

# Summary of Financial Results for the First Quarter Ended November 30, 2021 [Japan GAAP] (Consolidated)

January 14, 2022

Company **Watts Co., Ltd.** Listed on the TSE  
 Stock Code 2735 URL: <https://www.watts-jp.com>  
 Representative Fumio Hiraoka, President and CEO  
 Contact Hidehito Mori, Executive Managing Director, Head of Corporate Planning Office T E L: +81-6-4792-3236  
 Expected date of filing of quarterly report: January 14, 2022 Expected starting date of dividend payment: -  
 Preparation of quarterly supplementary financial document: None  
 Quarterly results briefing: None

(Rounded down to million yen)

## 1. Consolidated business results for the three months ended November 2021 (September 1, 2021 through November 30, 2021)

### (1) Consolidated results of operations

(% change from the previous corresponding period)

	Sales		Operating profit		Recurring profit		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Nov. 2021	13,726	8.1	276	-43.7	305	-35.2	175	-66.8
Three months ended Nov. 2020	12,693	-0.1	491	137.4	470	113.0	527	477.8

(Note) Comprehensive income

Three months ended November 2021: 144 million yen (-70.6%)

Three months ended November 2020: 490 million yen (405.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended Nov. 2021	13.07	-
Three months ended Nov. 2020	39.37	-

### (2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of Nov. 2021	25,353	11,070	43.7
As of Aug. 2021	21,340	11,222	52.6

(Reference) Shareholders' equity

As of November 2021: 11,070 million yen

As of August 2021: 11,222 million yen

## 2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Aug. 2021	-	0.00	-	22.00	22.00
Year ending Aug. 2022	-	-	-	-	-
Year ending Aug. 2022 (forecast)	-	0.00	-	15.00	15.00

(Note) Revisions to dividend forecast for the current quarter: None

## 3. Forecast of consolidated business results for the fiscal year ending August 2022

(September 1, 2021 through August 31, 2022)

(% change from the previous corresponding period)

	Sales		Operating profit		Recurring profit		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Feb. 2022	29,350	14.6	470	-56.7	420	-60.6	215	-73.1	16.05
Year ending Aug. 2022	60,200	18.7	1,035	-38.0	955	-39.8	510	-47.2	38.07

(Note) Revisions to business forecast for the current quarter: None

**\*Notes**

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

Newly included: 1 (Otsu F.RETAIL Co., Ltd.)

(2) Application of accounting procedures specific to preparation of the consolidated quarterly financial statements:  
None

(3) 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 |

(4) Shares outstanding (common stock)

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

As of November 2021	13,958,800 shares
As of August 2021	13,958,800 shares

② Treasury stock at the end of period

As of November 2021	560,874 shares
As of August 2021	560,874 shares

③ Average number of stock during period (quarterly cumulative period)

Three months ended November 2021	13,397,926 shares
Three months ended November 2020	13,397,926 shares

(Note) The number of treasury stock at the end of period includes the Company's shares held by the share issuance trust for directors (FY8/22 1Q: 60,000 shares, FY8/21: 60,000 shares). In addition, the Company's shares owned by the share issuance trust for directors are included in treasury stock deducted for calculation of the average number of shares during period (FY8/22 1Q: 60,000 shares, FY8/21 1Q: 60,000 shares).

**\*Quarterly financial summary is not subject to the quarterly review procedures by certified public accountants or auditing firms.**

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

(Caution concerning forward-looking statements)

The forward-looking statements 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. Therefore, the company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.