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July 11, 2023

## Financial Results for the Three Months Ended May 31, 2023 (Under Japanese GAAP)(Consolidated)

Company name: RORZE CORPORATION  
 Listing: Tokyo Stock Exchange  
 Securities code: 6323  
 URL: <https://www.rorze.com/en/>  
 Representative: Yoshiyuki Fujishiro, Representative Director, President and Chief Executive Officer  
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 Submission of quarterly securities filing: July 14, 2023  
 Scheduled date of payment of cash dividends : —  
 The additional materials for the quarterly financial results: Yes  
 The briefing session for the quarterly financial results: None

(Amounts less than one million yen are rounded down unless otherwise noted.)

### 1. Consolidated Financial Results for the Three Months Ended May 31, 2023

(March 1, 2023, through May 31, 2023)

#### (1) Consolidated operating results

(Percent indications show percentage of changes from corresponding figures for the year-ago period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
May 31, 2023	16,693	△23.0	4,718	△6.2	5,208	△27.5	3,557	△30.6
May 31, 2022	21,688	50.2	5,029	76.6	7,186	103.0	5,126	90.1

Note: Comprehensive income For the three months ended May 31, 2023: ¥3,867 million [△46.1%]  
 For the three months ended May 31, 2022: ¥7,175 million [77.9%]

	Earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
May 31, 2023	201.91	201.54
May 31, 2022	296.64	296.08

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
May 31, 2023	140,392	80,099	52.4
February 28, 2023	126,482	74,795	53.9

Reference: Shareholder's equity  
 As of May 31, 2023: ¥73,564 million  
 As of February 28, 2023: ¥68,222 million

## 2. Dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2023	—	0.00	—	135.00	135.00
Fiscal year ended February 29, 2024	—				
Fiscal year ending February 29, 2024(Forecast)		0.00	—	135.00	135.00

Note: Revisions to the most recently announced dividend forecast: No

## 3. Forecast of consolidated operating results for Fiscal Year ending February 29, 2024 (March 1, 2023 through February 29, 2024)

(Percent indications show percentage of changes from corresponding figures for the previous period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2023	43,127	△5.7	10,673	△2.4	10,643	△37.0	7,633	△38.3	433.29
Fiscal year ending February 29, 2024	88,026	△6.9	21,619	△18.2	21,553	△29.0	15,718	△26.5	892.13

Note: Revisions to the most recently announced operating results forecast: None

**\*Notes**

- (1) Significant changes in scope of consolidated subsidiaries: None
- (2) Adoption of specific accounting policies for quarterly consolidated financial statements : None
- (3) Changes in accounting policies, accounting estimation change and restatement
- (3) -1 Changes in accounting policies due to the revision of the accounting standards. : None
- (3) -2 Changes in accounting policies except for those in (3)-1 : None
- (3) -3 Changes due to accounting estimation change : None
- (3) -4 Restatement : None

(4) Number of shares issued

- (4) -1 Total number of shares issued at the end of the period (including treasury stocks)

As of May 31, 2023	17,640,000 shares
As of February 28, 2023	17,640,000 shares

- (4) -2 Number of treasury stocks at the end of the period

As of May 31, 2023	19,791 shares
As of February 28, 2023	358,747 shares

- (4) -3 Average number of shares issued during the three months ended May 31

Fiscal year ended February 29, 2024	17,616,538 shares
Fiscal year ended February 28, 2023	17,281,305 shares

**※This Quarterly Financial Results report is out of scope of review by certified public accountants or an audit firm**

**※ Explanation regarding the appropriate use of forecast of operating results and other special notes (Notes on forward-looking statements)**

The financial forecast of operating results is based on judgements and estimates that have been made using currently available information. By nature, such financial forecast is subject to uncertainty and risk. Therefore, the final results might be significantly different from the aforementioned forecast due to changes in economic environments related to our business, market trends, exchange rate, etc.

## (1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of February 28, 2023	As of May 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	28,292	33,255
Notes and accounts receivable - trade	26,722	20,986
Merchandise and finished goods	2,778	5,115
Work in process	14,067	17,074
Raw materials and supplies	25,988	29,901
Other	2,150	2,395
Allowance for doubtful accounts	△12	△24
Total current assets	99,986	108,704
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,398	10,803
Machinery, equipment and vehicles, net	6,209	6,033
Land	4,415	4,548
Other, net	1,079	869
Total property, plant and equipment	22,102	22,255
Intangible assets		
Goodwill	-	4,813
Other	643	623
Total intangible assets	643	5,437
Investments and other assets		
Investment securities	1,369	1,412
Retirement benefit asset	189	162
Deferred tax assets	1,290	1,331
Other	954	1,142
Allowance for doubtful accounts	△53	△53
Total investments and other assets	3,749	3,996
Total non-current assets	26,496	31,688
Total assets	126,482	140,392

## RORZE CORPORATION (6323)

(Millions of yen)

	As of February 28, 2023	As of May 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	7,350	7,734
Short-term borrowings	14,936	16,435
Income taxes payable	4,268	2,201
Provision for bonuses	1,021	1,019
Provision for bonuses for directors (and other officers)	72	1
Provision for product warranties	1,287	1,106
Other	4,107	6,096
Total current liabilities	33,044	34,595
Non-current liabilities		
Long-term borrowings	17,887	24,578
Provision for retirement benefits for directors (and other officers)	306	406
Retirement benefit liability	67	65
Asset retirement obligations	272	276
Deferred tax liabilities	105	191
Other	3	178
Total non-current liabilities	18,643	25,698
<b>Total liabilities</b>	<b>51,687</b>	<b>60,293</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	982	982
Capital surplus	1,470	5,231
Retained earnings	61,221	62,445
Treasury shares	△55	△3
Total shareholders' equity	63,619	68,657
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	153	169
Foreign currency translation adjustment	4,449	4,737
Total accumulated other comprehensive income	4,602	4,907
Share acquisition rights	85	85
Non-controlling interests	6,487	6,449
<b>Total net assets</b>	<b>74,795</b>	<b>80,099</b>
<b>Total liabilities and net assets</b>	<b>126,482</b>	<b>140,392</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
(Quarterly Consolidated Statement of Income)

(Millions of yen)

	Three months ended May 31, 2022	Three months ended May 31, 2023
Net sales	21,688	16,693
Cost of sales	14,956	9,749
Gross profit	6,731	6,943
Selling, general and administrative expenses	1,702	2,225
Operating profit	5,029	4,718
Non-operating income		
Interest income	2	2
Foreign exchange gains	2,118	526
Electricity sale income	18	15
Derivative income	13	-
Other	23	81
Total non-operating income	2,177	626
Non-operating expenses		
Interest expenses	11	18
Electricity sale expenses	5	4
Derivative Expense	-	101
Other	3	11
Total non-operating expenses	20	136
Ordinary profit	7,186	5,208
Extraordinary income		
Gain on sale of non-current assets	0	2
Total extraordinary income	0	2
Extraordinary losses		
Loss on sale of non-current assets	-	0
Loss on retirement of non-current assets	4	0
Total extraordinary losses	4	0
Profit before income taxes	7,181	5,210
Income taxes - current	1,836	1,470
Income taxes - deferred	△96	37
Total income taxes	1,740	1,507
Profit	5,441	3,702
Profit attributable to non-controlling interests	315	145
Profit attributable to owners of parent	5,126	3,557

## (Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Three months ended May 31, 2022	Three months ended May 31, 2023
Profit	5,441	3,702
Other comprehensive income		
Valuation difference on available-for-sale securities	△6	15
Foreign currency translation adjustment	1,740	148
Total other comprehensive income	1,734	164
Comprehensive income	7,175	3,867
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,660	3,861
Comprehensive income attributable to non-controlling interests	515	5