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October 11, 2023

## Financial Results for the Six Months Ended August 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: October 16, 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: Yes (For analysts and institutional investors)

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

### 1. Consolidated Financial Results for the Six Months Ended August 31, 2023

(March 1, 2023, through August 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	%
Six months ended August 31, 2023	40,992	△10.4	9,952	△9.0	13,878	△17.9	9,835	△20.5
August 31, 2022	45,753	55.1	10,932	63.6	16,901	132.4	12,366	124.9

Note: Comprehensive income For the Six months ended August 31, 2023: ¥13,881 million [△20.9%]  
 For the Six months ended August 31, 2022: ¥17,539 million [131.2%]

	Earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
August 31, 2023	558.24	557.21
August 31, 2022	715.61	714.27

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
August 31, 2023	148,807	90,113	55.7
February 28, 2023	126,482	74,795	53.9

Reference: Shareholder's equity  
 As of August 31, 2023: ¥82,955 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: None

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

- (4) -3 Average number of shares issued during the Six months ended August 31

Fiscal year ended February 29, 2024	17,618,373 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 August 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	28,292	33,551
Notes and accounts receivable - trade	26,722	24,594
Merchandise and finished goods	2,778	5,143
Work in process	14,067	16,430
Raw materials and supplies	25,988	33,437
Other	2,150	2,167
Allowance for doubtful accounts	△12	△26
Total current assets	99,986	115,299
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,398	11,408
Machinery, equipment and vehicles, net	6,209	6,315
Land	4,415	4,676
Other, net	1,079	837
Total property, plant and equipment	22,102	23,237
Intangible assets		
Goodwill	—	4,690
Other	643	663
Total intangible assets	643	5,353
Investments and other assets		
Investment securities	1,369	2,162
Retirement benefit asset	189	223
Deferred tax assets	1,290	1,465
Other	954	1,123
Allowance for doubtful accounts	△53	△59
Total investments and other assets	3,749	4,916
Total non-current assets	26,496	33,508
Total assets	126,482	148,807

## RORZE CORPORATION (6323)

(Millions of yen)

	As of February 28, 2023	As of August 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	7,350	5,864
Short-term borrowings	14,936	16,058
Income taxes payable	4,268	3,468
Provision for bonuses	1,021	982
Provision for bonuses for directors (and other officers)	72	2
Provision for product warranties	1,287	1,204
Other	4,107	6,743
Total current liabilities	33,044	34,324
Non-current liabilities		
Long-term borrowings	17,887	23,019
Provision for retirement benefits for directors (and other officers)	306	416
Retirement benefit liability	67	68
Asset retirement obligations	272	303
Deferred tax liabilities	105	383
Other	3	178
Total non-current liabilities	18,643	24,369
Total liabilities	51,687	58,693
Net assets		
Shareholders' equity		
Share capital	982	982
Capital surplus	1,470	5,231
Retained earnings	61,221	68,723
Treasury shares	△55	△3
Total shareholders' equity	63,619	74,935
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	153	168
Foreign currency translation adjustment	4,449	7,851
Total accumulated other comprehensive income	4,602	8,020
Share acquisition rights	85	85
Non-controlling interests	6,487	7,072
Total net assets	74,795	90,113
Total liabilities and net assets	126,482	148,807

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

(Millions of yen)

	Six months ended August 31, 2022	Six months ended August 31, 2023
Net sales	45,753	40,992
Cost of sales	31,149	26,123
Gross profit	14,603	14,868
Selling, general and administrative expenses	3,671	4,916
Operating profit	10,932	9,952
Non-operating income		
Interest income	6	29
Dividend income	2	2
Foreign exchange gains	6,212	3,924
Electricity sale income	35	28
Other	75	212
Total non-operating income	6,333	4,197
Non-operating expenses		
Interest expenses	23	37
Electricity sale expenses	11	10
Derivative Expense	313	199
Other	15	24
Total non-operating expenses	364	271
Ordinary profit	16,901	13,878
Extraordinary income		
Gain on sale of non-current assets	12	2
Total extraordinary income	12	2
Extraordinary losses		
Loss on sale of non-current assets	—	0
Loss on retirement of non-current assets	5	6
Total extraordinary losses	5	6
Profit before income taxes	16,907	13,874
Income taxes - current	3,974	3,552
Income taxes - deferred	△64	145
Total income taxes	3,910	3,697
Profit	12,997	10,176
Profit attributable to non-controlling interests	630	341
Profit attributable to owners of parent	12,366	9,835

## (Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Six months ended August 31, 2022	Six months ended August 31, 2023
Profit	12,997	10,176
Other comprehensive income		
Valuation difference on available-for-sale securities	△6	15
Foreign currency translation adjustment	4,549	3,690
Total other comprehensive income	4,542	3,705
Comprehensive income	17,539	13,881
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,512	13,252
Comprehensive income attributable to non-controlling interests	1,027	628