

(TRANSLATION FOR REFERENCE ONLY)

This is a translation of the original Japanese text of the “Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2023.” Should there be any discrepancy between any part of this translation and the original Japanese text, the latter shall prevail.

Consolidated Financial Results

for the First Quarter of Fiscal Year Ending March 31, 2023 <Japanese GAAP>

August 5, 2022

Company Name: GLORY LTD. Stock exchange listing: Tokyo
 Code number: 6457 URL: <https://corporate.glory-global.com/>
 Representative: Motozumi Miwa President & Representative Director
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Scheduled filing date of Quarterly Securities Report: August 10, 2022
 Scheduled date of dividend payments: —
 Preparation of quarterly earnings supplementary explanatory material: Yes
 Holding of quarterly earnings presentation: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded downward.)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2023 (from April 1, 2022 to June 30, 2022)

(1) Consolidated Operating Results (cumulative)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Three months ended June 30, 2022	52,980	9.9	(913)	—	(1,285)	—	(1,899)	—
Three months ended June 30, 2021	48,215	26.6	2,030	—	2,097	—	631	—

(Note) Comprehensive income

Three months ended June 30, 2022: ¥8,887 million [715.4%]
 Three months ended June 30, 2021: ¥1,089 million [— %]

	Net income per share	Fully diluted net income per share
	(Yen)	(Yen)
Three months ended June 30, 2022	(31.99)	—
Three months ended June 30, 2021	10.44	—

(Reference) EBITDA (Operating income + Depreciation + Amortization of goodwill)

Three months ended June 30, 2022: ¥3,577 million [(40.1)%]
 Three months ended June 30, 2021: ¥5,972 million [159.3%]

Net income before amortization of goodwill (Net income attributable to owners of parent + Amortization of goodwill)

Three months ended June 30, 2022: ¥(39) million [— %]
 Three months ended June 30, 2021: ¥1,847 million [— %]

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(2) Consolidated Financial Position

	Total assets	Equity	Ownership equity ratio	Equity per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
As of June 30, 2022	375,208	209,975	55.4	3,550.26
As of March 31, 2022	362,786	208,563	56.6	3,394.59

(Reference) Ownership equity

As of June 30, 2022: ¥207,850 million

As of March 31, 2022: ¥205,273 million

2. Dividends

(Record date)	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Year ended March 31, 2022	—	34.00	—	34.00	68.00
Year ending March 31, 2023	—				
Year ending March 31, 2023 (forecast)		34.00	—	34.00	68.00

(Note) Revisions to the latest dividend forecast: None

3. Consolidated Financial Forecast for the Year Ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
Six months ending September 30, 2022	108,000	4.7	(6,500)	—	(6,800)	—	(7,200)	—	(121.26)
Full year	245,000	8.1	6,000	(41.7)	5,500	(47.7)	2,000	(69.3)	33.68

(Note) Revisions to the latest consolidated financial forecast: Yes

(Reference) EBITDA

Six months ending September 30, 2022: ¥2,500 million

Year ending March 31, 2023 (full year): ¥24,200 million

Net income before amortization of goodwill

Six months ending September 30, 2022: ¥(4,000) million

Year ending March 31, 2023 (full year): ¥8,200 million

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Notes:

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries involving a change in the scope of consolidation):
 None

(2) Application of accounting methods specific to preparation of the quarterly consolidated financial statements: Yes

(3) Changes in accounting policies and estimates, and restatements

(a) Changes in accounting policies associated with revisions of accounting standards, etc.: Yes

(b) Changes in accounting policies other than (a): Yes

(c) Changes in accounting estimates: Yes

(d) Restatements: None

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

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

As of June 30, 2022: 63,638,210 shares

As of March 31, 2022: 63,638,210 shares

(b) Number of treasury shares at the end of the period

As of June 30, 2022: 4,870,292 shares

As of March 31, 2022: 2,866,078 shares

(c) Average number of shares (cumulative from the beginning of the period)

Three months ended June 30, 2022: 59,378,043 shares

Three months ended June 30, 2021: 60,461,695 shares

(Note) In addition to the number of treasury shares at the end of the period, there also existed Company shares owned by the “Board Incentive Plan (BIP) Trust Account” and “Employee Stock Ownership Plan (ESOP) Trust Account.” (As of June 30, 2022: 222,875 shares, As of March 31, 2022: 301,284 shares)

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

(Note) Explanation regarding the appropriate use of financial forecasts and other special items

(Caution concerning forward-looking statements)

The forward-looking statements such as operational forecasts contained in this report are based on the information currently available to the Company and certain assumptions which the Company regards as legitimate, and are not promises regarding the achievement of forecasts. Actual performance may differ greatly from these forecasts due to various present and future factors.