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August 05, 2022

Summary of Consolidated Financial Results For the First Quarter of the Year Ending March, 2023 (Under Japanese GAAP)

Company name: LEC, Inc.
Stock exchange listing: Tokyo Stock Exchange, Prime Market
Stock code: 7874
URL: https://www.lecinc.co.jp/en
Representative: Takaki Nagamori, President
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Scheduled date for filing quarterly securities report: August 12, 2022
Scheduled date for Commencement of dividend payments: —
Supplementary information for the quarterly financial statements to be prepared: None
Meeting to explain the quarterly financial statements to be held: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the First Quarter of the Year Ending March, 2023 (from April 01, 2022 to June 30, 2022)

(1) Consolidated Results of Operations (cumulative)

(Percentage figures denote change from the same period in the previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Yen in million	%	Yen in million	%	Yen in million	%	Yen in million	%
1st Quarter of the Year Ending March, 2023	13,353	0.7	833	(36.2)	790	(42.8)	964	29.9
1st Quarter of the Year Ended March, 2022	13,266	2.1	1,305	(30.4)	1,382	(26.8)	742	(37.9)

Note: Comprehensive income First Quarter of the Year ending March, 2023: ¥942 million [4.3%]
First Quarter of the Year ended March, 2022: ¥903 million [(36.9)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
1st Quarter of the Year Ending March, 2023	27.96	27.69
1st Quarter of the Year Ended March, 2022	21.69	21.45

(2) Consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio
	Yen in millions	Yen in millions	%
1st Quarter of the Year Ending March, 2023	76,755	36,139	44.7
Year Ended March, 2022	74,602	35,753	45.5

Reference: Shareholders' Equity
First Quarter of the Year Ending March,2023: ¥34,322 million
Year Ended March, 2022 ¥33,977 million

2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year Ended March, 2022	—	17.00	—	13.00	30.00
Year Ending March, 2023	—				
Year Ending March, 2023 (Estimate)		10.00	—	10.00	20.00

Note: Changes from the latest forecasts released: None

3. Forecast for the Year Ending March 31, 2023 (April 1, 2022 – March 31, 2023)

(Percentage figures denote change from the same period in the previous year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Yen in millions	%	Yen in millions	%	Yen in millions	%	Yen in millions	%	Yen
2nd Quarter of the Year Ending March, 2023 (Cumulative)	28,000	8.2	1,000	(59.0)	1,000	(60.3)	1,100	(27.4)	31.90
Full Year	56,000	8.9	2,000	(37.6)	2,000	(39.5)	1,700	(25.5)	49.30

Note: Changes from the latest forecasts released:: Yes

*** Notes**

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

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

NEW : 0 Excluded : 1 (LEC Home Products Co.,Ltd)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions of accounting standards and other regulations: None

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury stock)

1st Quarter of the Year Ending March, 2023	38,165,340 shares
Year Ended March, 2022	38,165,340 shares

(ii) Number of treasury stock at the end of the period

1st Quarter of the Year Ending March, 2023	3,686,447 shares
Year Ended March, 2022	3,686,447 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

1st Quarter of the Year Ending March, 2023	34,478,893 shares
1st Quarter of the Year Ended March, 2022	34,220,291 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Explanation of the appropriate use of business forecasts and other remarks

Business forecasts contained in this report are based on information available to the Company and on a certain assumption the Company considers reasonable on the date of this report's announcement, and it does not constitute the Company's intention to promise the accomplishment of the forecasts. Due to unforeseen circumstances, however, actual results may differ significantly from such forecasts due to various risks and uncertainties.

In addition, the Company has introduced ESOP, and the Company shares owned by ESOP are included in treasury stock.