

Summary of Business Results for the Year Ended March 31, 2022

[Japan GAAP] (Consolidated)

May 16, 2022

Company	Akatsuki Corp.	Listed on the TSE
Stock Code	8737	URL: https://www.akatsuki-fg.com/
Representative	Hideaki Shimane, President and Representative Director	
Contact	Michihiro Kitano, Director, Executive Officer, Manager of President's Office	
Expected date of annual shareholders' meeting:	June 29, 2022	Expected starting date of dividend payment: June 30, 2022
Expected date of filing of annual securities report:	June 29, 2022	
Preparation of supplementary financial document:	Yes	
Results briefing:	None	

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended March 2022

(April 1, 2021 through March 31, 2022)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Operating revenues		Net operating revenues		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Mar. 2022	35,312	-9.7	16,654	-2.4	1,568	-39.4	1,229	-44.6	1,008	-29.5
Year ended Mar. 2021	39,090	13.6	17,065	63.6	2,590	62.5	2,218	102.7	1,430	0.9

(Note) Net income before income taxes:

Year ended March 2022: 1,421 million yen (-35.8%)

Year ended March 2021: 2,215 million yen (12.9%)

(Note) Comprehensive income:

Year ended March 2022: 991 million yen (-31.1%)

Year ended March 2021: 1,439 million yen (-0.9%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Mar. 2022	32.73	-	7.2	2.0	4.4
Year ended Mar. 2021	46.20	-	10.5	3.7	6.6

(Reference) Investment earnings/loss on equity-method:

Year ended March 2022: -6 million yen

Year ended March 2021: -2 million yen

(Note) The Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. from the beginning of the fiscal year under review in accordance with the transitional treatment.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2022	64,183	14,772	22.0	459.66
As of Mar. 2021	61,660	13,792	22.3	447.35

(Reference) Shareholders' equity:

As of March 2022: 14,091 million yen

As of March 2021: 13,775 million yen

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Mar. 2022	-4,612	-950	2,478	12,460
Year ended Mar. 2021	6,852	-1,436	-5,386	15,544

2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Mar. 2021	-	8.50	-	9.50	18.00	605	39.0	4.1
Year ended Mar. 2022	-	9.50	-	8.50	18.00	611	55.0	4.0
Year ending Mar. 2023 (forecast)	-	9.50	-	9.50	19.00		-	

* For the year ending March 2023 (forecast), the payout ratio is forecasted to be 34.1 to 57.9%.

* "Rate of total dividend to net assets (Consolidated)" is the ratio of annual dividends per share to the average amount of net assets per share at the beginning and end of the fiscal year. The Company strives to maintain a minimum level of 4.0% unless their financial soundness is impaired.

3. Forecast of consolidated business results for the fiscal year ending March 2023

(April 1, 2022 through March 31, 2023)

(% change from the previous corresponding period)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ending Mar. 2023	39,500- 44,400	11.9- 25.7	1,900- 3,000	21.2- 91.3	1,800- 2,800	46.5- 127.8	1,000- 1,700	-0.8- 68.7

*As reference information, the Company also discloses "Forecast of Consolidated Earnings before Income Taxes and Minority Interests" as follows.
Income before income taxes and minority interests: 1,800 to 2,800 million yen (26.7% to 97.0%)

*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): Yes

Excluded: 1 (LLC Satsuki)

(2) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies associated with revision of accounting standards : Yes
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Restatement : None

(3) Shares outstanding (common stock)

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

As of March 2022 34,029,544 shares
As of March 2021 34,029,544 shares

② Treasury stock at the end of period

As of March 2022 3,374,179 shares
As of March 2021 3,236,693 shares

③ Average number of stock during period

Year ended March 2022 30,801,710 shares
Year ended March 2021 30,969,040 shares

(Note) The number of treasury stock which is deducted for calculating the number of treasury stock during period and the average number of shares during the period includes the shares of the Company owned by the ESOP Trust Account and the BBT Trust Account.

***Financial summary is not subject to auditing procedures by certified public accountants or auditing firms.**

*Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. Actual results may differ significantly from the forecasts due to various factors.

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