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## Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

July 28, 2022

Company name: PEGASUS SEWING MACHINE MFG. CO., LTD.  
 Stock exchange listing: Tokyo  
 Code number: 6262  
 URL: <https://www.pegasus.co.jp>  
 Representative: Shigemi Mima Representative Director  
 Contact: Takashi Kaneko Senior Executive Officer  
 Phone: 06(6451)1351  
 Scheduled date of filing quarterly securities report: August 05, 2022  
 Scheduled date of commencing dividend payments: -  
 Availability of supplementary briefing material on quarterly financial results: Yes  
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

## 1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	6,847	36.9	961	266.6	1,198	359.0	900	398.1
June 30, 2021	5,001	51.8	262	-	261	-	180	-

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 2,248 million [ 77.6%]  
 Three months ended June 30, 2021: ¥ 1,266 million [ -%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	36.28	-
June 30, 2021	7.29	-

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of June 30, 2022	37,230	27,290	71.0
March 31, 2022	35,133	25,366	70.0

(Reference) Equity: As of June 30, 2022: ¥ 26,449 million  
 As of March 31, 2022: ¥ 24,599 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	7.00	-	13.00	20.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		15.00	-	-	-

- (Note) 1 Revision to the forecast for dividends announced most recently: No  
 2 The year-end dividend forecast for the fiscal year ending March 31, 2023 is undecided because it is difficult to forecast at this time.

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	13,070	36.6	1,340	87.2	1,630	132.2	1,220	159.0	49.17
Full year	23,660	15.4	2,350	27.2	2,360	21.6	1,740	10.7	70.13

- (Note) Revision to the financial results forecast announced most recently: Yes

## \* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
 (changes in specified subsidiaries resulting in changes in scope of consolidation): No  
 New - (Company name: )  
 Exclusion: - (Company name: )

- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

- 1) Changes in accounting policies due to the revision of accounting standards: Yes  
 2) Changes in accounting policies other than 1) above: No  
 3) Changes in accounting estimates: No  
 4) Retrospective restatement: No

- (4) Total number of issued shares (common shares)

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

June 30, 2022: 24,828,600 shares  
 March 31, 2022: 24,828,600 shares

- 2) Total number of treasury shares at the end of the period:

June 30, 2022: 17,976 shares  
 March 31, 2022: 17,976 shares

- 3) Average number of shares during the period:

Three months ended June 30, 2022: 24,810,624 shares  
 Three months ended June 30, 2021: 24,810,624 shares

- (Note) 1 Quarterly summary of financial statements is not subject to the quarterly reviews by a certified public accountant or an audit corporation.

- 2 Forward-looking statements

Statements contained in this summary regarding the Company's plans, strategies, and expectations for future performance, which are based on information available to the Company at the time of writing.

They are therefore subject to a number of uncertainties and unknowable factors, and actual results may thus differ substantially from those projected.

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2022	As of June 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	9,773,167	9,057,660
Notes and accounts receivable - trade	5,676,044	7,536,317
Merchandise and finished goods	4,675,908	4,455,761
Work in process	1,063,678	1,263,646
Raw materials and supplies	3,787,567	4,296,434
Other	531,472	533,369
Allowance for doubtful accounts	(35,551)	(40,083)
Total current assets	25,472,287	27,103,106
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,042,579	5,148,064
Other, net	3,470,109	3,746,145
Total property, plant and equipment	8,512,689	8,894,210
Intangible assets	535,822	571,481
Investments and other assets		
Retirement benefit asset	163,732	166,939
Other	448,970	494,733
Total investments and other assets	612,702	661,672
Total non-current assets	9,661,215	10,127,364
Total assets	35,133,503	37,230,470
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,396,454	1,879,669
Short-term borrowings	2,620,705	3,084,672
Income taxes payable	206,741	383,209
Provision for bonuses	163,041	128,435
Other	1,313,567	1,454,660
Total current liabilities	6,700,511	6,930,647
Non-current liabilities		
Long-term borrowings	1,556,909	1,488,460
Retirement benefit liability	509,426	516,587
Other	999,692	1,004,752
Total non-current liabilities	3,066,028	3,009,799
Total liabilities	9,766,540	9,940,447

(Thousand yen)

	As of March 31,2022	As of June 30,2022
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,255,553	2,255,553
Capital surplus	2,988,857	2,988,857
Retained earnings	16,928,634	17,506,313
Treasury shares	(5,365)	(5,365)
Total shareholders' equity	22,167,680	22,745,359
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,455	10,401
Foreign currency translation adjustment	2,353,722	3,628,158
Remeasurements of defined benefit plans	65,715	65,640
Total accumulated other comprehensive income	2,431,893	3,704,200
Non-controlling interests	767,388	840,463
Total net assets	25,366,962	27,290,023
<b>Total liabilities and net assets</b>	<b>35,133,503</b>	<b>37,230,470</b>

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the three months)

(Thousand yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	5,001,773	6,847,185
Cost of sales	3,623,034	4,573,379
Gross profit	1,378,739	2,273,805
Selling, general and administrative expenses	1,116,455	1,312,195
Operating profit	262,283	961,610
Non-operating income		
Interest income	2,870	2,482
Dividend income	1,170	854
Foreign exchange gains	-	247,213
Subsidy income	9,058	1,706
Other	7,258	5,481
Total non-operating income	20,357	257,738
Non-operating expenses		
Interest expenses	15,928	19,875
Foreign exchange losses	5,266	-
Other	424	1,432
Total non-operating expenses	21,620	21,308
Ordinary profit	261,020	1,198,040
Extraordinary income		
Gain on sale of non-current assets	2,464	710
Total extraordinary income	2,464	710
Extraordinary losses		
Impairment losses	17,415	-
Total extraordinary losses	17,415	-
Profit before income taxes	246,069	1,198,751
Income taxes - current	81,754	334,049
Income taxes - deferred	(34,043)	(54,442)
Total income taxes	47,711	279,606
Profit	198,358	919,144
Profit attributable to non-controlling interests	17,610	18,927
Profit attributable to owners of parent	180,747	900,216

## Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousand yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	198,358	919,144
Other comprehensive income		
Valuation difference on available-for-sale securities	(937)	(2,054)
Foreign currency translation adjustment	1,068,619	1,328,583
Remeasurements of defined benefit plans, net of tax	224	(74)
Total other comprehensive income	1,067,906	1,326,454
Comprehensive income	1,266,264	2,245,599
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,203,417	2,172,523
Comprehensive income attributable to non-controlling interests	62,847	73,075