(Millions of yen)

(Percentages indicate changes compared to the corresponding periods of the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
		%		%		%		%	Yen
First Half	130,000	3.2	10,000	(16.9)	9,000	(26.7)	6,500	(26.2)	27.15
Fiscal 2023	270,000	7.0	27,000	22.7	25,000	12.7	17,500	10.1	73.12

(Note) Revision of most recent consolidated results forecasts: No

#### Notes

(1) Changes in significant subsidiaries (Changes in scope of consolidation): No

Newly included: -

Excluded: -

(2) Application of the special accounting methods to the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatements

(a) Changes in accounting policies due to revision of accounting standards: Yes

(b) Changes in accounting policies other than (a) above: No

(c) Changes in accounting estimates: No

(d) Retrospective restatements: No

(Note) Please refer to Changes in Accounting Policies on page 8.

(4) Number of shares outstanding (common shares)

(a) Number of shares outstanding (including treasury shares):

As of June 30, 2022: 249,020,914 shares

As of March 31, 2022: 249,020,914 shares

(b) Number of treasury shares:

As of June 30, 2022: 9,872,209 shares

As of March 31, 2022: 8,208,844 shares

(c) Average number of shares outstanding (cumulative for all quarters):

Three months ended June 30, 2022: 239,586,591 shares

Three months ended June 30, 2021: 242,603,980 shares

This report of consolidated financial results is outside the scope of quarterly review of certified public accountants and audit corporations.

#### Proper Use of Business Results Forecasts and Other Notes

(Caution Concerning Forward-looking Statements)

1. The forward-looking statements contained in these materials, including business results forecasts, are based on information currently available to the company and on certain assumptions deemed to be reasonable, and are not intended to be construed as assurance that they will be accomplished in the future. Actual business results may differ substantially due to a number of factors.
2. The supplementary explanatory materials for the financial results are published on the company's official website on August 3, 2022.

## ATTACHED MATERIALS

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## Consolidated Financial Statements and Notes

### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	98,093	91,004
Notes and accounts receivable - trade	27,825	27,891
Electronically recorded monetary claims - operating	1,190	1,232
Securities	37,000	41,999
Finished goods	44,829	49,676
Work in process	5,704	6,406
Raw materials and supplies	10,284	11,538
Other	6,462	7,180
Allowance for doubtful accounts	(619)	(585)
<b>Total current assets</b>	<b>230,768</b>	<b>236,341</b>
<b>Non-current assets</b>		
Property, plant and equipment		
Land	33,046	33,104
Other, net	24,339	25,032
Total property, plant and equipment	57,385	58,136
Intangible assets		
	9,920	10,376
Investments and other assets		
Investment securities	16,496	12,091
Retirement benefit asset	15,849	16,161
Other	6,885	7,426
Allowance for doubtful accounts	(28)	(29)
Total investments and other assets	39,202	35,649
<b>Total non-current assets</b>	<b>106,507</b>	<b>104,161</b>
<b>Total assets</b>	<b>337,275</b>	<b>340,502</b>

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	19,235	18,588
Short-term borrowings	235	211
Current portion of long-term borrowings	8,000	8,000
Income taxes payable	2,429	3,153
Provision for product warranties	720	720
Provision for business restructuring	1,082	1,052
Other	39,965	39,991
<b>Total current liabilities</b>	<b>71,666</b>	<b>71,715</b>
<b>Non-current liabilities</b>		
Long-term borrowings	41,500	41,500
Provision for business restructuring	320	228
Retirement benefit liability	653	665
Other	4,239	4,742
<b>Total non-current liabilities</b>	<b>46,712</b>	<b>47,135</b>
<b>Total liabilities</b>	<b>118,378</b>	<b>118,850</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	48,592	48,592
Capital surplus	50,137	50,137
Retained earnings	124,416	123,213
Treasury shares	(12,263)	(14,500)
<b>Total shareholders' equity</b>	<b>210,882</b>	<b>207,442</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	2,626	2,989
Foreign currency translation adjustment	3,705	9,755
Remeasurements of defined benefit plans	1,684	1,466
<b>Total accumulated other comprehensive income</b>	<b>8,015</b>	<b>14,210</b>
<b>Total net assets</b>	<b>218,897</b>	<b>221,652</b>
<b>Total liabilities and net assets</b>	<b>337,275</b>	<b>340,502</b>

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income****Consolidated Statements of Income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
<b>Net sales</b>	59,375	61,269
Cost of sales	33,292	34,820
<b>Gross profit</b>	26,083	26,449
Selling, general and administrative expenses		
Salaries, allowances and bonuses	7,765	8,210
Other	12,497	13,404
Total selling, general and administrative expenses	20,262	21,614
<b>Operating profit</b>	5,821	4,835
Non-operating income		
Interest income	99	116
Foreign exchange gains	173	809
Other	107	55
Total non-operating income	379	980
Non-operating expenses		
Interest expenses	52	60
Other	62	64
Total non-operating expenses	114	124
<b>Ordinary profit</b>	6,086	5,691
Extraordinary income		
Gain on sale of non-current assets	2	-
Total extraordinary income	2	-
Extraordinary losses		
Loss on retirement of non-current assets	6	6
Total extraordinary losses	6	6
<b>Profit before income taxes</b>	6,082	5,685
Income taxes	1,778	1,469
<b>Profit</b>	4,304	4,216
<b>Profit attributable to owners of parent</b>	4,304	4,216

**Consolidated Statements of Comprehensive Income**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
<b>Profit</b>	4,304	4,216
Other comprehensive income		
Valuation difference on available-for-sale securities	(363)	363
Foreign currency translation adjustment	461	6,050
Remeasurements of defined benefit plans, net of tax	(199)	(218)
Total other comprehensive income	(101)	6,195
<b>Comprehensive income</b>	4,203	10,411
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,203	10,411
Comprehensive income attributable to non-controlling interests	-	-

### (3) Notes to Consolidated Financial Statements

#### Notes on Premise of Going Concern

Not applicable.

#### Notes on Significant Changes in Shareholders' Equity

The Company conducted an acquisition of treasury shares based on a resolution of the meeting of the board of directors held on February 21, 2022. As a result, there was an increase of 2,237 million yen in treasury shares in the first quarter of the fiscal year ending March 31, 2023.

#### Changes in Accounting Policies

Application of ASU2016-02 "Leases"

At foreign consolidated subsidiaries adopting U.S. GAAP, ASU2016-02 "Leases" has been applied from the first quarter of the fiscal year ending March 31, 2023. Due to this application, lessees, in principle, record all leases as assets and liabilities on the balance sheets. In applying the accounting standard, the method which the cumulative effect of a change in accounting policy is recognized at the date of application have been adopted in line with the transitional treatment of the standard.

As a result, the balance of "other, net" in property, plant and equipment at the end of June 30, 2022 increased by 470 million yen, and "other" in current liabilities increased by 119 million yen, and "other" in non-current liabilities increased by 356 million yen. The effect of this change in accounting policy on consolidated profit and loss in the first quarter of the fiscal year ending March 31, 2023 is immaterial.

#### Segment Information

I Three months ended June 30, 2021

Information on Net Sales and Profit or Loss for Each Reportable Segment (Millions of yen)

	Reportable segments					Adjustments (Note 1)	Amounts in consolidated statement of income (Note 2)
	Timepieces	Consumer	System Equipment	Others	Total		
Net sales							
(1) External customers	36,987	18,224	2,967	1,197	59,375	-	59,375
(2) Intersegment	-	0	9	1,785	1,794	(1,794)	-
Total	36,987	18,224	2,976	2,982	61,169	(1,794)	59,375
Segment profit (loss)	7,338	1,406	(751)	69	8,062	(2,241)	5,821

Notes: 1. The 2,241 million yen downward adjustment to segment profit (loss) includes corporate expenses of 2,241 million yen that are not allocated to any reportable segments. Corporate expenses principally consist of administrative expenses of the parent company and R&D expenses for fundamental research, which are not attributable to any reportable segments.

2. Segment profit (loss) is reconciled with operating profit in the consolidated statement of income.

II Three months ended June 30, 2022

Information on Net Sales and Profit or Loss for Each Reportable Segment (Millions of yen)

	Reportable segments					Adjustments (Note 1)	Amounts in consolidated statement of income (Note 2)
	Timepieces	Consumer	System Equipment	Others	Total		
Net sales							
(1) External customers	36,779	20,553	2,695	1,242	61,269	-	61,269
(2) Intersegment	-	-	6	1,346	1,352	(1,352)	-
Total	36,779	20,553	2,701	2,588	62,621	(1,352)	61,269
Segment profit (loss)	5,563	1,840	(813)	108	6,698	(1,863)	4,835

Notes: 1. The 1,863 million yen downward adjustment to segment profit (loss) includes corporate expenses of 1,863 million yen that are not allocated to any reportable segments. Corporate expenses principally consist of administrative expenses of the parent company and R&D expenses for fundamental research, which are not attributable to any reportable segments.

2. Segment profit (loss) is reconciled with operating profit in the consolidated statement of income.