

**Consolidated financial results (Japanese accounting standards)  
For the 3rd quarter of the fiscal year ending December 31, 2022 (Q3 FY2022)**

Company name: Hokuriku Electric Industry Co., Ltd.  
 Stock code: 6989  
 URL: <http://www.hdk.co.jp/>  
 Stock exchange listing: Tokyo Stock Exchange  
 Representative: Morio Tada, President  
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Scheduled date for filing of securities report: February 10, 2023

Scheduled date of commencement of dividend payment: –

Supplementary documents for quarterly results: None

Quarterly results briefing: None

(Yen in millions , rounded down)

1. Consolidated financial results for the 3rd quarter of the fiscal year ending December 31, 2022

(April 1, 2022 – December 31, 2022)

(1) Consolidated results of operations (Cumulative)

(Percentage figures represent the change from the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31 , 2022	34,368	17.1	2,402	59.9	3,036	76.4	2,316	85.4
December 31 , 2021	29,360	27.0	1,502	–	1,721	–	1,249	–

(Note) Comprehensive income: 3,512 million yen (107.3%) for the nine months ending December 31, 2022  
 1,694 million yen (–%) for the nine months ended December 31, 2021

	Net income	Diluted net income
	Per share	Per share
	Yen	Yen
December 31 , 2022	276.81	–
December 31 , 2021	149.33	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
December 31 , 2022	43,803	19,089	43.6
March 31 , 2022	40,959	15,950	38.9

(Reference) Equity:nine months ending December 31, 2022: 19,089 million yen

Fiscal year ended March 31, 2022: 15,950 million yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Fiscal year end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2022	–	0.00	–	45.00	45.00
Year ending March 31, 2023	–	0.00	–		
Year ending March 31, 2023 (forecasts)				55.00	55.00

(Note) Revisions to dividend forecasts published most recently: Yes

3. Consolidated forecasts for the fiscal year ending March 31, 2023 (April 1, 2022 – March 31, 2023)  
(Percentage figures for the fiscal year represent the changes from the previous year)

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ending March 31,2023	46,000	13.7	2,600	25.3	3,100	21.7

	Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Yen
Year ending March 31,2023	2,300	18.0	274.77

(Note) Revisions to financial forecasts published most recently: None

4.Others

(1) Changes of important subsidiaries during the period

(changes of specific subsidiaries that change the scope of consolidation): None

(2) Application of particular accounting procedures in preparing quarterly consolidated financial statements: Yes

(3) Changes in accounting policies and changes or restatement of accounting estimates

(i) Changes in accounting policies caused by revision of accounting standards: None

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of shares outstanding (common stock):

(i) Number of shares outstanding at end of period (including treasury stock)

As of December 31,2022	9,250,099 shares	As of March 31,2022	9,250,099 shares
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(ii) Number of treasury stock at end of period

As of December 31,2022	878,473 shares	As of March 31,2022	881,924 shares
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(iii) Average number of shares outstanding during the term

As of December 31,2022	8,370,047 shares	As of December 31,2021	8,369,585 shares
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\* This document is not subject to audit procedures.

\* Explanation for appropriate use of forecasts and other special notes

The earnings forecast and other forward-looking statements presented in this document are prepared based on currently available information and certain preconditions that the company believes to be reasonable, and do not constitute any guarantee of future performance achievements.

Actual results may substantially differ from any forecasts presented herein due to various factors.

Consolidated financial statements  
 Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	7,006	7,304
Notes and accounts receivable - trade	11,065	10,981
Merchandise and finished goods	1,599	2,270
Work in process	3,250	4,348
Raw materials and supplies	3,068	3,923
Other	1,886	1,756
Allowance for doubtful accounts	(17)	(20)
Total current assets	27,858	30,564
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,505	2,601
Machinery, equipment and vehicles, net	3,191	3,211
Land	2,847	2,847
Other, net	261	276
Total property, plant and equipment	8,806	8,936
Intangible assets	482	396
Investments and other assets		
Investment securities	1,096	1,092
Deferred tax assets	1,528	1,573
Other	1,222	1,252
Allowance for doubtful accounts	(36)	(11)
Total investments and other assets	3,811	3,905
Total non-current assets	13,100	13,239
Total assets	40,959	43,803

## Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	7,491	6,056
Short-term borrowings	4,617	6,200
Income taxes payable	715	392
Provision for bonuses	458	218
Other	1,544	1,582
Total current liabilities	14,827	14,450
Non-current liabilities		
Long-term borrowings	5,186	5,347
Lease liabilities	171	251
Deferred tax liabilities	4	5
Deferred tax liabilities for land revaluation	318	318
Retirement benefit liability	4,435	4,277
Other	64	62
Total non-current liabilities	10,181	10,263
Total liabilities	25,008	24,713
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,200	5,200
Capital surplus	5,039	5,038
Retained earnings	5,533	7,473
Treasury shares	(1,160)	(1,156)
Total shareholders' equity	14,611	16,555
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	87	118
Revaluation reserve for land	665	665
Foreign currency translation adjustment	706	1,839
Remeasurements of defined benefit plans	(120)	(90)
Total accumulated other comprehensive income	1,338	2,534
Total net assets	15,950	19,089
Total liabilities and net assets	40,959	43,803

## Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	29,360	34,368
Cost of sales	24,261	28,121
Gross profit	5,098	6,246
Selling, general and administrative expenses	3,595	3,843
Operating profit	1,502	2,402
Non-operating income		
Interest income	31	36
Dividend income	22	29
Foreign exchange gains	161	509
Other	106	171
Total non-operating income	321	747
Non-operating expenses		
Interest expenses	39	44
Expenses for persons of temporary transfer	34	34
Other	29	33
Total non-operating expenses	102	112
Ordinary profit	1,721	3,036
Extraordinary income		
Gain on sale of non-current assets	0	0
Surrender value of insurance policies	47	36
Insurance claim income	14	0
Other	1	—
Total extraordinary income	64	37
Extraordinary losses		
Loss on sale of non-current assets	—	3
Loss on retirement of non-current assets	9	6
Loss on cancellation of insurance policies	31	—
Litigation settlement	—	93
Other	12	1
Total extraordinary losses	53	105
Profit before income taxes	1,732	2,968
Income taxes	482	651
Profit	1,249	2,316
Profit attributable to owners of parent	1,249	2,316

## Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	1,249	2,316
Other comprehensive income		
Valuation difference on available-for-sale securities	(74)	31
Foreign currency translation adjustment	479	1,133
Remeasurements of defined benefit plans, net of tax	39	30
Total other comprehensive income	444	1,195
Comprehensive income	1,694	3,512
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,694	3,512