

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

July 26, 2022

Company name: MELCO HOLDINGS INC.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6676 URL <https://melco-hd.jp/>  
 Representative: President and CEO Hiroyuki Maki  
 Inquiries: General Manager, IR Division Yasukazu Kouketsu TEL 03-4213-1122  
 Scheduled date to file Quarterly Securities Report: August 10, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 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 June 30, 2022	34,313	(4.9)	1,736	(47.6)	1,672	(51.0)	1,141	(54.0)
Three months ended June 30, 2021	36,091	–	3,316	221.7	3,413	204.9	2,482	253.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	67.66	–
Three months ended June 30, 2021	156.29	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	95,310	63,356	66.4	3,753.41
As of March 31, 2022	95,798	63,123	65.9	3,739.64

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 March 31, 2022	–	50.00	–	60.00	110.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	60.00	–	60.00	120.00

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	150,000	4.1	6,500	(48.8)	7,000	(46.5)	5,000	(46.5)	296.32

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 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 June 30, 2022	17,937,873 shares	As of March 31, 2022	17,937,873 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	1,064,359 shares	As of March 31, 2022	1,064,359 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	16,873,514 shares	Three months ended June 30, 2021	15,884,480 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	21,834	18,729
Notes and accounts receivable - trade, and contract assets	15,930	16,160
Securities	6,687	–
Merchandise and finished goods	15,848	17,621
Raw materials and supplies	5,963	6,993
Accounts receivable - other	732	7,539
Other	2,731	2,448
Allowance for doubtful accounts	(6)	(9)
Total current assets	69,722	69,483
Non-current assets		
Property, plant and equipment	11,033	11,065
Intangible assets	2,012	2,148
Investments and other assets		
Investment securities	10,662	10,454
Other	2,486	2,277
Allowance for doubtful accounts	(118)	(118)
Total investments and other assets	13,030	12,613
Total non-current assets	26,075	25,827
Total assets	95,798	95,310
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	13,466	15,665
Electronically recorded obligations - operating	807	871
Current portion of long-term borrowings	861	736
Accrued expenses	3,142	2,163
Income taxes payable	1,507	262
Accounts payable - other	3,820	3,720
Contract liabilities	4,078	4,119
Provision for bonuses for directors (and other officers)	26	6
Provision for product warranties	79	75
Other	1,826	1,372
Total current liabilities	29,618	28,993
Non-current liabilities		
Long-term borrowings	99	–
Retirement benefit liability	2,305	2,277
Provision for retirement benefits for directors (and other officers)	237	275
Provision for recycles	141	141
Other	271	266
Total non-current liabilities	3,056	2,960
Total liabilities	32,674	31,954

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	1,000	1,000
Capital surplus	250	250
Retained earnings	64,898	65,027
Treasury shares	(3,486)	(3,486)
Total shareholders' equity	62,662	62,791
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	605	569
Deferred gains or losses on hedges	243	242
Foreign currency translation adjustment	(110)	3
Remeasurements of defined benefit plans	(299)	(273)
Total accumulated other comprehensive income	438	541
Share acquisition rights	22	22
Total net assets	63,123	63,356
Total liabilities and net assets	95,798	95,310

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	36,091	34,313
Cost of sales	25,646	25,010
Gross profit	10,445	9,303
Selling, general and administrative expenses	7,128	7,567
Operating profit	3,316	1,736
Non-operating income		
Interest income	0	0
Dividend income	96	87
Share of profit of entities accounted for using equity method	1	4
Subsidy income	28	–
Other	23	29
Total non-operating income	151	121
Non-operating expenses		
Interest expenses	2	1
Foreign exchange losses	39	162
Commission expenses	1	2
Other	10	18
Total non-operating expenses	54	185
Ordinary profit	3,413	1,672
Extraordinary losses		
Loss on retirement of non-current assets	12	2
Total extraordinary losses	12	2
Profit before income taxes	3,400	1,669
Income taxes - current	658	345
Income taxes - deferred	259	181
Total income taxes	918	527
Profit	2,482	1,141
Profit attributable to owners of parent	2,482	1,141

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	2,482	1,141
Other comprehensive income		
Valuation difference on available-for-sale securities	(57)	(35)
Deferred gains or losses on hedges	(115)	(0)
Foreign currency translation adjustment	7	75
Remeasurements of defined benefit plans, net of tax	24	24
Share of other comprehensive income of entities accounted for using equity method	–	40
Total other comprehensive income	(141)	103
Comprehensive income	2,341	1,244
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,341	1,244