

FOR IMMEDIATE RELEASE

July 27, 2022

Consolidated Financial Results for the First Quarter Ended June 30, 2022
(April 1, 2022 to June 30, 2022)

FDK CORPORATION(URL: <https://www.fdk.com>)

Listing Code No. 6955 (Listing Stock Exchange: Standard of Tokyo Stock Exchange)
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The Consolidated Financial Results is unaudited/U.S. GAPP is not applied

1. Consolidated Results for the Three-Months Period Ended June 30, 2022**a. Consolidated Statements of Income**

	Yen (millions)			Change (%)	Yen
	Three months ended June 30,	Three months ended June 30,			(millions)
	2021	2022			FY2021, ended Mar. 31, 2022
Net Sales	14,866	15,464	4.0		61,456
Operating Profit	729	322	△ 55.7		2,083
Ordinary Profit	691	454	△ 34.3		1,968
Profit attributable to owners of parent	1,074	166	△ 84.5		740

Amounts Per Share of Common Stock:

Basic Earnings	31.15 yen	4.83 yen		21.47 yen
Diluted Earnings	- yen	- yen		- yen

b. Net Sales by Business Segment

	Yen	Yen	Yen
	(millions)	(millions)	(millions)
	Three months ended June 30, 2021	Three months ended June 30, 2022	FY2021, ended Mar. 31, 2022
Batteries	10,439	10,450	43,082
Electronic Devices	4,427	5,013	18,373
Total	14,866	15,464	61,456

c. Consolidated Financial Position

	Yen (millions)	
	As of March 31, 2022	As of June 30, 2022
	Total Assets	46,903
Net Assets	12,460	13,348
Owners' Equity	12,454	13,342
Capital Adequacy Ratio	26.6 %	28.1 %

d. Consolidated Statements of Cash Flows

	Yen (millions)	
	Three months ended June 30, 2021	Three months ended June 30, 2022
	519	967
Cash Flows from Operating Activities		
Cash Flows from Investing Activities	△ 1,394	△ 485
Cash Flows from Financing Activities	△ 2,838	△ 507
Cash and Cash Equivalents at End of Period	3,333	2,943

(Notes for the Consolidated Operating Results (from 1.a to 1.d))

1. All amounts less than one million yen have been disregarded.
2. The percentage in this statement presents rate of change compared with the same period last year.

2. Consolidated Forecast for the year ending March 31, 2023

(Million of yen, except per share data)

	FY2022	Change from FY2021	FY2021
Net Sales	63,000	2.5 %	61,456
Operating Profit	1,200	△ 42.4 %	2,083
Ordinary Profit	1,000	△ 49.2 %	1,968
Profit attributable to owners of parent	700	△ 5.5 %	740
Basic Earnings Per Share	20.29 yen	- yen	21.47 yen

(Note for the use of the above forecasted business results)**The financial forecast described above is based upon information available as of April 27, 2022.****3. Others**

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022: No**
- (2) Applying of specific accounting of the consolidated quarterly financial statements: No**
- (3) Changes in accounting policies, accounting estimates, and retrospective restatement**
 - 1) Changes in accounting policies based on revisions of accounting standard: No
 - 2) Changes in accounting policies other than ones based on revisions of accounting standard: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (4) Number of issued and outstanding shares (common stock)**
 - 1) Number of issued and outstanding shares at the end of fiscal year. (including treasury stock)

June 30, 2022: 34,536,302 shares	March 31, 2022: 34,536,302 shares
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 - 2) Number of treasury stock at the end of each period

June 30, 2022: 29,867 shares	March 31, 2022: 29,738 shares
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 - 3) Average number of shares in each period.

June 30, 2022: 34,506,480 shares	June 30, 2021: 34,507,106 shares
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(Notes)

1. This information is a summary of the earnings report. It does not contain all details included in the earnings report disclosed in Japanese.

Consolidated Balance Sheet

Millions of yen

	FY2021	FY2022
	Mar 31, 2022	Jun 30, 2022
Assets		
Current assets		
Cash and deposits	2,763	2,943
Notes and accounts receivable - trade and contract assets	17,262	17,307
Merchandise and finished goods	3,651	3,802
Work in process	2,589	2,709
Raw materials and supplies	4,416	4,883
Other	1,351	898
Allowance for doubtful accounts	△ 37	△ 38
Total current assets	31,995	32,506
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,314	5,248
Machinery, equipment and vehicles, net	5,341	5,439
Tools, furniture and fixtures, net	797	815
Land	2,181	2,191
Leased assets, net	137	121
Construction in progress	259	360
Total property, plant and equipment	14,032	14,177
Intangible assets	275	290
Investments and other assets		
Investment securities	200	192
Deferred tax assets	182	52
Other	217	210
Total investments and other assets	600	455
Total non-current assets	14,908	14,923
Total assets	46,903	47,429
Liabilities		
Current liabilities		
Notes and accounts payable-trade	9,625	10,109
Electronically recorded obligations - operating	4,684	4,926
Short-term borrowings	12,190	11,700
Lease obligations	66	65
Accounts payable - other	1,774	2,384
Income taxes payable	681	412
Other	2,429	1,585
Total current liabilities	31,450	31,183
Non-current liabilities		
Lease obligations	84	67
Deferred tax liabilities	301	311
Retirement benefit liability	2,288	2,185
Long-term accounts payable - other	168	164
Other	150	167
Total non-current liabilities	2,992	2,897
Total liabilities	34,443	34,080
Net assets		
Shareholders' equity		
Share capital	31,709	31,709
Capital surplus	26,225	26,225
Retained earnings	△ 45,432	△ 45,265
Treasury shares	△ 50	△ 50
Total shareholders' equity	12,451	12,618
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	43	36
Foreign currency translation adjustment	1,564	2,222
Remeasurements of defined benefit plans	△ 1,605	△ 1,535
Total accumulated other comprehensive income	2	723
Non-controlling interests	5	6
Total net assets	12,460	13,348
Total liabilities and net assets	46,903	47,429

Consolidated Statement of Income
Millions of yen

	FY2021	FY2022
	Apr'21-Jun'21	Apr'22-Jun'22
Net sales	14,866	15,464
Cost of sales	11,807	12,865
Gross profit	3,058	2,598
Selling, general and administrative expenses	2,329	2,276
Operating profit	729	322
Non-operating income		
Interest income	1	1
Dividend income	1	-
Foreign exchange gains	-	108
Subsidy income	37	37
Gain on sale of non-current assets	0	3
Rental income	2	4
Other	20	42
Total non-operating income	64	197
Non-operating expenses		
Interest expenses	23	24
Foreign exchange losses	68	-
Loss on retirement of non-current assets	6	37
Other	3	3
Total non-operating expenses	102	66
Ordinary profit	691	454
Extraordinary income		
Gain on liquidation of subsidiaries and associates	459	-
Total extraordinary income	459	-
Extraordinary losses		
Impairment losses	-	8
Total extraordinary losses	-	8
Profit before income taxes	1,151	445
Income taxes-current	75	141
Income taxes-deferred	0	136
Total income taxes	76	278
Profit	1,074	167
Profit (loss) attributable to non-controlling interests	△ 0	0
Profit attributable to owners of parent	1,074	166

Consolidated Statement of Comprehensive Income
Millions of yen

	FY2021	FY2022
	Apr'21-Jun'21	Apr'22-Jun'22
	<u> </u>	<u> </u>
Profit	1,074	167
Other comprehensive income		
Valuation difference on available-for-sale securities	3	△ 6
Foreign currency translation adjustment	△ 191	658
Remeasurements of defined benefit plans, net of tax	64	69
Total Other comprehensive income	<u>△ 123</u>	<u>721</u>
Comprehensive income	<u>951</u>	<u>888</u>
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	<u>951</u>	<u>887</u>
Comprehensive income attributable to non-controlling interests	<u>△ 0</u>	<u>0</u>

Consolidated Statement of Cash Flows
Millions of yen

	FY2021 Apr'21-Jun'21	FY2022 Apr'22-Jun'22
Cash flows from operating activities		
Profit before income taxes	1,151	445
Depreciation	579	555
Impairment losses	-	8
Loss (gain) on liquidation of subsidiaries and associates	△ 459	-
Increase (decrease) in retirement benefit liability	△ 99	△ 101
Increase (decrease) in allowance for doubtful accounts	1	△ 1
Interest and dividend income	△ 3	△ 25
Interest expenses	23	24
Foreign exchange losses (gains)	△ 0	△ 12
Loss (gain) on sale of property, plant and equipment	△ 0	△ 3
Loss on retirement of non-current assets	6	37
Subsidy income	△ 37	△ 37
Decrease (increase) in trade receivables	△ 114	623
Decrease (increase) in inventories	△ 857	△ 439
Increase (decrease) in trade payables	539	111
Increase (decrease) in accrued expenses	△ 815	△ 769
Other, net	713	791
Subtotal	628	1,206
Interest and dividends received	3	25
Subsidies received	37	37
Interest paid	△ 23	△ 24
Income taxes paid	△ 125	△ 279
Net cash provided by (used in) operating activities	519	967
Cash flows from investing activities		
Purchase of property, plant and equipment	△ 1,343	△ 465
Proceeds from sale of property, plant and equipment	0	3
Purchase of intangible assets	△ 53	△ 21
Purchase of investment securities	△ 1	△ 1
Other, net	4	△ 1
Net cash provided by (used in) investing activities	△ 1,394	△ 485
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△ 2,820	△ 490
Purchase of treasury shares	△ 0	-
Repayments of finance lease obligations	△ 17	△ 16
Net cash provided by (used in) financing activities	△ 2,838	△ 507
Effect of exchange rate change on cash and cash equivalents	44	205
Net increase (decrease) in cash and cash equivalents	△ 3,667	180
Cash and cash equivalents at beginning of period	7,001	2,763
Cash and cash equivalents at end of period	3,333	2,943

Consolidated Business Segment Information

Millions of yen

FY2021 Apr'21-Jun'21

	Business Segments Reported		Total	Adjustments	Consolidated Statements
	Batteries	Electronic Materials			
Net sales					
Japan	5,021	3,404	8,426	-	8,426
Asia	1,662	993	2,656	-	2,656
Americas	1,350	-	1,350	-	1,350
Europe	2,355	23	2,383	-	2,383
Other	49	-	49	-	49
Revenue from contracts with customers	10,439	4,427	14,866	-	14,866
Other revenue	-	-	-	-	-
Unaffiliated customers	10,439	4,427	14,866	-	14,866
Intersegment	-	-	-	-	-
Total	10,439	4,427	14,866	-	14,866
Segment profit	451	277	729	-	729

FY2022 Apr'22-Jun'22

	Business Segments Reported		Total	Adjustments	Consolidated Statements
	Batteries	Electronic Materials			
Net sales					
Japan	5,328	4,218	9,547	-	9,547
Asia	1,836	795	2,632	-	2,632
Americas	1,185	-	1,185	-	1,185
Europe	2,075	-	2,075	-	2,075
Other	24	-	24	-	24
Revenue from contracts with customers	10,450	5,013	15,464	-	15,464
Other revenue	-	-	-	-	-
Revenue from contracts with customers	10,450	5,013	15,464	-	15,464
Other revenue	-	-	-	-	-
Unaffiliated customers	10,450	5,013	15,464	-	15,464
Intersegment	-	-	-	-	-
Total	10,450	5,013	15,464	-	15,464
Segment profit	161	161	322	-	322