Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 10, 2023

Company name: Sangetsu Corporation Stock exchange listing: Tokyo, Nagoya

Stock code: URL https://www.sangetsu.co.jp/

Representative: Representative Director, President and CEO Shosuke Yasuda

Executive Officer in charge of administration

and General Manager of the Finance and Tatsuo Sukekawa TEL 052-564-3333 Inquiries:

Accounting Department

Scheduled date to file Quarterly Securities Report: February 14, 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. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes					hanges
Ordinary profit				attributa ers of pa	
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	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2022	127,029	18.2	14,622	200.8	15,006	197.1	10,373	243.8
Nine months ended December 31, 2021	107,488	_	4,861	9.3	5,051	4.2	3,017	(12.5)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	176.81	176.69
Nine months ended December 31, 2021	50.59	50.55

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	160,294	92,676	57.8
As of March 31, 2022	147,943	88,326	59.4

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 March 31, 2022	_	35.00	_	35.00	70.00		
Year ending March 31, 2023	=	40.00	_				
Year ending March 31, 2023 (Forecast)				65.00	105.00		

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

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	Net sales		Operating pr	ofit	Ordinary pro	ofit	Profit attributa owners of pa		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	174,000	16.4	20,000	151.3	20,500	149.9	13,500	_	230.10

4. Notes

 $(1) \ Changes \ in \ significant \ subsidiaries \ during \ the \ nine \ months \ ended \ December \ 31,2022$

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) 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:

Changes in accounting policies due to other reasons:

No

No

No

Restatement of prior period financial statements:

No

(4) Number of issued shares (common shares)

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

Total number of issued shares at the end of	Total number of issued shares at the end of the period (increding fleasary shares)							
As of December 31, 2022	59,200,000 shares	As of March 31, 2022	59,200,000 shares					
Number of treasury shares at the end of the	period							
As of December 31, 2022	519,268 shares	As of March 31, 2022	552,040 shares					
Average number of shares during the period (cumulative from the beginning of the fiscal year)								
Nine months ended December 31, 2022	58,668,939 shares	Nine months ended December 31, 2021	59,645,719 shares					

Quarterly consolidated financial statements Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	18,347	19,718
Notes and accounts receivable - trade, and contract assets	34,148	35,081
Electronically recorded monetary claims - operating	16,028	21,027
Securities	300	300
Merchandise and finished goods	14,700	19,965
Work in process	179	325
Raw materials and supplies	2,843	3,015
Other	1,448	1,450
Allowance for doubtful accounts	(471)	(526)
Total current assets	87,525	100,357
Non-current assets		
Property, plant and equipment		
Land	16,435	16,937
Other, net	18,849	18,410
Total property, plant and equipment	35,285	35,348
Intangible assets		
Software	1,794	1,387
Goodwill	1,474	1,383
Other	789	917
Total intangible assets	4,058	3,688
Investments and other assets		
Investment securities	8,656	8,761
Investment property	5,421	4,991
Guarantee deposits	1,504	1,517
Deferred tax assets	4,425	4,573
Other	1,171	1,168
Allowance for doubtful accounts	(106)	(111)
Total investments and other assets	21,073	20,900
Total non-current assets	60,417	59,936
Total assets	147,943	160,294

Disabilities		As of March 31, 2022	As of December 31, 2022
Notes and accounts payable - trade 13,810 15,811 Contract liabilities 1,240 1,489 Electronically recorded obligations - operating 12,741 14,907 Short-term borrowings 862 2,678 Current portion of long-term borrowings 1,101 8,203 Lease liabilities 114 138 Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) - 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,89 Asset retirement benefits for directors (and other officers) 1,144 1,150 Other 605 646 Total liabili	Liabilities		
Contract liabilities	Current liabilities		
Electronically recorded obligations - operating 12,741 14,907 Short-term borrowings 862 2,678 Current portion of long-term borrowings 1,101 8,203 Lease liabilities 114 138 Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) - 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 284 320 Non-current liabilities 395 303 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 13,616 3,616 Total surplus 13,516 3,616 Capital surplus 19,773 17,15	Notes and accounts payable - trade	13,810	15,811
Short-term borrowings 862 2,678 Current portion of long-term borrowings 1,101 8,203 Lease liabilities 1114 138 Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) - 185 Provision for bonuses for directors (and other officers) - 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 7,734 19 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total liabilities 18,857 11,356 Total liabilities 18,857 11,356 Total surplus 19,773 17,150		1,240	1,489
Current portion of long-term borrowings 1,101 8,203 Lease liabilities 114 138 Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) - 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 2 40,758 56,261 Non-current liabilities 284 320 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,50 Other 605 646 Total non-current liabilities 59,616 67,617 Net assets 3 13,516 13,616 13,616 Capital surplus 19,773 17,150 646 646 646	Electronically recorded obligations - operating	12,741	14,907
Lease liabilities 114 138 Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) – 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 840,758 56,261 Non-current liabilities 284 320 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total sibilities 13,616 13,616 Capital liabilities 19,773 17,150 Ret assets Share capital 13,616 13,616 Capital surplus 19,773 10,5	Short-term borrowings	862	2,678
Income taxes payable 2,777 3,272 Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) – 185 Provision for poduct warranties 460 448 Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current liabilities 284 320 Long-term borrowings 7,734 19 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total inon-current liabilities 18,857 11,356 Total series 18,857 11,356 Total procurrent liabilities 19,757 6,050 Retained earning 19,733 17,150 Share capital 13,616 13,616	Current portion of long-term borrowings	1,101	8,203
Provision for bonuses 1,983 2,006 Provision for bonuses for directors (and other officers) — 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current borrowings 7,734 19 Lease liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total iabilities 18,857 11,356 Total liabilities 13,616 37,617 Net assets 31,3616 13,616 Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other co	Lease liabilities	114	138
Provision for bonuses for directors (and other officers) — 185 Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current liabilities 7,734 19 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total inon-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Share capital 13,616 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares 907 (849) Total shareholders' equity 87,019 <	Income taxes payable	2,777	3,272
Provision for product warranties 460 448 Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current liabilities 3 56,261 Long-term borrowings 7,734 19 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Teasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income Valuation difference on available-for-sale securities	Provision for bonuses	1,983	2,006
Other 5,666 7,119 Total current liabilities 40,758 56,261 Non-current liabilities 30 Long-term borrowings 7,734 19 Lease liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total inon-current liabilities 18,857 11,356 Total stests 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Valuation difference on available-for-sale securities 1,258 1,385 Deferred gains or losses on hedges 6 (1)	Provision for bonuses for directors (and other officers)	_	185
Total current liabilities 40,758 56,261 Non-current liabilities 284 320 Lease liabilities 395 303 Deferred tax liabilities 20 25 Provision for retirement benefits for directors (and other officers) 8,671 8,889 Retirement benefit liability 8,671 8,889 Asset retirement benefit liabilities 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets 59,616 67,617 Net assets 59,616 67,617 Net assets 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Forei	Provision for product warranties	460	448
Non-current liabilities	Other	5,666	7,119
Long-term borrowings 7,734 19 Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans	Total current liabilities	40,758	56,261
Lease liabilities 284 320 Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Deferred gains or losses on hedges 6 (1) Poreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehen	Non-current liabilities		
Deferred tax liabilities 395 303 Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Deferred gains or losses on hedges 6 (1) Poreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Shar	Long-term borrowings	7,734	19
Provision for retirement benefits for directors (and other officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Deferred gains or losses on hedges 6 (1) Poreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-co	Lease liabilities	284	320
officers) 20 25 Retirement benefit liability 8,671 8,889 Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Deferred tax liabilities	395	303
Asset retirement obligations 1,144 1,150 Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets Shareholders' equity 87,016 13,616 Share capital 13,616 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676		20	25
Other 605 646 Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets 59,616 67,617 Net assets 8 8 Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Retirement benefit liability	8,671	8,889
Total non-current liabilities 18,857 11,356 Total liabilities 59,616 67,617 Net assets 59,616 67,617 Net assets 8 8 Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Asset retirement obligations	1,144	1,150
Total liabilities 59,616 67,617 Net assets Shareholders' equity 3,616 13,616 Share capital 13,616 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Other	605	646
Net assets Shareholders' equity 13,616 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Go,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Total non-current liabilities	18,857	11,356
Shareholders' equity 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Total liabilities	59,616	67,617
Share capital 13,616 13,616 Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Net assets		
Capital surplus 19,773 17,150 Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Shareholders' equity		
Retained earnings 54,537 60,506 Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Share capital	13,616	13,616
Treasury shares (907) (849) Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income	Capital surplus	19,773	17,150
Total shareholders' equity 87,019 90,423 Accumulated other comprehensive income	Retained earnings	54,537	60,506
Accumulated other comprehensive income Valuation difference on available-for-sale securities Deferred gains or losses on hedges Foreign currency translation adjustment Remeasurements of defined benefit plans Total accumulated other comprehensive income Share acquisition rights Non-controlling interests Total net assets 1,258 1,385 1,385 1,738 (1) (1) (1) (1) (1) (1) (1) (1	Treasury shares	(907)	(849)
Valuation difference on available-for-sale securities 1,258 1,385 Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Total shareholders' equity	87,019	90,423
Deferred gains or losses on hedges 6 (1) Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Accumulated other comprehensive income		
Foreign currency translation adjustment 567 1,738 Remeasurements of defined benefit plans (1,043) (954) Total accumulated other comprehensive income 788 2,168 Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Valuation difference on available-for-sale securities	1,258	1,385
Remeasurements of defined benefit plans(1,043)(954)Total accumulated other comprehensive income7882,168Share acquisition rights7169Non-controlling interests44614Total net assets88,32692,676	Deferred gains or losses on hedges	6	(1)
Total accumulated other comprehensive income7882,168Share acquisition rights7169Non-controlling interests44614Total net assets88,32692,676	Foreign currency translation adjustment	567	1,738
Share acquisition rights 71 69 Non-controlling interests 446 14 Total net assets 88,326 92,676	Remeasurements of defined benefit plans	(1,043)	(954)
Non-controlling interests 446 14 Total net assets 88,326 92,676	Total accumulated other comprehensive income	788	2,168
Total net assets 88,326 92,676	Share acquisition rights	71	69
	Non-controlling interests	446	14
	Total net assets	88,326	92,676
Total liabilities and net assets 147,943 160,294	Total liabilities and net assets	147,943	160,294

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

		(Millions of yen)
	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	107,488	127,029
Cost of sales	78,903	86,137
Gross profit	28,584	40,891
Selling, general and administrative expenses	23,723	26,268
Operating profit	4,861	14,622
Non-operating income		
Interest income	4	8
Dividend income	191	180
Rental income from real estate	57	342
Share of profit of entities accounted for using equity method	_	0
Other	141	183
Total non-operating income	395	715
Non-operating expenses		
Interest expenses	62	125
Rental expenses on real estate	76	115
Commission for purchase of treasury shares	4	=
Foreign exchange losses	12	74
Share of loss of entities accounted for using equity method	16	=
Other	32	15
Total non-operating expenses	205	331
Ordinary profit	5,051	15,006
Extraordinary income	· ·	·
Gain on sale of non-current assets	36	1
Gain on sale of investment securities	96	34
Gain on sale of shares of subsidiaries and associates		68
Gain on reversal of share acquisition rights	_	1
Subsidy income	88	9
Gain on cancellation of leases	_	17
Gain on step acquisitions	11	_
Other	2	_
Total extraordinary income	235	132
Extraordinary losses		
Loss on sale of non-current assets	4	_
Loss on retirement of non-current assets	48	6
Loss on sale of investment securities	_	20
Total extraordinary losses	53	27
Profit before income taxes	5,233	15,112
Income taxes - current	1,902	5,095
Income taxes - deferred	211	(356)
Total income taxes	2,114	4,739
Profit	3,119	10,373
Profit attributable to non-controlling interests	101	
Profit attributable to owners of parent	3,017	10,373
Tion automatic to owners of parent	3,017	10,3/3

Consolidated statements of comprehensive income (cumulative)

		(Millions of yen)
	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	3,119	10,373
Other comprehensive income		
Valuation difference on available-for-sale securities	(315)	127
Deferred gains or losses on hedges	3	(7)
Foreign currency translation adjustment	783	1,170
Remeasurements of defined benefit plans, net of tax	139	88
Total other comprehensive income	611	1,379
Comprehensive income	3,730	11,752
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,628	11,752
Comprehensive income attributable to non-controlling interests	101	_