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## Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 [Japanese GAAP]



May 13, 2022

Company name: Oriental Shiraishi Corporation  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 1786  
 URL: <https://www.orsc.co.jp/english/>  
 Representative: Tatsuya Ohno, President and CEO  
 Contact: Yukihiko Hashimoto, Director in Charge of Corporate Planning  
 Phone: +81-3-6220-0630  
 Scheduled date of general shareholders' meeting: June 23, 2022  
 Scheduled date of commencing dividend payments: June 24, 2022  
 Scheduled date of filing securities report: June 23, 2022  
 Availability of supplementary explanatory materials on annual financial results: Not available  
 Schedule of annual financial results briefing session: Scheduled (for investors and analysts)

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

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 1, 2021 - March 31, 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	%
Fiscal year ended March 31, 2022	60,726	—	5,308	—	5,460	—	3,778	—
March 31, 2021	—	—	—	—	—	—	—	—

(Note) Comprehensive income: Fiscal year ended March 31, 2022: ¥3,835 million [-%]  
 Fiscal year ended March 31, 2021: ¥- million [-%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	32.48	—	10.8	9.4	8.7
March 31, 2021	—	—	—	—	—

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2022: ¥- million  
 Fiscal year ended March 31, 2021: ¥- million

Diluted earnings per share are not indicated as there are no potential shares.

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	60,952	38,989	64.0	335.63
As of March 31, 2021	—	—	—	—

(Reference) Equity: As of March 31, 2022: ¥38,989 million  
 As of March 31, 2021: ¥- 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 end of period
Fiscal year ended March 31, 2022	Million yen 8,694	Million yen (1,942)	Million yen (2,092)	Million yen 13,312
March 31, 2021	–	–	–	–

(Note) The Company absorbed and merged with OSJB Holdings Corporation, its then-parent, and was listed on April 1, 2021, and thus only the results of the Company for the fiscal year ended March 31, 2022 are indicated.

### 2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended March 31, 2021	Yen –	Yen –	Yen –	Yen –	Yen –	Million yen –	% –	% –
Fiscal year ended March 31, 2022	–	0.00	–	11.00	11.00	1,285	33.9	0.3
Fiscal year ending March 31, 2023 (forecast)	–	0.00	–	11.00	11.00		–	

(Note) Revisions to dividend forecasts announced most recently: Yes

Actual figures for the previous fiscal year are not indicated as the Company absorbed and merged with OSJB Holdings Corporation, its then-parent, and was listed on April 1, 2021.

OSJB Holdings Corporation's year-end dividend for the fiscal year ended March 31, 2021 (¥8 per share) was paid out based on the Company's shareholder register dated April 1, 2021.

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - 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
Full year	Million yen 65,000	% 7.0	Million yen 5,000	% (5.8)	Million yen 5,000	% (8.4)	Million yen 3,300	% (12.7)	Yen 28.37

#### \* Notes:

(1) Changes in significant subsidiaries during the fiscal year under review: None

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

Newly included: (Company name: )

Excluded: (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: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

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

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

March 31, 2022:	122,498,436 shares
March 31, 2021:	– shares

2) Total number of treasury shares at the end of the year:

March 31, 2022:	6,330,932 shares
March 31, 2021:	– shares

3) Average number of shares during the year:

Year ended March 31, 2022:	116,334,926 shares
Year ended March 31, 2021:	– shares

(Note) The Company absorbed and merged with OSJB Holdings Corporation, its then-parent, and was listed on April 1, 2021, and thus only the results of the Company for the fiscal year ended March 31, 2022 are indicated.

\* These consolidated financial results are outside the scope of audit by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

Financial results forecast and other forward-looking statements presented herein are based on the information the Company currently possesses and the assumptions it deems reasonable. Actual outcomes, etc. may diverge significantly from them due to wide-ranging factors.

## (Reference)

The Company absorbed and merged with OSJB Holdings Corporation, its then-parent, on April 1, 2021 and thus took over the latter's consolidated financial statements.

For this reason, we present below referential versions of "Consolidated Financial Results for the Fiscal Year Ended March 31, 2022" and "Dividends" which compare OSJB Holdings' figures for the fiscal year ended March 31, 2021 with the Company's figures for the fiscal year ended March 31, 2022.

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

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 1, 2021 - March 31, 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	%
Fiscal year ended March 31, 2022	60,726	(3.5)	5,308	1.3	5,460	2.2	3,778	(4.2)
March 31, 2021	62,925	18.4	5,239	38.4	5,344	36.5	3,943	(42.2)

(Note) Comprehensive income: Fiscal year ended March 31, 2022: ¥3,835 million [(11.2)%]

Fiscal year ended March 31, 2021: ¥4,316 million [(36.3)%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	32.48	—	10.8	9.4	8.7
March 31, 2021	33.47	—	11.3	9.3	8.3

Diluted earnings per share are not indicated as there are no potential shares.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	60,952	38,989	64.0	335.63
As of March 31, 2021	63,169	36,383	57.6	310.54

(Reference) Equity: As of March 31, 2022: ¥38,989 million

As of March 31, 2021: ¥36,383 million

(Note) The Company finalized provisional account processing regarding the business combination in the current fiscal year, which is reflected in figures for the fiscal year ended March 31, 2021.

#### (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
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2022	8,694	(1,942)	(2,092)	13,312
March 31, 2021	(2,297)	(5,330)	2,057	8,653

## 2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended March 31, 2021	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
	—	—	—	8.00	8.00	943	23.9	2.7
Fiscal year ended March 31, 2022	—	0.00	—	11.00	11.00	1,285	33.9	0.3

(Note) The dividend figures for the fiscal year ended March 31, 2021 are actual payouts by OSJB Holdings Corporation. Note that the Company paid out ¥8 per share of OSJB Holdings' year-end dividend to shareholders listed in the Company's shareholder register or on record based on the record date of April 1, 2021. This payout is indicated as the year-end dividend for the fiscal year ended March 31, 2021.

### 3. Consolidated Financial Statements and Principal Notes

#### (1) Consolidated Balance Sheets

(Million yen)

As of March 31, 2022

Assets	
Current assets	
Cash and deposits	13,998
Notes receivable, accounts receivable from completed construction contracts and other	29,496
Costs on construction contracts in progress	497
Raw materials and supplies	262
Advances paid	972
Consumption taxes refund receivable	94
Other	325
Allowance for doubtful accounts	(3)
Total current assets	45,645
Non-current assets	
Property, plant and equipment	
Buildings and structures, net	1,920
Machinery and equipment, net	2,228
Land	5,190
Construction in progress	120
Other, net	311
Total property, plant and equipment	9,771
Intangible assets	
Goodwill	1,274
Software	676
Other	392
Total intangible assets	2,343
Investments and other assets	
Investment securities	2,806
Deferred tax assets	54
Other	375
Allowance for doubtful accounts	(44)
Total investments and other assets	3,192
Total non-current assets	15,306
Total assets	60,952

(Million yen)

As of March 31, 2022

Liabilities	
Current liabilities	
Notes payable, accounts payable for construction contracts	9,130
Short-term borrowings	1,200
Current portion of long-term borrowings	658
Accounts payable - other	512
Income taxes payable	432
Accrued consumption taxes	629
Advances received on construction contracts in progress	1,773
Deposits received	1,042
Provision for bonuses	15
Provision for loss on construction contracts	104
Provision for warranties for completed construction	68
Other	334
Total current liabilities	15,901
Non-current liabilities	
Long-term borrowings	3,199
Stock-based compensation allowance	65
Provision for special repairs	2
Retirement benefit liability	2,448
Deferred tax liabilities	289
Other	56
Total non-current liabilities	6,060
Total liabilities	21,962
Net assets	
Shareholders' equity	
Share capital	1,000
Capital surplus	453
Retained earnings	37,718
Treasury shares	(458)
Total shareholders' equity	38,713
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	464
Remeasurements of defined benefit plans	(188)
Total accumulated other comprehensive income	275
Total net assets	38,989
Total liabilities and net assets	60,952

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

(Million yen)

	For the fiscal year ended March 31, 2022
Net sales	
Net sales of completed construction contracts	60,726
Cost of sales	
Cost of sales of completed construction contracts	50,333
Gross profit	
Gross profit on completed construction contracts	10,392
Selling, general and administrative expenses	5,084
Operating profit	5,308
Non-operating income	
Interest income	6
Dividend income	45
Patent royalties	109
Gain on sale of scraps	56
Other	60
Total non-operating income	277
Non-operating expenses	
Interest expenses	25
Advances received deposits	36
Commission expenses	22
Other	41
Total non-operating expenses	125
Ordinary profit	5,460
Extraordinary losses	
Loss on valuation of investment securities	6
Total extraordinary losses	6
Profit before income taxes	5,453
Income taxes - current	1,714
Income taxes - deferred	(39)
Total income taxes	1,675
Profit	3,778
Profit attributable to non-controlling interests	0
Profit attributable to owners of parent	3,778

## Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2022
Profit	3,778
Other comprehensive income	
Valuation difference on available-for-sale securities	(36)
Remeasurements of defined benefit plans, net of tax	93
Total other comprehensive income	57
Comprehensive income	3,835
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	3,835
Comprehensive income attributable to non-controlling interests	0



## (3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	500	6,543	23,557	–	30,601
Beginning of period of company surviving absorption-type merger	(500)	(6,543)	(23,557)	–	(30,601)
Beginning of period of assumed the consolidated financial statements	1,000	459	35,967	(1,262)	36,164
Changes during period					
Dividends of surplus			(943)		(943)
Profit attributable to owners of parent			3,778		3,778
Purchase of treasury shares				(300)	(300)
Disposal of treasury shares				14	14
Changes by merger		(5)	(1,084)	1,089	–
Change in ownership interest of parent due to transactions with non-controlling interests		(0)			(0)
Net changes in items other than shareholders' equity					
Total changes during period	–	(5)	1,750	804	2,549
Balance at end of period	1,000	453	37,718	(458)	38,713

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	475	(236)	238	0	30,840
Beginning of period of company surviving absorption-type merger	(475)	236	(238)	(0)	(30,840)
Beginning of period of assumed the consolidated financial statements	501	(282)	218	0	36,383
Changes during period					
Dividends of surplus					(943)
Profit attributable to owners of parent					3,778
Purchase of treasury shares					(300)
Disposal of treasury shares					14
Changes by merger					–
Change in ownership interest of parent due to transactions with non-controlling interests					(0)
Net changes in items other than shareholders' equity	(36)	93	57	(0)	56
Total changes during period	(36)	93	57	(0)	2,605
Balance at end of period	464	(188)	275	–	38,989

#### (4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2022
<b>Cash flows from operating activities</b>	
Profit before income taxes	5,453
Depreciation	1,539
Amortization of goodwill	141
Increase (decrease) in retirement benefit liability	65
Increase (decrease) in allowance for doubtful accounts	(7)
Increase (decrease) in provision for bonuses	(22)
Increase (decrease) in provision for warranties for completed construction	14
Increase (decrease) in provision for loss on construction contracts	10
Decrease (increase) in distressed receivables	2
Interest and dividend income	(51)
Interest expenses	25
Commission expenses	22
Decrease (increase) in trade receivables	2,308
Decrease (increase) in inventories	2,681
Increase (decrease) in trade payables	(1,306)
Decrease (increase) in advances paid	(68)
Increase (decrease) in accounts payable - other	114
Decrease (increase) in consumption taxes refund receivable	10
Increase (decrease) in accrued consumption taxes	409
Increase (decrease) in deposits received	368
Other, net	(84)
Subtotal	11,627
Interest and dividends received	59
Interest paid	(26)
Income taxes paid	(2,965)
Net cash provided by (used in) operating activities	8,694
<b>Cash flows from investing activities</b>	
Purchase of property, plant and equipment	(1,145)
Proceeds from sale of property, plant and equipment	71
Purchase of intangible assets	(156)
Purchase of investment securities	(25)
Payments into time deposits	(1,272)
Proceeds from withdrawal of time deposits	586
Other, net	(1)
Net cash provided by (used in) investing activities	(1,942)

(Million yen)

For the fiscal year ended  
March 31, 2022

Cash flows from financing activities	
Repayments of long-term borrowings	(925)
Commisson fee paid	(21)
Dividends paid	(944)
Purchase of treasury shares	(300)
Net increase (decrease) in short-term borrowings	100
Other, net	(1)
Net cash provided by (used in) financing activities	(2,092)
Net increase (decrease) in cash and cash equivalents	4,658
Cash and cash equivalents at beginning of period	8,035
Cash and cash equivalents at beginning of period of company surviving absorption-type merger	(8,035)
Cash and cash equivalents at beginning of period of assumed the consolidated financial statements	8,653
Cash and cash equivalents at end of period	13,312