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January 31, 2023

Summary of Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2023 (Nine Months Ended December 31, 2022)

[Japanese GAAP]

Company name: Yashima Denki Co., Ltd. Listing: Tokyo Stock Exchange
 Stock code: 3153 URL: <https://www.yashimadenki.co.jp/>
 Representative: Akio Ota, Chairman and President/CEO
 Contact: Takashiro Anju, Associate General Manager of Management Planning Division
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 Scheduled date of filing of Quarterly Report: January 31, 2023
 Scheduled date of payment of dividend: -
 Preparation of supplementary materials for quarterly financial results: None
 Holding of quarterly financial results meeting: None

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2023

(April 1, 2022 – December 31, 2022)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended Dec. 31, 2022	33,290	(6.7)	(15)	-	96	(49.4)	(60)	-
Nine months ended Dec. 31, 2021	35,693	(1.8)	87	(58.1)	190	(39.8)	114	(44.6)

Note: Comprehensive income (million yen) Nine months ended Dec. 31, 2022: 20 (down 86.0%)
 Nine months ended Dec. 31, 2021: 148 (down 54.1%)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended Dec. 31, 2022	(2.83)	-
Nine months ended Dec. 31, 2021	5.39	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Dec. 31, 2022	45,191	22,458	49.3
As of Mar. 31, 2022	50,934	23,046	44.8

Reference: Shareholders' equity (million yen) As of Dec. 31, 2022: 22,274 As of Mar. 31, 2022: 22,843

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2022	-	0.00	-	22.00	22.00
Fiscal year ending Mar. 31, 2023	-	0.00	-	-	-
Fiscal year ending Mar. 31, 2023 (forecast)	-	-	-	25.00	25.00

Note: Revision to the most recently announced dividend forecast: None

Note: Breakdown of the year-end dividend for the fiscal year ended March 31, 2022:

Ordinary dividend: 20.00 yen; Commemorative dividend: 2.00 yen

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2023 (April 1, 2022 – March 31, 2023)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	62,000	3.3	2,600	22.4	2,700	19.9	1,700	11.3	79.93

Note: Revision to the most recently announced consolidated earnings forecast: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in scope of consolidation): None

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

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|---|------|
| 1) Changes in accounting policies due to revisions in accounting standards, others: | None |
| 2) Changes in accounting policies other than 1) above: | None |
| 3) Changes in accounting-based estimates: | None |
| 4) Restatements: | None |

(4) Number of outstanding shares (common shares)

1) Number of shares outstanding at the end of the period (including treasury shares)

As of Dec. 31, 2022:	21,782,500 shares	As of Mar. 31, 2022:	21,782,500 shares
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2) Number of treasury shares at the end of the period

As of Dec. 31, 2022:	586,177 shares	As of Mar. 31, 2022:	451,739 shares
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3) Average number of shares outstanding during the period

Nine months ended Dec. 31, 2022:	21,291,995 shares	Nine months ended Dec. 31, 2021:	21,316,247 shares
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* The quarterly financial report is not subject to quarterly review by certified public accountants or auditing firms.

* Cautionary statement with respect to forward-looking statements

Note concerning forward-looking statements

Forecasts of future performance in these materials are based on information available to, and on assumption judged to be valid by, Yashima Denki's management at the time the materials were prepared, but are not promises by Yashima Denki regarding future performance. Actual results may differ materially from the forecasts.

Quarterly Consolidated Financial Statements**(1) Quarterly Consolidated Balance Sheet**

(Millions of yen)

	FY3/2022 (As of Mar. 31, 2022)	Third quarter of FY3/2023 (As of Dec. 31, 2022)
Assets		
Current assets		
Cash and deposits	11,450	9,718
Notes and accounts receivable-trade, and contract assets	18,662	12,007
Electronically recorded monetary claims-operating	4,425	4,385
Merchandise	1,909	2,999
Work in process	280	656
Raw materials	63	76
Costs on construction contracts in progress	105	319
Accounts receivable-other	1,966	1,838
Other	210	1,822
Allowance for doubtful accounts	(2)	(1)
Total current assets	39,071	33,822
Non-current assets		
Property, plant and equipment		
Buildings, net	4,510	4,337
Other, net	4,103	4,013
Total property, plant and equipment	8,614	8,351
Intangible assets	274	240
Investments and other assets		
Other	2,975	2,779
Allowance for doubtful accounts	(2)	(2)
Total investments and other assets	2,973	2,776
Total non-current assets	11,862	11,368
Total assets	50,934	45,191
Liabilities		
Current liabilities		
Notes and accounts payable-trade	19,163	13,430
Contract liabilities	1,662	3,557
Short-term borrowings	990	1,050
Accounts payable-other	2,465	2,586
Income taxes payable	456	32
Provision for bonuses	863	233
Other	487	395
Total current liabilities	26,089	21,286
Non-current liabilities		
Long-term borrowings	230	185
Deferred tax liabilities	16	16
Retirement benefit liability	1,469	1,165
Asset retirement obligations	15	15
Other	67	64
Total non-current liabilities	1,799	1,446
Total liabilities	27,888	22,732

	(Millions of yen)	
	FY3/2022 (As of Mar. 31, 2022)	Third quarter of FY3/2023 (As of Dec. 31, 2022)
Net assets		
Shareholders' equity		
Share capital	1,585	1,585
Capital surplus	1,051	1,053
Retained earnings	20,734	20,204
Treasury shares	(424)	(562)
Total shareholders' equity	22,946	22,281
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	354	367
Remeasurements of defined benefit plans	(457)	(374)
Total accumulated other comprehensive income	(103)	(6)
Non-controlling interests	202	184
Total net assets	23,046	22,458
Total liabilities and net assets	50,934	45,191

(2) Quarterly Consolidated Statements of Income and Comprehensive Income**Quarterly Consolidated Statement of Income****(For the Nine-month Period)**

(Millions of yen)

	First nine months of FY3/2022 (Apr. 1, 2021 – Dec. 31, 2021)	First nine months of FY3/2023 (Apr. 1, 2022 – Dec. 31, 2022)
Net sales	35,693	33,290
Cost of sales	28,879	26,556
Gross profit	6,813	6,733
Selling, general and administrative expenses	6,725	6,749
Operating profit (loss)	87	(15)
Non-operating income		
Interest income	5	6
Dividend income	34	31
Outsourcing service income	32	10
Subsidy income	-	34
Other	36	33
Total non-operating income	107	116
Non-operating expenses		
Interest expenses	3	3
Foreign exchange losses	0	0
Other	2	0
Total non-operating expenses	5	4
Ordinary profit	190	96
Extraordinary income		
Gain on sale of non-current assets	1	2
Gain on sale of investment securities	95	71
Other	3	1
Total extraordinary income	100	74
Extraordinary losses		
Loss on sale of membership	1	-
Loss on sale of non-current assets	4	46
Loss on retirement of non-current assets	1	19
Loss on valuation of investment securities	-	115
Impairment losses	21	-
Other	2	0
Total extraordinary losses	31	181
Profit (loss) before income taxes	258	(10)
Income taxes-current	56	47
Income taxes-deferred	83	36
Total income taxes	139	84
Profit (loss)	119	(94)
Profit (loss) attributable to non-controlling interests	4	(34)
Profit (loss) attributable to owners of parent	114	(60)

Quarterly Consolidated Statement of Comprehensive Income**(For the Nine-month Period)**

(Millions of yen)

	First nine months of FY3/2022 (Apr. 1, 2021 – Dec. 31, 2021)	First nine months of FY3/2023 (Apr. 1, 2022 – Dec. 31, 2022)
Profit (loss)	119	(94)
Other comprehensive income		
Valuation difference on available-for-sale securities	(61)	32
Remeasurements of defined benefit plans, net of tax	90	82
Total other comprehensive income	29	115
Comprehensive income	148	20
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	157	35
Comprehensive income attributable to non-controlling interests	(9)	(15)