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## Consolidated Financial Results for the Third Quarter of Fiscal Year 2023 (April 1, 2023 to December 31, 2023)

February 2, 2024

Company name	: Godo Steel, Ltd.
Stock exchange listing	: Tokyo Stock Exchange
Code number	: 5410
URL	: <a href="https://www.godo-steel.co.jp/">https://www.godo-steel.co.jp/</a>
Representative	: Hiroyuki Uchida, President and Representative Director
Contact	: Keiichiro Kato, Executive Officer and General Manager of Accounting Department
Phone	: +81-6-6343-7600
Scheduled date of filing quarterly securities report	: February 9, 2024
Scheduled date of commencing dividend payments	: —
Availability of supplementary briefing material on quarterly financial results	: No
Schedule of quarterly financial results briefing session	: Yes (for securities analysts)

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

### 1. Consolidated Financial Results for the Third Quarter of Fiscal Year 2023 (April 1, 2023 to December 31, 2023)

(1) Consolidated Operating Results (Cumulative) (% 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	%
Q3 FY 2023	169,230	(4.5)	13,774	50.6	15,635	48.2	11,545	48.7
Q3 FY 2022	177,194	17.2	9,148	—	10,553	—	7,761	—

(Note) Comprehensive income: Q3 FY 2023: ¥14,207 million [72.3%]  
Q3 FY 2022: ¥8,245 million [—%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Q3 FY 2023	789.37	—
Q3 FY 2022	530.65	—

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
Q3 FY 2023	263,823	122,323	46.2
FY 2022	253,552	112,370	44.2

(Reference) Equity: Q3 FY 2023: ¥121,899 million  
FY 2022: ¥111,960 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2022	—	50.00	—	150.00	200.00
FY 2023	—	140.00	—		
FY 2023 (Forecast)				140.00	280.00

(Note) Revision to the forecast for dividends announced most recently: Yes

## 3. Consolidated Financial Results Forecast for the FY 2023 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY 2023	225,000	(4.4)	17,000	22.2	19,000	19.7	14,500	15.9	991.42

(Note) Revision to the financial results forecast announced most recently: Yes

### Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

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

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

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

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

Q3 FY 2023: 17,145,211 shares

FY 2022: 17,145,211 shares

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

Q3 FY 2023: 2,519,651 shares

FY 2022: 2,518,682 shares

3) Average number of shares during the period (cumulative):

Q3 FY 2023: 14,626,097 shares

Q3 FY 2022: 14,627,123 shares

\* These quarterly financial results are outside the scope of quarterly review by a certified public accountant or an audit corporation.

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

(Explanation of the proper use of future forecast information)

The future-related statements set forth in this document contain forecasts based on assumptions, prospects, as well as plans for future events as of the date of publication of this document.

Actual results may differ significantly from these forecasts due to a wide range of factors.

## Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheets

(Million yen)

	FY 2022 (As of March 31, 2023)	Q3 FY 2023 (As of December 31, 2023)
<b>Assets</b>		
Current assets		
Cash and deposits	21,947	18,442
Notes and accounts receivable - trade	56,543	72,618
Inventories	56,483	50,215
Other	797	829
Total current assets	135,771	142,105
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	12,500	13,170
Machinery, equipment and vehicles, net	19,315	20,320
Land	53,051	53,050
Other, net	2,698	2,576
Total property, plant and equipment	87,566	89,118
Intangible assets		
Goodwill	2,777	2,429
Other	1,431	1,548
Total intangible assets	4,208	3,978
Investments and other assets		
Investment securities	20,746	25,124
Other	5,323	3,560
Allowance for doubtful accounts	(64)	(64)
Total investments and other assets	26,005	28,620
Total non-current assets	117,780	121,717
Total assets	253,552	263,823
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	35,758	38,512
Short-term borrowings	45,102	41,690
Current portion of bonds payable	120	90
Income taxes payable	3,451	1,337
Provision for bonuses	2,441	1,072
Other	10,052	13,313
Total current liabilities	96,926	96,016
Non-current liabilities		
Bonds payable	90	30
Long-term borrowings	30,672	31,461
Provision for retirement benefits for directors (and other officers)	213	223
Retirement benefit liability	5,551	5,732
Other	7,728	8,035
Total non-current liabilities	44,255	45,483
Total liabilities	141,181	141,499

(Million yen)

	FY 2022 (As of March 31, 2023)	Q3 FY 2023 (As of December 31, 2023)
Net assets		
Shareholders' equity		
Share capital	34,896	34,896
Capital surplus	12,430	12,430
Retained earnings	60,527	67,831
Treasury shares	(4,718)	(4,722)
Total shareholders' equity	103,136	110,436
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,829	6,412
Deferred gains or losses on hedges	(3)	(2)
Revaluation reserve for land	4,502	4,502
Foreign currency translation adjustment	102	185
Remeasurements of defined benefit plans	392	363
Total accumulated other comprehensive income	8,824	11,462
Non-controlling interests	409	424
Total net assets	112,370	122,323
Total liabilities and net assets	253,552	263,823

## (2) Quarterly Consolidated Statements of Income

Third Quarter

(Million yen)

	Q3 FY 2022 (From April 1, 2022 to December 31, 2022)	Q3 FY 2023 (From April 1, 2023 to December 31, 2023)
Net sales	177,194	169,230
Cost of sales	152,621	139,460
Gross profit	24,572	29,769
Selling, general and administrative expenses	15,423	15,994
Operating profit	9,148	13,774
Non-operating income		
Interest income	2	4
Dividend income	358	549
Rental income	511	511
Share of profit of entities accounted for using equity method	813	1,234
Other	211	86
Total non-operating income	1,898	2,386
Non-operating expenses		
Interest expenses	295	383
Rental expenses on non-current assets	76	78
Other	121	64
Total non-operating expenses	493	526
Ordinary profit	10,553	15,635
Extraordinary income		
Gain on sale of investment securities	33	170
Total extraordinary income	33	170
Extraordinary losses		
Loss on retirement of non-current assets	239	258
Loss on sale of investment securities	64	—
Total extraordinary losses	304	258
Profit before income taxes	10,282	15,547
Income taxes	2,504	3,979
Profit	7,777	11,567
Profit attributable to non-controlling interests	15	22
Profit attributable to owners of parent	7,761	11,545