Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

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

May 11, 2022

Company name: Densan System Holdings Co., Ltd.

Headquarters

Stock exchange listing: Tokyo, Nagoya

Stock code: 4072 URL https://www.ds-hd.co.jp/

Representative: President, Representative Director Yasunori Tanaka

Corporate Officer Chief of Administration Takashi Usami Inquiries:

Scheduled date to file Quarterly Securities Report: May 13, 2022

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)

TEL 058-279-3456

1. Consolidated financial results for the three months ended March 31, 2022 (from January 1, 2022 to March 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	%
Three months ended March 31, 2022	11,822	_	613	_	820	_	562	_
Three months ended March 31, 2021	_	_	-	_	-	_	-	_

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended March 31, 2022	52.13	-
Three months ended March 31, 2021	_	_

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2022	53,775	17,999	33.1
As of December 31, 2021	51,283	17,604	33.9

2. Cash dividends

		Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total	
	Yen	Yen	Yen	Yen	Yen	
Year ended December 31, 2021	_	-	_	20.00	20.00	
Year ending December 31, 2022	_					
Year ending December 31, 2022 (Forecast)		17.00		18.00	35.00	

3. Forecast of consolidated financial results for the year ending December 31, 2022 (from January 1, 2022 to December 31, 2022)

Percentages indicate year-on-year changes

						···			
	Net sales		Operating pr	ofit	Ordinary pro	ofit	Profit attributa owners of pa		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	55,500	10.2	3,270	4.2	3,290	2.3	2,247	13.6	208.35

4. Notes

(1) Changes in significant subsidiaries during the three months ended March 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 No

Restatement of prior period financial statements:

(4) Number of issued shares (common shares)

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

	the period (merading treat		
As of March 31, 2022	10,784,932 shares	As of December 31, 2021	10,784,932 shares
Number of treasury shares at the end of the	period		
As of March 31, 2022	82 shares	As of December 31, 2021	82 shares
Average number of shares during the perio	d (cumulative from the beg	ginning of the fiscal year)	
Three months ended March 31, 2022	10,784,850 shares	Three months ended March 31, 2021	- shares

Quarterly consolidated financial statements Consolidated balance sheets

(Millions of yen)

		(Willions of yell)
	As of December 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	13,673	11,880
Money held in trust	17,392	21,131
Notes and accounts receivable - trade	8,498	_
Notes and accounts receivable - trade, and contract assets	_	7,522
Merchandise and finished goods	394	482
Work in process	509	507
Prepaid expenses	2,277	2,268
Other	461	504
Allowance for doubtful accounts	(18)	(17)
Total current assets	43,188	44,280
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,554	1,547
Land	791	791
Other, net	633	720
Total property, plant and equipment	2,979	3,059
Intangible assets		
Goodwill	1,537	1,513
Customer-related assets	660	648
Software	369	392
Software in progress	166	198
Other	0	0
Total intangible assets	2,734	2,752
Investments and other assets		
Investment securities	1,840	3,088
Deferred tax assets	95	157
Guarantee deposits	389	377
Other	57	66
Allowance for doubtful accounts	(2)	(7)
Total investments and other assets	2,381	3,682
Total non-current assets	8,095	9,495
Total assets	51,283	53,775
10141 40000	51,205	33,113

Current liabilities		As of December 31, 2021	As of March 31, 2022
Accounts payable - trade 3,722 3,598 Short-term borrowings 47 630 Current portion of bonds payable 17 7 Current portion of long-term borrowings 370 478 Income taxes payable 499 287 Advances received 3,088 - Contract liabilities - 3,205 Deposits received of storage agency 22,035 23,339 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses for directors (and other officers) 48 11 Provision for bouses for directors (and other officers) 48 11 Other 1,997 1,549 Total current liabilities 31,999 33,468 Non-current liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Officered tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489	Liabilities	·	<u> </u>
Short-term borrowings 47 630 Current portion of bonds payable 17 7 Current portion of long-term borrowings 370 478 Income taxes payable 499 287 Advances received 3,088 — Contract liabilities — 3,205 Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses 19 5 Provision for bonuses for directors (and other officers) 48 11 Provision for bonuses 31 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501	Current liabilities		
Current portion of long-term borrowings 17 7 Current portion of long-term borrowings 370 478 Income taxes payable 499 287 Advances received 3,088 — Contract liabilities — 3,205 Deposits received of storage agency 22,035 23,39 Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement benefit liabilities 3,03	Accounts payable - trade	3,722	3,598
Current portion of long-term borrowings 370 478 Income taxes payable 499 287 Advances received 3,088 — Contract liabilities — 3,205 Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses or directors (and other officers) 48 11 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total liabilities 1,779 2,307 Net asset		47	630
Current portion of long-term borrowings 370 478 Income taxes payable 499 287 Advances received 3,088 — Contract liabilities — 3,205 Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses or directors (and other officers) 48 11 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total liabilities 1,779 2,307 Net asset		17	7
Advances received 3,088 - Contract liabilities - 32,035 Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 3 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 8 76 Asset retirement obligations 24 24 Other 30 296 Total liabilities 1,779 2,307 Total slareholders' equity 2,469 2,656 <tr< td=""><td>Current portion of long-term borrowings</td><td>370</td><td>478</td></tr<>	Current portion of long-term borrowings	370	478
Contract liabilities - 3,205 Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total inon-current liabilities 1,779 2,307 Not assets 33,679 35,775 Net assets Share capital 2,469 2,469 Capital surplus 2,656 2,656	Income taxes payable	499	287
Deposits received of storage agency 22,035 23,339 Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total inon-current liabilities 3,779 3,775 Net assets Share capital 2,469 2,469 Capital isurplus 2,65 2,6	Advances received	3,088	_
Provision for bonuses 17 320 Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement benefit liabilities 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,755 Net assets Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0)	Contract liabilities	_	3,205
Provision for bonuses for directors (and other officers) 48 11 Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total painer capital 2,469 2,469 Shareholders' equity 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares 0 0 0	Deposits received of storage agency	22,035	23,339
Provision for loss on order received 19 5 Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total inon-current liabilities 1,779 2,307 Net assets 1,779 2,307 Nare Asset retirement benefit liabilities 2,469 2,469 Capital surplus 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity	Provision for bonuses	17	320
Provision for shareholder benefit program 34 34 Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 31,899 33,468 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 33,679 35,775 Not assets Share capital 2,469 2,469 Capital surplus 2,656 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1<	Provision for bonuses for directors (and other officers)	48	11
Other 1,997 1,549 Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Bonds payable 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained carnings 12,283 12,673 Treasury shares (0) (0) Accumulated other comprehensive income 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) <td>Provision for loss on order received</td> <td>19</td> <td>5</td>	Provision for loss on order received	19	5
Total current liabilities 31,899 33,468 Non-current liabilities 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 19,4	Provision for shareholder benefit program	34	34
Non-current liabilities 36 32 Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 19,4 209 <	Other	1,997	1,549
Bonds payable 36 32 Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999 <td>Total current liabilities</td> <td>31,899</td> <td>33,468</td>	Total current liabilities	31,899	33,468
Long-term borrowings 619 1,151 Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity Share capital 2,469 2,469 Capital surplus 2,656 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Accumulated other comprehensive income 17,408 17,799 Accumulated other comprehensive income 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Non-current liabilities		
Deferred tax liabilities 221 224 Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Accumulated other comprehensive income 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Bonds payable	36	32
Provision for retirement benefits for directors (and other officers) 489 501 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity 2,469 2,469 Share capital 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Long-term borrowings	619	1,151
officers) 489 301 Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Sharecapital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Deferred tax liabilities	221	224
Retirement benefit liability 86 76 Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity 2,469 2,469 Share capital 2,469 2,469 2,656 2,656 Retained earnings 12,283 12,673 12,673 17,408 17,799 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Provision for retirement benefits for directors (and other	400	501
Asset retirement obligations 24 24 Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Share clait 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	officers)	489	301
Other 303 296 Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Retirement benefit liability	86	76
Total non-current liabilities 1,779 2,307 Total liabilities 33,679 35,775 Net assets Shareholders' equity Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Asset retirement obligations	24	24
Total liabilities 33,679 35,775 Net assets Shareholders' equity Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Other	303	296
Net assets Share holders' equity Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Total non-current liabilities	1,779	2,307
Shareholders' equity 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Total liabilities	33,679	35,775
Share capital 2,469 2,469 Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Net assets		
Capital surplus 2,656 2,656 Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Shareholders' equity		
Retained earnings 12,283 12,673 Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income 1 (8) Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Share capital	2,469	2,469
Treasury shares (0) (0) Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Capital surplus	2,656	2,656
Total shareholders' equity 17,408 17,799 Accumulated other comprehensive income Valuation difference on available-for-sale securities 1 (8) Total accumulated other comprehensive income 1 (8) Non-controlling interests 194 209 Total net assets 17,604 17,999	Retained earnings	12,283	12,673
Accumulated other comprehensive income Valuation difference on available-for-sale securities Total accumulated other comprehensive income Non-controlling interests 1 (8) 1 (8) 1 (8) 1 (8) 1 (8) 1 (9) 1 (1) 1 (1) 1 (1) 1 (1) 1 (2) 1 (2) 1 (3) 1 (4) 1 (5) 1 (7) 1 (7) 1 (7) 1 (8) 1 (9) 1 (9) 1 (1) 1	Treasury shares	(0)	(0)
Valuation difference on available-for-sale securities1(8)Total accumulated other comprehensive income1(8)Non-controlling interests194209Total net assets17,60417,999	Total shareholders' equity	17,408	17,799
Total accumulated other comprehensive income1(8)Non-controlling interests194209Total net assets17,60417,999	Accumulated other comprehensive income		
Non-controlling interests 194 209 Total net assets 17,604 17,999	Valuation difference on available-for-sale securities	1	(8)
Non-controlling interests 194 209 Total net assets 17,604 17,999	Total accumulated other comprehensive income	1	(8)
Total net assets 17,604 17,999		194	
<u> </u>		17,604	17,999

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

Consolidated statements of income (cumulative)

	(Millions of yen)
	Three months ended
	March 31, 2022
Net sales	11,822
Cost of sales	9,606
Gross profit	2,216
Selling, general and administrative expenses	1,602
Operating profit	613
Non-operating income	
Interest income	2
Share of profit of entities accounted for using equity method	137
Gain on sale of non-current assets	38
Gain on investments in investment partnerships	17
Foreign exchange gains	0
Gain on valuation of derivatives	8
Debt prescripton profit	2
Other	2
Total non-operating income	209
Non-operating expenses	
Interest expenses	2
Commission expenses	0
Other	0
Total non-operating expenses	3
Ordinary profit	820
Profit before income taxes	820
Income taxes - current	311
Income taxes - deferred	(68)
Total income taxes	243
Profit	577
Profit attributable to non-controlling interests	15
Profit attributable to owners of parent	562

Consolidated statements of comprehensive income (cumulative)

(Millions of yen) Three months ended March 31, 2022 Profit 577 Other comprehensive income Valuation difference on available-for-sale securities (10)Total other comprehensive income (10)Comprehensive income 567 Comprehensive income attributable to Comprehensive income attributable to owners of parent 552 Comprehensive income attributable to non-controlling 15 interests