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## Consolidated Financial Results for the Year Ended February 28, 2023 [Japanese GAAP]

April 11, 2023

Company name: MORESCO Corporation

Stock exchange listing: Tokyo

Code number: 5018

URL: <https://www.moresco.co.jp/>

Representative: Motohisa Morozumi

Representative Director, President

Contact: Hirofumi Fujimoto

Director, Senior Executive Officer

Phone: +81-78-303-9220

Scheduled date of Annual General Meeting of Shareholders: May 30, 2023

Scheduled date of commencing dividend payments: May 31, 2023

Scheduled date of filing annual securities report: May 30, 2023

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes

(Amounts are rounded to the nearest millions of yen.)

### 1. Consolidated Financial Results for the Fiscal Year Ended February 28, 2023 (March 1, 2022 to February 28, 2023)

#### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding 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	%
Fiscal year ended February 28, 2023	30,333	11.1	523	(63.5)	1,046	(48.0)	615	(66.0)
February 28, 2022	27,300	11.5	1,434	70.3	2,011	95.3	1,808	249.1

(Note) Comprehensive income: Fiscal year ended February 28, 2023: ¥ 1,353 million [ (52.5)%]  
Fiscal year ended February 28, 2022: ¥ 2,848 million [ 317.1%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended February 28, 2023	66.19	-	3.4	3.4	1.7
February 28, 2022	192.76	-	10.7	7.1	5.3

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended February 28, 2023: ¥ 148 million  
Fiscal year ended February 28, 2022: ¥ 239 million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of February 28, 2023	32,017	21,240	57.9	2,008.49
February 28, 2022	29,008	20,551	61.9	1,914.94

(Reference) Equity: As of February 28, 2023: ¥ 18,533 million  
As of February 28, 2022: ¥ 17,962 million

#### (3) Consolidated 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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended February 28, 2023	515	(1,172)	1,227	4,186
February 28, 2022	2,333	603	(2,937)	3,654

## 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
February 28, 2022	-	20.00	-	20.00	40.00	375	20.8	2.2
February 28, 2023	-	20.00	-	20.00	40.00	369	60.4	2.0
Fiscal year ending February 29, 2024 (Forecast)	-	20.00	-	25.00	45.00		59.3	

(Note) Breakdown of the year-end dividend for the fiscal year ended February 28, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending February 29, 2024 (March 1, 2023 to February 29, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	34,500	13.7	1,400	167.7	1,600	53.0	700	13.9	75.86

\* Notes:

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

New	1	(Company name:	)
Exclusion:	-	(Company name:	)

(2) 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

(3) Total number of issued shares (common shares)

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

February 28, 2023:	9,696,500 shares
February 28, 2022:	9,696,500 shares

2) Number of treasury shares at the end of the period:

February 28, 2023:	468,970 shares
February 28, 2022:	316,570 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended February 28, 2023:	9,284,344 shares
Fiscal Year ended February 28, 2022:	9,378,512 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended February 28, 2023 (March 1, 2022 to February 28, 2023)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2023	17,162	5.4	79	(87.9)	1,004	(21.8)	856	(48.1)
February 28, 2022	16,288	8.9	656	123.7	1,284	100.0	1,650	-

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
February 28, 2023	92.15	-
February 28, 2022	175.92	-

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
February 28, 2023	20,200	12,474	61.8	1,351.83
February 28, 2022	17,955	12,138	67.6	1,294.05

(Reference) Equity: As of February 28, 2023: ¥ 12,474 million  
As of February 28, 2022: ¥ 12,138 million