

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 10, 2023

Company name: RICOH LEASING COMPANY, LTD.
 Stock exchange listing: Tokyo
 Stock code: 8566 URL <https://www.r-lease.co.jp/>
 Representative: President and Chief Executive Officer Tokuharu Nakamura
 Executive Officer and General Manager of
 Inquiries: Corporate Management Division Hiroshi Osawa TEL 050-1702-4203
 Scheduled date to file Quarterly Securities Report: February 13, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2022	224,683	(2.8)	17,620	2.7	17,920	3.7	12,338	3.3
Nine months ended December 31, 2021	231,190	(7.3)	17,159	17.5	17,284	19.7	11,940	20.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	400.29		–	
Nine months ended December 31, 2021	387.36		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2022	1,202,792	209,299	17.4	6,789.95
As of March 31, 2022	1,177,723	201,480	17.1	6,536.27

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	55.00	–	65.00	120.00
Year ending March 31, 2023	–	65.00	–		
Year ending March 31, 2023 (Forecast)				70.00	135.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	306,000	0.7	20,000	3.7	19,600	0.4	13,500	0.1	437.96

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2022	31,243,223 shares	As of March 31, 2022	31,243,223 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	418,382 shares	As of March 31, 2022	418,291 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	30,824,880 shares	Nine months ended December 31, 2021	30,824,974 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	4,827	7,476
Notes and accounts receivable - trade	10	9
Installment receivables	183,783	175,341
Lease payments receivable	30,074	27,896
Lease receivables and investments in leases	511,493	499,910
Accounts receivable - operating loans	221,951	237,288
Accounts receivable - other loans to customers	37,383	31,654
Other operating assets	12,552	12,528
Accounts receivable - lease	13,909	13,401
Other current assets	38,590	44,803
Allowance for doubtful accounts	(12,727)	(11,860)
Total current assets	1,041,848	1,038,450
Non-current assets		
Property, plant and equipment		
Assets for lease	61,656	75,993
Own-used assets	26,584	35,303
Total property, plant and equipment	88,240	111,297
Intangible assets		
Assets for lease	152	54
Other intangible assets	3,616	7,202
Total intangible assets	3,768	7,257
Investments and other assets		
Investment securities	30,423	30,147
Distressed receivables	482	536
Other	13,432	15,629
Allowance for doubtful accounts	(474)	(526)
Total investments and other assets	43,864	45,787
Total non-current assets	135,874	164,342
Total assets	1,177,723	1,202,792

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	20,296	11,816
Short-term borrowings	283	–
Current portion of bonds payable	55,000	30,000
Current portion of long-term borrowings	92,500	95,500
Current portion of long-term payables under securitization of lease receivables	4,406	15,806
Commercial papers	18,000	41,000
Income taxes payable	3,225	2,978
Deferred profit on installment sales	22,969	22,714
Provision for bonuses	1,198	646
Provision for bonuses for directors (and other officers)	59	–
Other current liabilities	62,797	60,578
Total current liabilities	280,736	281,040
Non-current liabilities		
Bonds payable	115,000	85,000
Long-term borrowings	532,500	590,500
Long-term payables under securitization of lease receivables	35,594	24,194
Retirement benefit liability	756	766
Asset retirement obligations	1,004	1,067
Other noncurrent liabilities	10,651	10,924
Total non-current liabilities	695,506	712,453
Total liabilities	976,243	993,493
Net assets		
Shareholders' equity		
Share capital	7,896	7,896
Capital surplus	10,159	10,159
Retained earnings	184,175	192,506
Treasury shares	(1,690)	(1,680)
Total shareholders' equity	200,541	208,883
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	566	(732)
Deferred gains or losses on hedges	428	1,241
Remeasurements of defined benefit plans	(55)	(93)
Total accumulated other comprehensive income	939	415
Total net assets	201,480	209,299
Total liabilities and net assets	1,177,723	1,202,792

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	231,190	224,683
Cost of sales	200,764	192,311
Gross profit	30,426	32,371
Selling, general and administrative expenses	13,267	14,750
Operating profit	17,159	17,620
Non-operating income		
Interest income	41	50
Dividend income	206	211
Gain on investments in investment partnerships	130	85
Other	16	23
Total non-operating income	395	371
Non-operating expenses		
Interest expenses	28	34
Commission expenses	2	10
Bond issuance costs	218	–
Other	19	26
Total non-operating expenses	269	71
Ordinary profit	17,284	17,920
Profit before income taxes	17,284	17,920
Income taxes - current	5,361	6,109
Income taxes - deferred	(17)	(527)
Total income taxes	5,344	5,581
Profit	11,940	12,338
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	11,940	12,338

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	11,940	12,338
Other comprehensive income		
Valuation difference on available-for-sale securities	6,312	(1,298)
Deferred gains or losses on hedges	151	813
Remeasurements of defined benefit plans, net of tax	(12)	(37)
Total other comprehensive income	6,450	(523)
Comprehensive income	18,391	11,815
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	18,391	11,815
Comprehensive income attributable to non-controlling interests	—	—