

ROHM Co., Ltd. Financial Highlights for the Year Ended March 31, 2022

May 10, 2022

1. Consolidated Financial Results

		'22/3	'21/3	Change from the previous year		'23/3 (Projected)		Note1	
		Actual	Actual	Amount	Percentage	Annual	Change from the previous year	First six months	Change from the first six months of the previous year
Net sales	Millions of yen	452,124	359,888	+92,236	+25.6%	510,000	+12.8%	252,000	+13.2%
Cost of sales	Millions of yen	289,803	242,252	+47,551	+19.6%	336,900		163,600	
Selling, general and administrative expenses	Millions of yen	90,841	79,146	+11,695	+14.8%	97,100		49,400	
Operating profit	Millions of yen	71,479 (15.8%)	38,488 (10.7%)	+32,991 (+5.1%)	+85.7%	76,000 (14.9%)	+6.3%	39,000 (15.5%)	+13.0%
Ordinary profit	Millions of yen	82,551 (18.3%)	40,672 (11.3%)	+41,879 (+7.0%)	+103.0%	74,000 (14.5%)	-10.4%	36,000 (14.3%)	-4.9%
Profit attributable to owners of parent	Millions of yen	66,827 (14.8%)	37,002 (10.3%)	+29,825 (+4.5%)	+80.6%	60,000 (11.8%)	-10.2%	32,000 (12.7%)	+3.9%
Figures in () indicate ratio to sales.									
Net income (loss) per share	yen	680.62	376.24	+304.38	+80.9%	611.38		326.07	
ROE	%	8.3	5.0						
ROA	%	6.8	4.2						
Net assets per share	yen	8,557.15	7,835.49	+721.66	+9.2%				
EBITDA ^{Note2}	Millions of yen	113,507	78,656	+34,851	+44.3%	139,500	+22.9%	65,700	+23.0%
Capital expenditures	Millions of yen	79,985	44,114	+35,871	+81.3%	100,000	+25.0%	58,000	+112.6%
Depreciation	Millions of yen	42,027	40,167	+1,860	+4.6%	63,500	+51.1%	26,700	+41.1%
Research and development costs	Millions of yen	36,126	31,537	+4,589	+14.5%	41,000	+13.5%	21,700	+23.9%
Foreign exchange gains (losses)	Millions of yen	(gain) 8,090	(loss) 1,062	(gain) 9,152					
Foreign exchange rate (Average yen-dollar rate)	yen/US\$	112.86	106.20	+6.66	+6.3%	115.57		116.06	

(Note) 1. Because it is difficult to calculate the rational financial results forecast at this stage, about projected data, we do it with undecided and do not list it.
We will announce it immediately in future when rational expectation is enabled.

2. EBITDA is calculated by adding back depreciation to operating profit.

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Note: This report is a translation of the financial highlights of the Company prepared in accordance with the provisions set forth in the Securities and Exchange Law and its related accounting regulations, and in conformity with accounting principles generally accepted in Japan. The original version of this report is written in Japanese. In the event of any discrepancies in words, accounts, figures, or the like between this report and the original, the original Japanese version shall govern.

1. Consolidated Financial Results (Continued from the previous page)

(Figures are rounded down to the nearest million yen. Any fraction less than the unit is rounded off.)

		'22/3	'21/3	Change from the previous year		'23/3 (Projected)			
		Actual	Actual	Amount	Percentage	Annual	Change from the previous year	First six months	Change from the first six months of the previous year
Sales by segment and by region (Note)									
ICs	Millions of yen	203,895	168,103	+35,792	+21.3%	228,660	+12.1%	112,642	+12.7%
(Japan)		(80,417)	(73,367)	(+7,050)	(+9.6%)	(83,932)	(+4.4%)	(42,011)	(+9.6%)
(Asia)		(107,421)	(81,257)	(+26,164)	(+32.2%)	(125,870)	(+133.3%)	(61,578)	(+14.1%)
(Americas)		(8,308)	(7,408)	(+900)	(+12.1%)	(10,043)	(+20.9%)	(4,840)	(+21.8%)
(Europe)		(7,748)	(6,070)	(+1,678)	(+27.6%)	(8,814)	(+13.8%)	(4,211)	(+15.3%)
Discrete semiconductor devices	Millions of yen	188,093	142,389	+45,704	+32.1%	215,343	+14.5%	106,190	+13.9%
(Japan)		(56,783)	(44,399)	(+12,384)	(+27.9%)	(59,078)	(+4.0%)	(29,511)	(+7.0%)
(Asia)		(102,037)	(77,654)	(+24,383)	(+31.4%)	(117,161)	(+14.8%)	(57,195)	(+9.5%)
(Americas)		(9,942)	(7,559)	(+2,383)	(+31.5%)	(12,911)	(+29.9%)	(6,406)	(+37.3%)
(Europe)		(19,330)	(12,775)	(+6,555)	(+51.3%)	(26,192)	(+35.5%)	(13,076)	(+49.3%)
Modules	Millions of yen	32,835	29,213	+3,622	+12.4%	33,179	+1.0%	16,664	+6.3%
(Japan)		(7,994)	(6,677)	(+1,317)	(+19.7%)	(8,318)	(+4.1%)	(3,995)	(+24.3%)
(Asia)		(20,913)	(19,259)	(+1,654)	(+8.6%)	(20,011)	(-4.3%)	(10,388)	(-2.6%)
(Americas)		(1,278)	(1,303)	(-25)	(-1.9%)	(2,236)	(+75.0%)	(1,004)	(+81.8%)
(Europe)		(2,649)	(1,972)	(+677)	(+34.3%)	(2,612)	(-1.4%)	(1,277)	(+2.3%)
Others	Millions of yen	27,299	20,181	+7,118	+35.3%	32,816	+20.2%	16,501	+19.4%
(Japan)		(4,661)	(3,325)	(+1,336)	(+40.1%)	(5,238)	(+12.4%)	(2,638)	(+18.2%)
(Asia)		(17,520)	(13,136)	(+4,384)	(+33.4%)	(20,609)	(+17.6%)	(10,418)	(+14.1%)
(Americas)		(2,306)	(1,644)	(+662)	(+40.3%)	(2,771)	(+20.2%)	(1,366)	(+17.3%)
(Europe)		(2,811)	(2,075)	(+736)	(+35.5%)	(4,196)	(+49.3%)	(2,077)	(+60.4%)
Total	Millions of yen	452,124	359,888	+92,236	+25.6%	510,000	+12.8%	252,000	+13.2%
(Japan)		(149,857)	(127,770)	(+22,087)	(+17.3%)	(156,567)	(+4.5%)	(78,157)	(+9.6%)
(Asia)		(247,892)	(191,308)	(+56,584)	(+29.6%)	(283,652)	(+14.4%)	(139,581)	(+10.8%)
(Americas)		(21,834)	(17,915)	(+3,919)	(+21.9%)	(27,963)	(+28.1%)	(13,618)	(+31.5%)
(Europe)		(32,539)	(22,893)	(+9,646)	(+42.1%)	(41,816)	(+28.5%)	(20,642)	(+38.0%)
Sales by application									
Consumer	%	30.8	32.2	-1.4					
Telecommunications	%	6.0	7.7	-1.7					
Automotive	%	36.5	35.5	+1.0					
Industrial	%	15.4	13.2	+2.2					
Computers and OA	%	11.3	11.4	-0.1					
Major end products									
Consumer		TV, Video Camera, Audio, Microwave Oven, Air Conditioner, Refrigerator, Washing Machine, Air Cleaner, Digital Still Camera, Game Machine, Electronic Musical Instrument, Electronic Cigarette, Drone, etc.							
Telecommunications		Smartphone, FAX, Wearable Electronics(excludes Medical Equipment), etc.							
Automotive		Engine Control Unit, Air Bag, Car Navigation, Car Audio, ADAS, etc.							
Industrial		Medical Equipment, Electrical Measuring Equipment, Machine Tool, Vending Machine, Solar Power, Smart Meter, Security Equipment, Communications Infrastructures, Cloud Server etc.							
Computers and OA		PC, PC Server, Tablet PC, Printer, Data Storage(DVD, HDD, Semiconductor Memory), Monitor, Terminal, etc.							

(Note) The above amounts are sales to external customers.

2.Relevant information

(Figures are rounded down to the nearest million yen. Any fraction less than the unit is rounded off.)

		'22/3	'21/3	Change from the previous year		'23/3 (Projected)				
		Actual	Actual	Amount	Percentage	Annual	Change from the previous year	First six months	Change from the first six months of the previous year	
Capital expenditures by individual segments										
ICs	Millions of yen	30,130	16,568	+13,562	+81.9%	46,100	+53.0%	29,300	+259.1%	
Discrete semiconductor devices		33,789	20,460	+13,329	+65.1%	41,800	+23.7%	23,300	+60.5%	
Modules		1,793	2,893	-1,100	-38.0%	2,100	+17.1%	1,000	+88.7%	
Others		4,237	1,079	+3,158	+292.4%	2,300	-45.7%	1,400	-2.1%	
Sales and administrative division		10,034	3,111	+6,923	+222.5%	7,700	-23.3%	3,000	+13.6%	
Total		79,985	44,114	+35,871	+81.3%	100,000	+25.0%	58,000	+112.6%	
Number of shareholders										
	Number	28,274	26,781	+1,493	+5.6%					
Financial institution shareholding ratio	%	27.22	26.38	+0.84						
Foreign shareholding ratio	%	43.60	44.90	-1.30						
Number of employees										
Domestic	Number	6,015	5,844	+171	+2.9%					
Overseas	Number	17,386	16,526	+860	+5.2%					
Total	Number	23,401	22,370	+1,031	+4.6%					
(Number of R&D employees)	(Number)	(2,930)	(2,868)	(+62)	(+2.2%)					
Number of consolidated subsidiaries										
	Number	39	41	-2						
(Domestic)	(Number)	(7)	(8)	(-1)						
(Overseas)	(Number)	(32)	(33)	(-1)						
Number of affiliated companies										
	Number	3	3	0						
Number of companies accounted for by equity method)	(Number)	(0)	(0)	(0)						
Number of non-consolidated subsidiaries										
	Number	2	1	+1						
Number of companies accounted for by equity method)	(Number)	(0)	(0)	(0)						



Financial Report for the the Year Ended March 31, 2022 [Based on Japanese Standard] (Consolidated)

May 10, 2022

Stock Exchange Listings: Tokyo

Listed Company Name: ROHM CO., LTD.

Code No.: 6963 URL <https://www.rohm.com>

Company Representative: (Title) President, Chief Executive Officer

(Name) Isao Matsumoto

Contact Person: (Title) Director, Managing Executive Officer,

CSO and Director of Accounting & Finance Headquarters

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Scheduled Date of Annual Meeting of Shareholders June 24, 2022 Scheduled Dividend Payment Date June 27, 2022

Scheduled Date of Securities Report for Submission June 24, 2022

Supplementary Material Prepared for Account Closing: Yes

Financial Results Briefing Available: Yes (For analysts and institutional investors)

(Figures are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Year Ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(1) Consolidated Results of Operations (Accumulated total)

(The percentages [%] represent change from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2022	452,124	25.6	71,479	85.7	82,551	103.0	66,827	80.6
Year ended March 31, 2021	359,888	-0.8	38,488	30.5	40,672	13.7	37,002	44.4

(Note) Comprehensive income Year ended March 31, 2022: 85,568 million yen (10.4%)
Year ended March 31, 2021: 77,541 million yen (-%)

	Net income per share	Diluted net income per share	Net income to equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Year ended March 31, 2022	680.62	659.43	8.3	8.4	15.8
Year ended March 31, 2021	376.24	363.93	5.0	4.6	10.7

(Reference) Investment loss (-gain) on equity method Year ended March 31, 2022: — million yen
Year ended March 31, 2021: — million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended March 31, 2022	1,029,132	840,353	81.6	8,557.15
Year ended March 31, 2021	926,240	769,490	83.0	7,835.49

(Reference) Shareholder's equity Year ended March 31, 2022: 839,817 million yen
Year ended March 31, 2021: 768,972 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2022	92,181	-55,437	-16,230	295,223
Year ended March 31, 2021	45,975	-40,844	-24,840	262,168

2. Dividend Details

	Dividend per share					Total annual dividend	Payout ratio (consolidated)	Dividend on net assets ratio (consolidated)
	End of the first quarter	End of the interim	End of the third quarter	End of year	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2021	—	75.00	—	75.00	150.00	14,720	39.9	2.0
Year ended March 31, 2022	—	75.00	—	110.00	185.00	18,156	27.2	2.3
Year ending March 31, 2023 (Estimates)	—	100.00	—	100.00	200.00		32.7	

3. Consolidated Financial Results Forecast for the Year Ending March 31, 2023 (From April 1, 2022 to March 31, 2023)

(The percentages [%] shown for annual figures represent change from the previous year and those for the interim figures represent change from the same time of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim	252,000	13.2	39,000	13.0	36,000	-4.9	32,000	3.9	326.07
Annual	510,000	12.8	76,000	6.3	74,000	-10.4	60,000	-10.2	611.38

*Note

(1) Changes in Major Subsidiaries During the Year Ended March 31, 2022

(Changes to specified subsidiaries accompanying revision on the scope of consolidation): None

(2) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Revisions

[1] Changes in accounting policies according to revision to accounting standards:	Yes
[2] Other changes in accounting policies other than items indicated in [1]:	None
[3] Change in accounting estimates:	None
[4] Restatement of revisions:	None

(Note) For further details, please refer to "3. Consolidated Financial Statements and Important Notes (5) Notes on Consolidated Financial Statements (Changes in Accounting Policy)" on page 14 of the attached document.

(4) Number of Shares Outstanding (common shares)

[1] Year-end number of shares outstanding (incl. treasury stocks)	Year ended March 31, 2022	103,000,000 shares
	Year ended March 31, 2021	103,000,000 shares
[2] Year-end number of treasury stocks	Year ended March 31, 2022	4,861,656 shares
	Year ended March 31, 2021	4,864,628 shares
[3] Average number of shares during the period (Accumulated total of the quarter)	Year ended March 31, 2022	98,137,573 shares
	Year ended March 31, 2021	98,258,538 shares

(Reference) Summary of non-consolidated operating results

1. Non-consolidated Financial Results for the Year Ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(1) Non-consolidated Results of Operations

(The percentages [%] represent change from the previous year.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2022	384,181	26.7	33,766	—	62,429	54.8	53,236	27.1
Year ended March 31, 2021	303,222	-2.1	-722	—	40,325	64.6	41,885	93.9

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended March 31, 2022	542.46	525.30
Year ended March 31, 2021	426.28	412.52

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Year ended March 31, 2022	637,391	488,233	76.6	4,974.95
Year ended March 31, 2021	574,882	457,134	79.5	4,658.20

(Reference) Shareholder's equity
 Year ended March 31, 2022: 488,233 million yen
 Year ended March 31, 2021: 457,134 million yen

<Reasons for year-over-year variance in non-consolidated financial results>

A variance between non-consolidated financial results for the fiscal year ended March 31, 2021 (previous year) and March 31, 2022 (current year) can be largely explained by strong sales mainly in the automotive electronics market, consumer product market and industrial equipment-related market.

*This financial report is not subject to auditing by Certified Public Accountant or Audit Firm.

*Explanation on Adequate Usage of Financial Results Forecast

Statements on financial results forecasts in this financial report are based on current information acquired by ROHM as well as specific legitimate premises for making decisions, therefore ROHM makes no promises as to attaining these forecasts. Actual financial results may be considerably different due to various factors. For conditions and notes used for making prepositions of financial forecasts, please refer to "1. Overview of Business Results and Financial Condition, (4) Future Outlook on the Financial Report for the Year Ended March 31, 2022 (Page 5 on the Appendix).

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*Separately attached as supplementary materials are "Financial Highlights for the Year Ended March 31, 2022."

1. Overview of Business Results and Financial Condition

(1) Overview of Business Results for the Fiscal Year Ended March 31, 2022

General Overview of Business Performance

During the fiscal year ended March 31, 2022, the global economy generally remained on track to recovery, backed by the economic recovery in China and the United States, as well as the ramping-up of COVID-19 vaccinations around the world, among other things. That said, the global economy faced the risk of slowdown, with the continuing shortage of parts and materials due to supply chain disruptions and the materialization of geopolitical risks in Ukraine from the turn of the year onwards.

Overall, the electronics industry did well during the period. Although hit hard by automobile production cuts due to a shortage of parts and materials, the automotive electronics market largely performed well, supported by the increasing electrification of vehicles and more extensive use of electronic components in vehicles to help realize a decarbonized society, as well as the continued strong demand in the semiconductor market. In addition, the industrial equipment market continued its steady growth, supported primarily by increasing capital investments for factory automation and digitization around the world.

Working within this business environment, we have proceeded with the development of new products and technologies for power, analog and general-purpose devices, where the ROHM Group excels, for the automotive electronics market, where the shift to electric vehicles is expected to further accelerate, as well as for the industrial equipment market, where medium- to long-term growth is expected. Through such efforts, we have promoted our proposals for total solutions that can extensively contribute to meeting customers' needs for energy savings and miniaturization.

In terms of production, we have achieved overall optimization through the adoption of a matrix-type organizational structure, and we have promoted the installation of labor-saving and automated production lines through "monozukuri (manufacturing) innovation". We also have made every effort to ensure the stable supply of our products to customers by thoroughly implementing COVID-19 infection prevention and control measures, and by improving productivity and increasing our production capacity to cope with fast-growing demand.

In addition, we have concentrated our management resources in priority focus areas by reaching a final decision for the transfer of assets related to the tantalum capacitor business, and by proceeding with the plan to build a new production facility at our manufacturing subsidiary in Malaysia, with the construction scheduled to be completed in 2023, as well as the plan to establish the Monozukuri Innovation Center at the Kyoto Head Office, among other things.

Under these circumstances, consolidated net sales for the fiscal year ended March 31, 2022 were an all-time high at 452,124 million yen, up 25.6% from the previous year, while operating profit increased 85.7% from the previous year to 71,479 million yen due to a decrease in fixed cost ratio, bringing operating margin up from 10.7% to 15.8%. Ordinary profit also increased 103.0% from the previous year to 82,551 million yen due to an increase in operating profit and foreign exchange gains, while profit attributable to owners of parent increased 80.6% from the previous year to 66,827 million yen.

Moreover, EBITDA (*1), an accounting metric that we emphasize in the ROHM Group, was 113,507 million yen for the fiscal year ended March 31, 2022, up 44.3% from the previous year.

*1 EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization)

An accounting metric widely used around the world to compare businesses in terms of earning power, calculated by adding interest and depreciation to a company's pretax earnings. The ROHM Group simplifies the EBITDA calculation by adding back depreciation to operating profit.

Overview of Performance by Segment**Integrated Circuits (ICs)**

By business segment, in the automotive electronics market, sales of light-emitting diode (LED) driver ICs and power ICs for advanced driver assistance systems (ADAS), infotainment and car bodies performed well, and sales of high value-added ICs, such as isolated gate driver ICs with their increasing use in electric vehicles, also increased steadily. In the industrial equipment market, sales of power ICs, especially those for factory automation (FA) applications, saw a steady growth on the back of active capital investments in related industries. The consumer product market also performed well, with strong sales of a variety of driver ICs and power ICs primarily for home appliance and personal computer (PC) applications due to market recovery and widespread remote working and learning.

As a result, consolidated net sales for the fiscal year ended March 31, 2022 were 203,895 million yen, up 21.3% from the previous year, and segment profit was 32,988 million yen, up 109.4% from the previous year.

Discrete Semiconductor Devices

By business segment, sales of transistors, diodes and power devices generally performed well, backed by strong sales primarily for the automotive electronics market and the industrial equipment market, as well as for home appliance applications. Sales of LEDs and laser diodes increased primarily in the industrial equipment market and the consumer product market.

As a result, consolidated net sales for the fiscal year ended March 31, 2022 were 188,093 million yen, up 32.1% from the previous year, and segment profit was 32,774 million yen, up 55.7% from the previous year.

Modules

By business segment, sales of printheads increased primarily for printers. As for optical modules, sales of sensor modules for telecommunication device applications declined, while sales for the industrial equipment market and the consumer product market increased.

As a result, consolidated net sales for the fiscal year ended March 31, 2022 were 32,835 million yen, up 12.4% from the previous year, and segment profit was 4,442 million yen, up 107.0% from the previous year.

Others

By business segment, sales of resistors increased, with sales for the automotive electronics market and the home electrical appliance market showing the largest increases. Sales of tantalum capacitors remained strong throughout the period, primarily in the PC and smartphone market.

As a result, consolidated net sales for the fiscal year ended March 31, 2022 were 27,299 million yen, up 35.3% from the previous year, and segment profit was 5,018 million yen, up 171.8% from the previous year.

Sales referenced in the “Overview of Performance by Segment” section above were to customers outside of the ROHM Group.

(2) Financial Condition

Total assets were 1,029,132 million yen, an increase of 102,892 million yen from the end of the previous fiscal year, which can be largely explained by increases respectively in property, plant and equipment of 44,723 million yen, cash and deposits of 31,852 million yen, inventories of 25,728 million yen and notes and accounts receivable (trade) of 13,864 million yen, partially offset by a decrease in securities of 8,882 million yen.

Total liabilities were 188,778 million yen, an increase of 32,028 million yen from the end of the previous fiscal year, which can be largely explained by increases respectively in accounts payable (other) of 12,353 million yen, income taxes payable of 7,801 million yen, current liabilities (other) of 7,221 million yen (of which 4,883 million yen is accrued expenses) and notes and accounts payable (trade) of 4,027 million yen.

Total net assets were 840,353 million yen, an increase of 70,863 million yen from the end of the previous fiscal year, which can be largely explained by increases respectively in total shareholders' equity of 52,145 million yen primarily due to the recording of profit attributable to owners of parent, foreign currency translation adjustment of 25,584 million yen, partially offset by a decrease in valuation difference on available for sale securities of 7,687 million yen.

As a result, the equity ratio decreased to 81.6% from 83.0% at the end of the previous fiscal year.

(3) Cash Flow

Cash flows from operating activities were positive 92,181 million yen, up 46,206 million yen from the previous fiscal year's positive 45,975 million yen, which can be largely explained by an increase in profit before income taxes and a decrease in income taxes paid as a positive factor, partially offset by an increase in inventories as a negative factor.

Cash flows from investing activities were negative 55,437 million yen, an increase in expenditures of 14,593 million yen from the previous fiscal year's negative 40,844 million yen, which can be largely explained by an increase in time deposits as a positive factor, partially offset by an increase in payments for purchase of property, plant and equipment as a negative factor.

Cash flows from financing activities were negative 16,230 million yen, a decrease in expenditures of 8,610 million yen from the previous fiscal year's negative 24,840 million yen, which can be largely explained by a decrease in purchase of treasury shares.

After factoring in an increase of 12,542 million yen in effect of exchange rate change on cash and cash equivalents, cash and cash equivalents were 295,223 million yen, an increase of 33,055 million yen from the end of the previous fiscal year.

The events that will likely materially affect cash flows for the fiscal year ending March 31, 2023 include planned capital expenditures of 100.0 billion yen and depreciation of 63.5 billion yen.

(4) Future Outlook

The global economic outlook is likely to remain uncertain amid a new wave of COVID-19 outbreaks and heightened concerns over geopolitical risks, such as the Ukraine crisis, and inflation risks. In the meantime, despite the risk of increases in materials and other costs due to the effects of high energy and materials prices, as well as the risk of shortage in the supply of rare gases and rare metals that are essential for production, the electronics market will likely continue to perform well, primarily on the back of the further acceleration of energy savings, more extensive use of electronic components, and increasing capital investments for factory automation and digitization around the world, among other things.

Given these circumstances, we at the ROHM Group will continue to develop high value-added products that pre-empt future market needs and launch them timely in the market

In terms of production, we will continue to push forward with the monozukuri innovation primarily through the establishment of a state-of-the-art quality control system and the promotion of labor-saving efforts and automation. At the same time, we will be committed to ensuring the smooth and uninterrupted operation of business by maintaining and continuing supply chains through ensuring the stable procurement of raw materials, etc. and through entering into long-term contracts with customers, among other things.

In addition, we will seek to improve medium- to long-term financial results and thus enhance our corporate value by executing the Medium-Term Management Plan.

Our forecast for consolidated financial results and consolidated sales of individual segments for the fiscal year ending March 31, 2023 is as follows:

<Consolidated Financial Results Forecast>

	Year ended March 31, 2022 Result	Year ending March 31, 2023 Forecast	Percent change from the previous year
Net sales	452.1 billion yen	510.0 billion yen	+12.8%
Operating profit	71.4 billion yen	76.0 billion yen	+6.3%
Ordinary profit	82.5 billion yen	74.0 billion yen	-10.4%
Profit attributable to owners of parent	66.8 billion yen	60.0 billion yen	-10.2%

<Consolidated Sales Forecast by Segment>

	Year ended March 31, 2022 Result	Year ending March 31, 2023 Forecast	Percent change from the previous year
ICs	203.8 billion yen	228.6 billion yen	+12.1%
Discrete Semiconductor Devices	188.0 billion yen	215.3 billion yen	+14.5%
Modules	32.8 billion yen	33.1 billion yen	+1.0%
Others	27.2 billion yen	32.8 billion yen	+20.2%

The forecasts are based on an exchange rate of 115 yen to US\$1.

(5) Basic Policy for Profit Distribution, and Dividends for the Fiscal Year Ended March 31, 2022 and the Fiscal Year Ending March 31, 2023

[1] Basic Policy for Profit Distribution

In the semiconductor and electronic component business, the ROHM Group wants to meet shareholder expectations by further improving business results from both medium- to long-term perspectives through forward-looking investments in equipment, plants, and research and development (R&D) activities, as well as in merger and acquisition (M&A) activities.

The ROHM Group believes that, while it is important to continue these efforts to achieve sustainable growth, it is also necessary to find ways to share profits that can balance our financial conditions and capital requirements with investor expectations and thus to improve our overall corporate value.

Our policy on shareholder returns is to target a dividend payout ratio on a consolidated basis of 30% or more, and we will strive to actively return profits to shareholders by considering additional return measures depending on the situation.

As for free cash flows from business activities, we will use it actively for capital investments and merger and acquisition (M&A) opportunities to enhance shareholder value in the medium- to long-term. Also, we will improve financial efficiency and strive to improve various management metrics such as return on equity (ROE).

[2] Profit Distribution for the Fiscal Year Ended March 31, 2022

In light of our business performance for the fiscal year ended March 31, 2022 and our policy of ensuring proactive dividend payouts to shareholders, we plan to pay a year-end dividend of 110 yen per share, which together with the interim dividend payout of 75 yen per share, will result in a total dividend of 185 yen per share for the full year.

[3] Profit Distribution Plan for the Fiscal Year Ending March 31, 2023

Profit distribution for the fiscal year ending March 31, 2023 will take into consideration our business performance and cash flow in that fiscal year, as well as our policy of ensuring proactive dividend payouts to shareholders. We plan to pay a total of 200 yen per share for the upcoming fiscal year, which consists of an interim dividend of 100 yen per share and a year-end dividend of 100 yen per share.

[4] Purchase of Treasury Shares

The ROHM Group will purchase treasury shares on a timely basis to improve capital efficiency.

[5] Retirement of Treasury Shares

As a guideline, the ROHM Group sets 5% of its total outstanding shares as the maximum limit of its treasury shares holdings, and, in principle, any amount beyond this limit is retired at the end of each fiscal year. Also, the Group always keeps on hand a certain amount of treasury shares, which is no more than 5% of its total outstanding shares, in order to ensure management flexibility, such as for M&A activities and other needs as required.

2. Basic Thinking behind the Selection of Accounting Standards

The ROHM Group's accounting practices comply with Japanese accounting standards.

In preparation for the future application of the International Accounting Standards (IAS) and the International Financial Reporting Standards (IFRS), the ROHM Group has been conducting related research and analyses, including identifying differences between IAS/IFRS and Japanese accounting standards, but no decision has been made yet as to when the ROHM Group will adopt IAS/IFRS.

3. Consolidated Financial Statements and Important Notes

(1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	261,292	293,144
Notes and accounts receivable - trade	86,287	100,151
Electronically recorded monetary claims - operating	6,043	8,644
Securities	58,138	49,256
Merchandise and finished goods	33,426	39,678
Work in process	52,811	61,675
Raw materials and supplies	42,522	53,135
Income taxes refund receivable	4,013	1,026
Other	11,402	13,342
Allowance for doubtful accounts	-115	-49
Total current assets	555,823	620,004
Non-current assets		
Property, plant and equipment		
Buildings and structures	263,766	280,843
Accumulated depreciation	-177,587	-188,797
Buildings and structures, net	86,178	92,046
Machinery, equipment and vehicles	607,487	664,295
Accumulated depreciation	-545,385	-585,899
Machinery, equipment and vehicles, net	62,102	78,396
Tools, furniture and fixtures	53,935	57,176
Accumulated depreciation	-47,460	-50,299
Tools, furniture and fixtures, net	6,475	6,876
Land	66,601	68,421
Construction in progress	21,691	41,760
Other	7,054	8,543
Accumulated depreciation	-2,735	-3,954
Other, net	4,318	4,589
Total property, plant and equipment	247,367	292,090
Intangible assets		
Goodwill	1,093	795
Other	5,552	4,471
Total intangible assets	6,645	5,266
Investments and other assets		
Investment securities	95,749	87,506
Retirement benefit asset	3,010	3,176
Deferred tax assets	8,156	11,310
Other	9,571	9,846
Allowance for doubtful accounts	-83	-69
Total investments and other assets	116,404	111,770
Total non-current assets	370,417	409,127
Total assets	926,240	1,029,132

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,078	18,105
Electronically recorded obligations - operating	3,834	4,929
Accounts payable - other	23,778	36,131
Income taxes payable	3,671	11,472
Other	28,016	35,237
Total current liabilities	73,379	105,877
Non-current liabilities		
Bonds payable	40,735	40,536
Deferred tax liabilities	28,149	28,983
Retirement benefit liability	11,198	11,092
Other	3,286	2,289
Total non-current liabilities	83,370	82,901
Total liabilities	156,750	188,778
Net assets		
Shareholders' equity		
Share capital	86,969	86,969
Capital surplus	102,403	102,411
Retained earnings	609,280	661,386
Treasury shares	-39,947	-39,915
Total shareholders' equity	758,706	810,851
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	47,001	39,314
Foreign currency translation adjustment	-33,878	-8,294
Remeasurements of defined benefit plans	-2,856	-2,054
Total accumulated other comprehensive income	10,266	28,965
Non-controlling interests	518	536
Total net assets	769,490	840,353
Total liabilities and net assets	926,240	1,029,132

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated statement of income)

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	359,888	452,124
Cost of sales	242,252	289,803
Gross profit	117,635	162,320
Selling, general and administrative expenses	79,146	90,841
Operating profit	38,488	71,479
Non-operating income		
Interest income	1,653	1,175
Dividend income	746	847
Foreign exchange gains	—	8,090
Other	1,030	1,316
Total non-operating income	3,430	11,430
Non-operating expenses		
Interest expenses	95	114
Foreign exchange losses	1,062	—
Settlement payments	—	195
Other	88	47
Total non-operating expenses	1,246	358
Ordinary profit	40,672	82,551
Extraordinary income		
Gain on sale of non-current assets	136	619
Gain on sale of investment securities	1,392	2,190
Subsidy income	—	100
Total extraordinary income	1,528	2,909
Extraordinary losses		
Loss on sale of non-current assets	256	36
Loss on abandonment of non-current assets	282	752
Loss on tax purpose reduction entry of non-current assets	—	100
Impairment losses	807	285
Loss on disaster	340	427
Total extraordinary losses	1,687	1,602
Profit before income taxes	40,512	83,859
Income taxes - current	7,343	15,944
Income taxes - deferred	-3,864	1,057
Total income taxes	3,478	17,001
Profit	37,033	66,857
Profit attributable to non-controlling interests	31	30
Profit attributable to owners of parent	37,002	66,827

(Consolidated statement of comprehensive income)

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	37,033	66,857
Other comprehensive income		
Valuation difference on available-for-sale securities	24,986	-7,686
Foreign currency translation adjustment	13,660	25,595
Remeasurements of defined benefit plans, net of tax	1,860	801
Total other comprehensive income	40,507	18,710
Comprehensive income	77,541	85,568
Comprehensive income attributable to owners of parent	77,488	85,526
Comprehensive income attributable to non-controlling interests	53	41

(3) Consolidated Statement of Shareholder's Equity
Year ended March 31, 2021 (From April 1, 2020 to March 31, 2021)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	86,969	102,403	644,563	-88,726	745,210
Changes during period					
Dividends of surplus			-14,822		-14,822
Profit attributable to owners of parent			37,002		37,002
Purchase of treasury shares				-8,774	-8,774
Disposal of treasury shares		-0		91	90
Cancellation of treasury shares		-57,462		57,462	—
Transfer from retained earnings to capital surplus		57,462	-57,462		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	-35,282	48,778	13,495
Balance at end of period	86,969	102,403	609,280	-39,947	758,706

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	22,015	-47,517	-4,716	-30,219	488	715,479
Changes during period						
Dividends of surplus						-14,822
Profit attributable to owners of parent						37,002
Purchase of treasury shares						-8,774
Disposal of treasury shares						90
Cancellation of treasury shares						—
Transfer from retained earnings to capital surplus						—
Net changes in items other than shareholders' equity	24,986	13,639	1,860	40,485	29	40,515
Total changes during period	24,986	13,639	1,860	40,485	29	54,011
Balance at end of period	47,001	-33,878	-2,856	10,266	518	769,490

Year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	86,969	102,403	609,280	-39,947	758,706
Changes during period					
Dividends of surplus			-14,721		-14,721
Profit attributable to owners of parent			66,827		66,827
Purchase of treasury shares				-9	-9
Disposal of treasury shares		7		41	48
Net changes in items other than shareholders' equity					
Total changes during period	—	7	52,105	32	52,145
Balance at end of period	86,969	102,411	661,386	-39,915	810,851

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	47,001	-33,878	-2,856	10,266	518	769,490
Changes during period						
Dividends of surplus						-14,721
Profit attributable to owners of parent						66,827
Purchase of treasury shares						-9
Disposal of treasury shares						48
Net changes in items other than shareholders' equity	-7,686	25,584	801	18,699	18	18,717
Total changes during period	-7,686	25,584	801	18,699	18	70,863
Balance at end of period	39,314	-8,294	-2,054	28,965	536	840,353

(4) Consolidated Statement of Cash Flow

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	40,512	83,859
Depreciation	40,167	42,027
Impairment losses	807	285
Increase (decrease) in allowance for doubtful accounts	-3	-86
Increase (decrease) in retirement benefit liability	433	909
Decrease (increase) in retirement benefit asset	261	-422
Interest and dividend income	-2,399	-2,022
Foreign exchange losses (gains)	-1,785	-3,616
Loss (gain) on sale of short-term and long-term investment securities	-1,392	-2,190
Loss (gain) on valuation of short-term and long-term investment securities	-	1
Loss (gain) on sale of non-current assets	120	-582
Loss on disaster	340	427
Decrease (increase) in trade receivables	-9,650	-12,278
Decrease (increase) in inventories	-14,073	-19,794
Increase (decrease) in trade payables	1,243	1,529
Increase (decrease) in accounts payable - other	383	2,853
Other, net	343	5,053
Subtotal	55,309	95,953
Interest and dividends received	2,500	1,856
Interest paid	-6	-8
Income taxes refund (paid)	-11,219	-5,619
Extra retirement payments	-609	-
Net cash provided by (used in) operating activities	45,975	92,181
Cash flows from investing activities		
Decrease (increase) in time deposits	-10,470	10,533
Purchase of short-term and long-term investment securities	-9,334	-17,179
Proceeds from sale and redemption of short-term and long-term investment securities	12,652	20,050
Purchase of property, plant and equipment	-32,377	-66,579
Proceeds from sale of property, plant and equipment	153	931
Other, net	-1,466	-3,193
Net cash provided by (used in) investing activities	-40,844	-55,437
Cash flows from financing activities		
Purchase of treasury shares	-8,715	-9
Dividends paid	-14,822	-14,721
Other, net	-1,302	-1,499
Net cash provided by (used in) financing activities	-24,840	-16,230
Effect of exchange rate change on cash and cash equivalents	6,338	12,542
Net increase (decrease) in cash and cash equivalents	-13,371	33,055
Cash and cash equivalents at beginning of period	275,539	262,168
Cash and cash equivalents at end of period	262,168	295,223

(5) Notes on Consolidated Financial Statement

(Note on going concern)

No applicable items

(Changes in Accounting Policy)

(Application of Accounting Standard for Revenue Recognition, etc.)

The ROHM Group applies the Accounting Standard for Revenue Recognition (Accounting Standards Board of Japan (ASBJ) Statement No. 29, March 31, 2020) (hereinafter referred to as “the Revenue Recognition Accounting Standard”), etc. from the beginning of the first quarter of the fiscal year. Accordingly, at the time when control over promised goods or services is transferred to customers, we recognize revenue in an amount that reflects the consideration we expect to be entitled to in exchange for those goods or services.

Prior to the application of the Revenue Recognition Accounting Standard, we used to recognize extinction in a sell-buy back transaction as it relates to goods in process, etc. that are supplied at a price, but with the application of this Accounting Standard, we do not recognize extinction as we have an obligation to buy them back in such a transaction. In this connection, we did not and do not recognize revenue relating to the transfer of such goods in process, etc. in a sell-buy back transaction.

The application of the Revenue Recognition Accounting Standard is subject to the transitional accounting treatment provided for in the provision of paragraph 84 of the Revenue Recognition Accounting Standard. The ROHM Group applies the new accounting policy from the beginning of the first quarter of the fiscal year; provided, however, that, by applying the method provided for in paragraph 86 of the Revenue Recognition Accounting Standard, the ROHM Group does not retroactively apply the new accounting policy to contracts where almost all revenues have been recognized pursuant to the previous accounting treatment. Please note that the effect of the application of the Revenue Recognition Accounting Standard on our consolidated financial statements is minor.

In addition, pursuant to the transitional accounting treatment provided for in paragraph 89-2 of the Revenue Recognition Accounting Standard, we do not reclassify the consolidated financial statements for the previous fiscal year by applying the new presentation method.

(Application of Accounting Standard for Fair Value Measurement, etc.)

The Company applies the Accounting Standard for Fair Value Measurement (ASBJ Statement No. 30, July 4, 2019) (hereinafter referred to as “the Fair Value Measurement Accounting Standard”), etc. from the beginning of the first quarter of the fiscal year. In line with the transitional accounting treatment provided for in paragraph 19 of the Fair Value Measurement Accounting Standard as well as in paragraph 44-2 of the Accounting Standard for Financial Instruments (ASBJ Statement No. 10, July 4, 2019), the Company applies the new accounting policy provided for in the Fair Value Measurement Accounting Standard, etc. from the first quarter of the current fiscal year onward. Please note that the application of the new accounting policy has no impact on our consolidated financial statements.

(Segment information)

1. Overview of reportable segments

The reportable segments of the ROHM Group are units of the group for which separated financial information is available, and which is the subject of the periodical review by the board of directors for the purpose of deciding the distribution of management resources and evaluating business performance.

The ROHM Group is a comprehensive manufacturer of electronic components, and sets up operational divisions by individual product categories at its headquarters. Each operational division draws up comprehensive production plans and business strategies for both domestic and overseas operations, and develops global production activities. Therefore, from a management standpoint, the group attaches great importance to the supervision of profits and losses by operational segments organized as operational divisions of individual product categories. For this reason, the group is consolidating operational segments in consideration of characteristics of

the products each operational division is manufacturing and similarities of production process, and setting up three reportable segments as “ICs,” “Discrete semiconductor devices,” and “Modules.”

In the “ICs” segment, products such as analog ICs, logic ICs, memory ICs are manufactured.

Products manufactured in the “Discrete semiconductor devices” segment include diodes, transistors, light-emitting diodes, and laser diodes.

Products of the “Modules” segment include printheads, optical modules, and power modules.

2. Calculating method of amount of sales, profit or loss, asset, and other items of individual reportable segment information

Accounting processing for each reported operating segment is basically identical to accounting standards used for compiling consolidated financial statements.

The segment profit are based on operating profit, while “Inter-segment sales or transfer” are based on market prices.

Although assets of common categories such as sales and administrative expenses, are included in “Adjusted amount,” depreciation costs derived from these assets are allocated to individual segments according to in-house standards to calculate individual segment.

3. Information regarding amount of sales, profit or loss, asset, and other items of individual reportable segment information
Year ended March 31, 2021 (From April 1, 2020 to March 31, 2021)

(Millions of yen)

	Reportable segments				Others (Note 1)	Total	Adjusted amount (Note 2)	Amount on consolidate financial statements (Note 3)
	ICs	Discrete semi- conductor devices	Modules	Subtotal				
Net sales								
Sales to customers	168,103	142,389	29,213	339,706	20,181	359,888	—	359,888
Inter-segment sales or transfer	1,684	4,674	43	6,403	58	6,462	-6,462	—
Subtotal	169,788	147,064	29,257	346,109	20,240	366,350	-6,462	359,888
Segment profit	15,752	21,053	2,145	38,951	1,846	40,797	-2,308	38,488
Segment asset	118,419	142,458	15,376	276,254	20,017	296,272	629,968	926,240
Other items								
Depreciation	17,003	18,674	2,481	38,159	2,249	40,409	-241	40,167
Amortization of goodwill	—	298	—	298	—	298	—	298
Increase in property, plant and equipment and intangible assets	16,568	20,460	2,893	39,922	1,079	41,002	3,111	44,114

(Note) 1. "Others" is an operational segment that is not included in reportable segments, consisting of business in resistors and tantalum capacitors.

2. Adjusted amount are as follows.

[1] The adjusted amount of the segment profit, -2,308 million yen, mainly includes general administrative expenses of -1,586 million yen that do not attribute to the segment, and the settlement adjusted amount of -721 million yen, which is not allocated to the segment (such as adjustment for retirement benefits).

[2] The adjusted amount of 629,968 million yen in segment assets contains corporate assets of 630,572 million yen that have not been allocated to individual segment information and a downward adjustment of non-current assets of -604 million yen. Corporate assets do not belong to reported segments, consisting of cash and deposits of 261,292 million yen, investment securities of 95,749 million yen, and notes and accounts receivable (trade) of 86,287 million yen.

[3] The adjusted amount of depreciation is the settlement adjusted amount (after subtracting unrealized gains on fixed assets) that is not allocated to the segment.

[4] Adjustments to increases in property, plant and equipment and intangible assets apply to non-current assets of common categories such as sales and administrative expenses.

3. Segment profits are adjusted with operating income on consolidated financial statements.

Year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(Millions of yen)

	Reportable segments				Others (Note 1)	Total	Adjusted amount (Note 2)	Amount on consolidate quarterly statement of income (Note 3)
	ICs	Discrete semiconductor devices	Modules	Total				
Sales								
Japan	80,417	56,783	7,994	145,196	4,661	149,857	—	149,857
Asia	107,421	102,037	20,913	230,372	17,520	247,892	—	247,892
Americas	8,308	9,942	1,278	19,528	2,306	21,834	—	21,834
Europe	7,748	19,330	2,649	29,728	2,811	32,539	—	32,539
Revenues from contracts with customers	203,895	188,093	32,835	424,825	27,299	452,124	—	452,124
Other revenues	—	—	—	—	—	—	—	—
Sales								
Sales to customers	203,895	188,093	32,835	424,825	27,299	452,124	—	452,124
Inter-segment sales or transfer	2,650	3,865	21	6,537	66	6,603	-6,603	—
Total	206,546	191,959	32,856	431,362	27,365	458,728	-6,603	452,124
Segment profit	32,988	32,774	4,442	70,205	5,018	75,223	-3,744	71,479
Segment asset	144,717	171,867	17,192	333,777	25,181	358,959	670,172	1,029,132
Other items								
Depreciation	18,122	19,567	2,095	39,785	2,502	42,288	-260	42,027
Amortization of goodwill	—	298	—	298	—	298	—	298
Increase in property, plant and equipment and intangible assets	30,130	33,789	1,793	65,713	4,237	69,950	10,034	79,985

(Note) 1. "Others" is an operational segment that is not included in reportable segments, consisting of business in resistors and tantalum capacitors.

2. Adjusted amount are as follows.

- [1] The adjusted amount of the segment profit, -3,744 million yen, mainly includes general administrative expenses of -722 million yen that do not attribute to the segment, and the settlement adjusted amount of -3,021 million yen, which is not allocated to the segment (such as adjustment for retirement benefits).
- [2] The adjusted amount of 670,172 million yen in segment assets contains corporate assets of 671,395 million yen that have not been allocated to individual segment information and a downward adjustment of non-current assets of -1,222 million yen. Corporate assets do not belong to reported segments, consisting of cash and deposits of 293,144 million yen, notes and accounts receivable (trade) of 100,151 million yen and property, plant and equipment of 91,144 million yen,
- [3] The adjusted amount of depreciation is the settlement adjusted amount (after subtracting unrealized gains on fixed assets) that is not allocated to the segment.
- [4] Adjustments to increases in property, plant and equipment and intangible assets apply to non-current assets of common categories such as sales and administrative expenses.

3. Segment profits are adjusted with operating profit on consolidated financial statements.

(Per share data)

(Yen)

	Year ended March 31, 2021	Year ended March 31, 2022
Net assets per share	7,835.49	8,557.15
Net income per share	376.24	680.62
Diluted net income per share	363.93	659.43

(Note) The basis for the calculation of the net income per share and diluted net income per share is as follows.

	Year ended March 31, 2021	Year ended March 31, 2022
Net income per share		
Profit attributable to owners of parent (million yen)	37,002	66,827
Amount not attributable to common shareholders (million yen)	33	32
Profit attributable to owners of parent common shareholders (million yen)	36,968	66,794
Average number of common shares during the year (thousand shares)	98,258	98,137
Diluted net income per share		
Adjustment of profit attributable to owners of parent (million yen)	-138	-138
(of which interest income after deducting an amount equivalent to taxes) (million yen)	(-138)	(-138)
Increase in number of outstanding common shares (thousand shares)	2,942	2,942
(of which convertible bond-type bonds with subscription rights to shares) (thousand shares)	(2,942)	(2,942)
Outline of diluted shares that were not included in the calculation of diluted net income per share because they had no dilutive effects	—	—

2. The Company's shares held by the Employee Stock Ownership Plan Trust are included in treasury shares which is deducted from the total number of year-end shares outstanding in the calculation of Net assets per share (5,000 shares in the previous consolidated fiscal year and 5,000 shares in the current consolidated fiscal year).

In the calculation of Net income per share and Diluted net income per share, they are included in treasury shares, which is deducted from the average number of shares during the period (1,000 shares in the previous consolidated fiscal year and 5,000 shares in the current consolidated fiscal year).

(Significant subsequent events)

None.