

Quarterly Securities Report

For the First Quarter of the 52nd Fiscal Year
(January 1, 2023 through March 31, 2023)

Roland Corporation

1. This is an English translation of the Quarterly Securities Report (*Shihanki Hokokusho*), which was produced based on Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act of Japan and was filed via the Electronic Disclosure for Investors' NETwork (EDINET) system as set forth in Article 27-30-2 of the same act. The translation includes a table of contents and pagination that are not included in the electronic filing.
2. Appended to the back of this document are English translations of the independent auditor's Quarterly Review Report attached to the Quarterly Securities Report when it was filed using the aforementioned method, and the Confirmation Note that was filed at the same time as the Quarterly Securities Report.
3. This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

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Document title	Quarterly Securities Report
Clause of stipulation	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act
Place of filing	Director, Kanto Local Finance Bureau
Filing date	May 12, 2023
Quarterly accounting period	The first quarter of the 52nd fiscal year (January 1, 2023 through March 31, 2023)
Company name	Roland Kabushiki Kaisha
Company name in English	Roland Corporation
Title and name of representative	Gordon Raison, CEO and Representative Director
Address of registered headquarters	2036-1 Nakagawa, Hosoe-cho, Kita-ku, Hamamatsu-shi, Shizuoka
Telephone number	+81-53-523-0230
Name of contact person	Yuichi Hakamata, CFO and Executive Officer
Nearest place of contact	2036-1 Nakagawa, Hosoe-cho, Kita-ku, Hamamatsu-shi, Shizuoka
Telephone number	+81-53-523-0230
Name of contact person	Yuichi Hakamata, CFO and Executive Officer
Place for public inspection	Tokyo Stock Exchange, Inc. (2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo)

Section 1 Company Information

Item 1. Overview of Company

1. Key Financial Data

Fiscal year		51st First quarter	52nd First quarter	51st
Accounting period		(January 1, 2022 through March 31, 2022)	(January 1, 2023 through March 31, 2023)	(January 1, 2022 through December 31, 2022)
Net sales	(million yen)	20,978	22,861	95,840
Ordinary profit	(million yen)	2,601	1,864	10,250
Profit attributable to owners of parent	(million yen)	1,912	1,408	8,938
Comprehensive income	(million yen)	3,707	1,758	11,062
Net assets	(million yen)	29,829	33,329	33,747
Total assets	(million yen)	57,390	73,538	77,056
Basic earnings per share	(yen)	69.42	51.61	326.98
Diluted earnings per share	(yen)	68.29	50.92	321.96
Equity-to-asset ratio	(%)	51.5	44.9	43.4
Net cash provided by (used in) operating activities	(million yen)	(1,128)	5,286	793
Net cash provided by (used in) investing activities	(million yen)	(252)	(632)	(11,351)
Net cash provided by (used in) financing activities	(million yen)	1,101	(5,125)	12,879
Cash and cash equivalents at end of period	(million yen)	8,557	9,962	10,506

Notes: 1. Non-consolidated financial data are not presented as the Company prepares quarterly consolidated financial statements.

2. Basic earnings per share and diluted earnings per share are computed using the average number of shares of common stock during the period, which is calculated by subtracting the number of treasury shares from these shares. These treasury shares include the treasury shares remaining in Board Benefit Trust, Employee Stock Ownership Plan Trust and Employee Shareholding Association-type ESOP Trust.

2. Description of Business

There were no significant changes in the business in which the Company and its subsidiaries and affiliates (collectively, the “Group”) operate during the three months ended March 31, 2023.

No changes were made to major subsidiaries and affiliates.

Item 2. Overview of Business

1. Business Risks

During the three months ended March 31, 2023 (hereinafter the “period under review”), among the matters related to Overview of Business and Financial Information stated in this Quarterly Securities Report, no major risks that might have a material impact on the financial position, operating results and cash flows of the Group have been recognized by the management. There were no significant changes in the matters related to “Business and other risks” stated in the Annual Security Report for the previous fiscal year.

2. Management’s Discussion and Analysis of Financial Position, Operating Results and Cash Flows

This document contains forward-looking statements, which are based on the Group’s estimates and assumptions made as of the end of the period under review.

(1) Business performance

During the period under review, the transition to a world after COVID-19 advanced in countries including Japan and China, following Europe and the U.S. At the same time, however, the global economic environment surrounding the Group remained uncertain as concerns of a global economic slowdown intensified due to the protracted situation in Russia and Ukraine, rising prices and interest rates worldwide, and financial instability in the U.S. and Europe.

Meanwhile, the environment surrounding the electronic musical instruments business was overall favorable, as stable demand for this segment has been generated, backed by a new lifestyle that has become normal in the wake of the COVID-19 pandemic. The three months ended March 31, 2023 was the final adjustment phase toward the normalization of the supply chain, as dealer inventories were temporarily overstocked due to the easing of supply constraints and the subsequent increase of sell-ins at the end of the previous fiscal year. Softening demand in the low-price range extended to the mid- to high-price range for some products though, sell-throughs were generally within expectations. On the cost side, although raw material prices remained high, there were signs of progress toward normalization, including the penetration of appropriate pricing that has been continuously focused on and the gradual effect of a decline in stubbornly high marine transportation costs.

As a result of the above, during the period under review, the Group recorded net sales of ¥22,861 million (up 9.0% year on year), partly due to the contribution of newly consolidated Drum Workshop, Inc. (hereinafter, “DW”), a U.S.-based drum manufacturer, acquired in the previous fiscal year. In terms of profit, the Group recorded operating profit of ¥2,018 million (down 21.4% year on year), ordinary profit of ¥1,864 million (down 28.3% year on year), and profit attributable to owners of parent of ¥1,408 million (down 26.4% year on year), due to a decrease in sell-in volume and active investment in new product development at DW, despite the effect of cost reduction.

Sales performance (year-on-year change) by mainstay category is as shown below:

(Keyboards) Net sales: ¥5,594 million (down 14.6% year on year)

Among the mainstay categories, electronic pianos were affected overall by inventory adjustments in the market, the spread of softening demand from low- to mid-end products, and the escalation of competitive climate, although new products launched in the current period contributed to the performance.

(Percussion and Wind Instruments) Net sales: ¥6,732 million (up 37.6% year on year)

Among the mainstay categories, sales of drums were generally firm in developed countries, mainly due to the introduction of new products, although sales in China were affected by COVID-19 and the downsizing of music schools against the backdrop of government regulations on tutoring schools. Overall sales in the drums business were up year on year, partly due to the effect of the new consolidation of DW.

Sales of electronic wind instruments were down year on year due to market inventory adjustments in the mainstay markets of China and Japan, as well as competition from new entrants, especially in China.

(Guitar-related Products) Net sales: ¥5,648 million (up 11.5% year on year)

Among the mainstay categories, sales of guitar effects were strong, especially for compact pedals, recovering from supply shortages in the same period of the previous year.

As to musical instruments amplifiers, sell-throughs remained strong, while sell-ins were affected by inventory adjustments in the market, particularly in the U.S.

(Creation-related Products & Services) Net sales: ¥3,131 million (up 13.5% year on year)

Among the mainstay categories, sales of synthesizers remained firm, backed by continuing stable demand for high-end products, contributions from new products launched in the previous fiscal year, and shipments of backlogged orders.

Sales of dance and DJ-related products also remained brisk, driven by solid sales of new product lines that have been launched continuously, although existing products showed signs of slowing down.

In the software and service domain, Roland Cloud continued to provide software synthesizers and sound contents, resulting in stable growth in membership. In addition, Roland Cloud Manager, the management software for Roland Cloud contents, was substantially upgraded.

(Video and Professional Audio) Net sales: ¥1,029 million (down 3.4% year on year)

Among the mainstay categories, sales of video-related products remained strong as event demand recovered and demand for related products increased while demand for personal distribution calmed down. The V-MODA products continued to struggle.

(2) Analysis of consolidated financial position

Total assets at the end of the period under review on a consolidated basis decreased by ¥3,518 million from the end of the previous fiscal year to ¥73,538 million. This is attributable primarily to decreases in cash and deposits of ¥543 million, trade receivables of ¥1,867 million, and inventories of ¥723 million.

Liabilities decreased by ¥3,100 million from the end of the previous fiscal year to ¥40,208 million. This is attributable primarily to a decrease in borrowings of ¥2,880 million.

Net assets decreased by ¥418 million from the end of the previous fiscal year to ¥33,329 million. This is attributable mainly to a decrease in retained earnings of ¥2,152 million due to payments of dividends, which was partially offset by profit attributable to owners of parent of ¥1,408 million.

As a result of the above, the equity ratio rose 1.5 percentage points from the end of the previous fiscal year to 44.9%.

(3) Cash flows for the three months ended March 31, 2023

During the period under review, cash and cash equivalents (“net cash”) decreased by ¥543 million (a decrease by ¥223 million for the same period of the previous fiscal year) to ¥9,962 million at the end of the period.

(Cash flows from operating activities)

Net cash provided by operating activities amounted to ¥5,286 million (¥1,128 million used for the same period of the previous fiscal year), which is attributable primarily to decreases in both profit before income taxes and working capital.

(Cash flows from investing activities)

Net cash used in investing activities amounted to ¥632 million (¥252 million used for the same period of the previous fiscal year), which is attributable primarily to the capital outlay for the purchases of property, plant and equipment.

(Cash flows from financing activities)

Net cash used in financing activities amounted to ¥5,125 million (¥1,101 million provided for the same period of the previous fiscal year), which is attributable primarily to repayments of borrowings and payments of dividends.

(4) Management policy, management strategies, and issues to address

During the period under review, there were no significant changes in the Group’s management policy, management strategies and issues to address.

(5) Research and development activities

R&D expenses for the period under review totaled ¥1,207 million.

During the period under review, there were no significant changes in the Group’s research and development activities.

3. Material Contracts, etc.

During the period under review, no material contract was concluded or executed.

Item 3. Information about Reporting Company

1. Company's Shares, etc.

(1) Total number of shares

1) Authorized shares

Class	Total number of shares authorized to be issued (shares)
Common stock	80,000,000
Total	80,000,000

2) Issued shares

Class	Number of issued shares as of current quarter end (March 31, 2023) (shares)	Number of issued shares as of filing date (May 12, 2023) (shares)	Name of financial instruments exchange on which securities are listed or authorized financial instruments business association to which securities are registered	Description
Common stock	28,130,954	28,130,954	Tokyo Stock Exchange Prime Market	The number of shares constituting one unit is 100 shares.
Total	28,130,954	28,130,954	–	–

(2) Share acquisition rights

1) Stock option plans

Not applicable.

2) Share acquisition rights for other uses

Not applicable.

(3) Exercises of moving strike convertible bonds

Not applicable.

(4) Changes in number of issued shares, share capital and legal capital surplus

(Millions of yen, unless otherwise stated)

Date	Increase in total number of issued shares (shares)	Balance of total number of issued shares (shares)	Increase in share capital	Balance of share capital	Increase in legal capital surplus	Balance of legal capital surplus
January 1, 2023 through March 31, 2023 (Note)	64,168	28,130,954	18	9,631	18	5,217

Note: The increase was due to the exercise of share acquisition rights.

(5) Major shareholders

There is nothing to be stated as this quarter is the first quarterly accounting period.

(6) Voting rights

The status of voting rights as of the end of the period under review is presented by disclosing the status as of December 31, 2022, the most recent record date, because the number of beneficiary shareholders as of March 31, 2023 could not be ascertained.

1) Issued shares

As of December 31, 2022

Category	Number of shares (shares)	Number of voting rights (units)	Description
Shares with no voting rights	–	–	–
Shares with restricted voting rights (treasury shares)	–	–	–
Shares with restricted voting rights (other)	–	–	–
Shares with full voting rights (treasury shares)	(Treasury shares) Common stock 470,200	–	–
Shares with full voting rights (other)	Common stock 27,589,100	275,891	The number of shares constituting one unit is 100 shares.
Share less than one unit	Common stock 7,486	–	–
Total number of issued shares	28,066,786	–	–
Voting rights held by all shareholders	–	275,891	–

- Notes: 1. “Shares with full voting rights (other)” of common stock includes 353,900 shares of the Company (3,539 voting rights) held by Custody Bank of Japan, Ltd. (Trust Account) as trust assets of the Board Benefit Trust, Employee Stock Ownership Plan Trust and Employee Shareholding Association-type ESOP Trust.
2. “Share less than one unit” of common stock includes 57 shares of the Company held by Custody Bank of Japan, Ltd. (Trust Account) as trust assets of the Board Benefit Trust, Employee Stock Ownership Plan Trust and Employee Shareholding Association-type ESOP Trust.
3. “Share less than one unit” of common stock includes 15 treasury shares held by the Company.

2) Treasury shares

As of December 31, 2022

Name of shareholder	Address of shareholder	Number of shares held in own name (shares)	Number of shares held in others' names (shares)	Total number of shares held (shares)	Shareholding ratio (%)
(Treasury shares) Roland Corporation	2036-1 Nakagawa, Hosoe-cho, Kita-ku, Hamamatsu-shi, Shizuoka	470,200	–	470,200	1.68
Total	–	470,200	–	470,200	1.68

- Notes: 1. In addition to the above, the Company holds treasury shares less than one unit of 15 shares.
2. The Company has contributed 353,957 shares to Custody Bank of Japan, Ltd. (Trust Account) as trust assets of the Board Benefit Trust, the Employee Stock Ownership Plan Trust and Employee Shareholding Association-type ESOP Trust.

2. Directors and Other Officers

Not applicable.

Item 4. Financial Information

1. Basis for Preparation of Quarterly Consolidated Financial Statements

The quarterly consolidated financial statements of the Company are prepared in accordance with the Ministry of Finance Ordinance No. 64, 2007 “Regulations Concerning the Terminology, Forms and Preparation Methods of Quarterly Consolidated Financial Statements” (“Regulations for Quarterly Consolidated Financial Statements”).

In addition, the quarterly consolidated statements of cash flows are prepared pursuant to Article 5-2, Paragraph 2 of the Regulations for Quarterly Consolidated Financial Statements.

2. Quarterly Review Report

The Company’s quarterly consolidated financial statements for the current quarter (from January 1, 2023 to March 31, 2023) were reviewed by Grant Thornton Taiyo LLC, pursuant to Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act.

1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	Previous fiscal year (As of December 31, 2022)	Current quarter (As of March 31, 2023)
Assets		
Current assets:		
Cash and deposits	10,506	9,962
Notes and accounts receivable – trade	12,905	11,038
Merchandise and finished goods	20,214	18,708
Work in process	1,249	1,367
Raw materials and supplies	10,858	11,522
Other	2,561	2,033
Allowance for doubtful accounts	(394)	(345)
Total current assets	57,902	54,288
Non-current assets:		
Property, plant and equipment:		
Buildings and structures, net	3,698	3,624
Land	1,640	1,640
Other, net	2,431	2,695
Total property, plant and equipment	7,770	7,960
Intangible assets		
Goodwill	3,266	3,202
Other	2,824	2,829
Total intangible assets	6,090	6,031
Investments and other assets:		
Investment securities	938	1,017
Other	4,465	4,354
Allowance for doubtful accounts	(110)	(113)
Total investments and other assets	5,293	5,258
Total non-current assets	19,154	19,249
Total assets	77,056	73,538

(Millions of yen)

	Previous fiscal year (As of December 31, 2022)	Current quarter (As of March 31, 2023)
Liabilities		
Current liabilities:		
Notes and accounts payable – trade	5,606	6,454
Short-term borrowings	* 17,700	* 4,700
Current portion of long-term borrowings	1,252	6,113
Income taxes payable	482	154
Provision for bonuses	771	510
Provision for bonuses for directors (and other officers)	34	17
Provision for product warranties	281	296
Other	6,384	5,840
Total current liabilities	32,513	24,086
Non-current liabilities:		
Long-term borrowings	7,570	12,828
Provision for share awards	253	263
Provision for share awards for directors (and other officers)	78	89
Retirement benefit liability	432	432
Asset retirement obligations	87	87
Other	2,373	2,420
Total non-current liabilities	10,796	16,122
Total liabilities	43,309	40,208
Net assets		
Shareholders' equity:		
Share capital	9,613	9,631
Capital surplus	191	210
Retained earnings	23,750	22,945
Treasury shares	(2,407)	(2,394)
Total shareholders' equity	31,148	30,392
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	68	115
Foreign currency translation adjustment	1,879	2,186
Remeasurements of defined benefit plans	370	351
Total accumulated other comprehensive income	2,319	2,654
Share acquisition rights	95	82
Non-controlling interests	184	200
Total net assets	33,747	33,329
Total liabilities and net assets	77,056	73,538

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income

Quarterly consolidated statements of income

(Millions of yen)

	Three months ended March 31, 2022	Three months ended March 31, 2023
Net sales	20,978	22,861
Cost of sales	12,169	13,112
Gross profit	8,808	9,748
Selling, general and administrative expenses	6,240	7,729
Operating profit	2,567	2,018
Non-operating income:		
Interest income	2	8
Dividend income	7	10
Foreign exchange gains	29	–
Subsidy income	–	61
Other	2	8
Total non-operating income	42	88
Non-operating expenses:		
Interest expenses	5	31
Foreign exchange losses	–	204
Other	3	6
Total non-operating expenses	8	242
Ordinary profit	2,601	1,864
Extraordinary income:		
Gain on sale of non-current assets	0	1
Total extraordinary income	0	1
Extraordinary losses:		
Loss on sale and retirement of non-current assets	1	1
Total extraordinary losses	1	1
Profit before income taxes	2,599	1,864
Income taxes – current	524	318
Income taxes – deferred	160	126
Total income taxes	684	445
Profit	1,914	1,419
Profit attributable to non-controlling interests	2	11
Profit attributable to owners of parent	1,912	1,408

Quarterly consolidated statements of comprehensive income

(Millions of yen)

	Three months ended March 31, 2022	Three months ended March 31, 2023
Profit	1,914	1,419
Other comprehensive income:		
Valuation difference on available-for-sale securities	(26)	46
Foreign currency translation adjustment	1,832	311
Remeasurements of defined benefit plans, net of tax	(13)	(19)
Total other comprehensive income	1,793	339
Comprehensive income	3,707	1,758
Comprehensive income attributable to:		
Owners of parent	3,694	1,743
Non-controlling interests	13	15

(3) Quarterly consolidated statements of cash flows

(Millions of yen)

	Three months ended March 31, 2022	Three months ended March 31, 2023
Cash flows from operating activities:		
Profit before income taxes	2,599	1,864
Depreciation	390	560
Amortization of goodwill	1	84
Increase (decrease) in retirement benefit liability	(38)	(34)
Interest and dividend income	(9)	(18)
Interest expenses	5	31
Foreign exchange losses (gains)	(31)	(465)
Loss (gain) on sale and retirement of non-current assets	1	0
Decrease (increase) in trade receivables	(1,370)	2,982
Decrease (increase) in inventories	(718)	1,105
Increase (decrease) in trade payables	(702)	651
Other, net	(767)	(686)
Subtotal	(641)	6,076
Interest and dividends received	9	18
Interest paid	(5)	(30)
Income taxes paid	(491)	(777)
Net cash provided by (used in) operating activities	(1,128)	5,286
Cash flows from investing activities:		
Purchase of property, plant and equipment	(273)	(489)
Proceeds from sale of property, plant and equipment	0	1
Purchase of intangible assets	(13)	(67)
Proceeds from collection of long-term loans receivable	2	0
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(50)
Other, net	32	(25)
Net cash provided by (used in) investing activities	(252)	(632)
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	4,000	(13,000)
Proceeds from long-term borrowings	-	10,700
Repayments of long-term borrowings	(313)	(580)
Proceeds from issuance of shares	23	23
Proceeds from sale of treasury shares	52	48
Purchase of treasury shares	(646)	(0)
Dividends paid	(1,911)	(2,133)
Other, net	(103)	(183)
Net cash provided by (used in) financing activities	1,101	(5,125)
Effect of exchange rate change on cash and cash equivalents	55	(28)
Net increase (decrease) in cash and cash equivalents	(223)	(499)
Cash and cash equivalents at beginning of period	8,781	10,506
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	-	(43)
Cash and cash equivalents at end of period	* 8,557	* 9,962

Notes to Quarterly Consolidated Financial Statements

Quarterly consolidated balance sheets

* Overdraft agreements and committed line of credit agreements with financial institutions

The Company has concluded overdraft agreements and committed line of credit agreements with its corresponding financial institution to finance working capital efficiently.

The balances of undrawn facilities under the overdraft agreements and committed line of credit agreements are as follows:

	Previous fiscal year (As of December 31, 2022)	Current quarter (As of March 31, 2023)
Overdraft limit and total committed line of credit	11,000	11,000
Outstanding balance of drawn facilities	7,000	4,700
Outstanding balance of undrawn facilities	4,000	6,300

Quarterly consolidated statements of cash flows

* The reconciliation of quarterly ending balance of cash and cash equivalents with account balances per quarterly consolidated balance sheets is as follows:

	Three months ended March 31, 2022	Three months ended March 31, 2023
Cash and deposits	8,557	9,962
Cash and cash equivalents	8,557	9,962

Shareholders' equity

For the three months ended March 31, 2022

1. Amount of dividends paid

Resolution	Class of shares	Total amount of dividends (million yen)	Dividend paid per share (yen)	Record date	Effective date	Source of dividends
Ordinary General Meeting of Shareholders held on March 30, 2022	Common stock	1,929	69	December 31, 2021	March 31, 2022	Retained earnings

Note: The total amount of dividends paid based on the resolution at the Ordinary General Meeting of Shareholders held on March 30, 2022 includes dividends of ¥29 million paid to the Company's shares held by the trusts.

2. Dividends whose record date is before March 31, 2022, whereas its effective date is after March 31, 2022

Not applicable.

3. Significant changes in shareholders' equity

The Company repurchased 163,000 treasury shares during the three month ended March 31, 2022, based on the resolution passed at the Board of Directors meeting held on February 10, 2022. As a result, its treasury shares increased by ¥646 million to ¥1,111 million as of March 31, 2022.

For the three months ended March 31, 2023

1. Amount of dividends paid

Resolution	Class of shares	Total amount of dividends (million yen)	Dividend paid per share (yen)	Record date	Effective date	Source of dividends
Ordinary General Meeting of Shareholders held on March 29, 2023	Common stock	2,152	78	December 31, 2022	March 30, 2023	Retained earnings

Note: The total amount of dividends paid based on the resolution at the Ordinary General Meeting of Shareholders held on March 29, 2023 includes dividends of ¥27 million paid to the Company's shares held by the trusts.

2. Dividends whose record date is before March 31, 2023, whereas its effective date is after March 31, 2023

Not applicable.

Segment information

Segment information

Segment information is omitted because the Group operates a single segment of the Electronic Musical Instruments Business.

Revenue recognition

The Group operates a single segment of the Electronic Musical Instruments Business. The information on disaggregation of revenue from contracts with customers is as follows.

(Millions of yen)

	Three months ended March 31, 2022	Three months ended March 31, 2023
Keyboards	6,553	5,594
Percussion and Wind Instruments	4,893	6,732
Guitar-related Products	5,065	5,648
Creation-related Products & Services	2,758	3,131
Video and Professional Audio	1,066	1,029
Other	640	724
Total	20,978	22,861

Per share information

Basic and diluted earnings per share and basis for calculation of those figures are as follows:

(Millions of yen, unless otherwise stated)

	Three months ended March 31, 2022	Three months ended March 31, 2023
(1) Basic earnings per share	69.42 yen	51.61 yen
(Basis for calculation)		
Profit attributable to owners of parent	1,912	1,408
Profit not attributable to common shareholders	–	–
Profit attributable to common shareholders of parent	1,912	1,408
Average number of shares of common stock during the period (thousand shares)	27,550	27,283
(2) Diluted earnings per share	68.29 yen	50.92 yen
(Basis for calculation)		
Adjustment to profit attributable to owners of parent	–	–
Number of shares of common stock increased (thousand shares)	458	371
[of which number of share acquisition rights (thousand shares)]	[458]	[371]
Any significant changes from the prior fiscal year end in potential shares not included in the calculation of diluted earnings per share due to their anti-dilutive effect	–	–

Note: For the purpose of calculating basic earnings per share and diluted earnings per share, the aggregate number of shares of the Company held by the Board Benefit Trust, Employee Stock Ownership Plan Trust and Employee Shareholding Association-type ESOP Trust was included in the number of treasury shares, which was to be deducted from the calculation of the average number of shares of common stock during the period. The average numbers of shares of common stock held by these trusts during the three months ended March 31, 2022 and 2023 were 416,671 shares and 351,294 shares, respectively.

2. Other information

Not applicable.

Section 2 Information about Reporting Company's Guarantor, etc.

Not applicable.

NOTE TO READERS:

The following is an English translation of the Independent Auditor's Quarterly Review Report originally issued in the Japanese language as required by the Financial Instruments and Exchange Act of Japan for the convenience of the reader. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Independent Auditor's Quarterly Review Report

May 11, 2023

To the Board of Directors of Roland Corporation:

Grant Thornton Taiyo LLC Osaka		
Designated Limited Liability Partner	Iwao Arai, CPA	[Seal]
Engagement Partner		
Designated Limited Liability Partner	Tomohiro Norioka, CPA	[Seal]
Engagement Partner		

Auditor's Conclusion

Pursuant to the provisions of Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Act, we have reviewed the quarterly consolidated financial statements of Roland Corporation (the "Company") and its consolidated subsidiaries (the "Group") provided in the "Financial Information" section in the Company's Quarterly Securities Report, namely, the quarterly consolidated balance sheet as of March 31, 2023, the quarterly consolidated statements of income, comprehensive income, and cash flows for the three-month period then ended, and the related notes.

Based on our quarterly review, nothing has come to our attention that causes us to believe that the accompanying quarterly consolidated financial statements do not present fairly, in all material respects, the financial position of the Group as of March 31, 2023, and its consolidated financial performance and cash flows for the three-month period then ended in accordance with the accounting principles for quarterly consolidated financial statements generally accepted in Japan.

Basis for Auditor's Conclusion

We conducted our review in accordance with the review standards for quarterly financial statements generally accepted in Japan. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements" section of our report. We are independent of the Group in accordance with the provisions of the Code of Professional Ethics in Japan, and we have fulfilled our other ethical responsibilities as auditors. We believe that we have obtained evidence to provide a basis for our conclusion.

Responsibilities of Management, Audit & Supervisory Board Members and the Audit & Supervisory Board for the Quarterly Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the quarterly consolidated financial statements in accordance with accounting principles for quarterly consolidated financial statements generally accepted in Japan, including the design, implementation and maintenance of such internal controls as management determines is necessary to enable the preparation and fair presentation of quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the quarterly consolidated financial statements with the assumption of the Group's ability to continue as a going concern, and disclosing, as applicable, matters related to going concern in accordance with accounting principles for quarterly consolidated financial statements generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for overseeing the Director's execution of duties relating to the design, implementation and maintenance of the Group's financial reporting process.

Auditor's Responsibilities for the Review of the Quarterly Consolidated Financial Statements

Our responsibilities are to issue an auditor's quarterly review report that includes our conclusion based on our quarterly review from an independent point of view.

As part of a quarterly review in accordance with the review standards for quarterly financial statements generally accepted in Japan, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters, and apply analytical and other quarterly review procedures. A quarterly review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in Japan.
- If we determine that a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern, then we conclude, based on the evidence obtained, on whether anything has come to our attention that causes us to believe that the quarterly consolidated financial statements are not presented fairly in accordance with the accounting principles for quarterly consolidated financial statements generally accepted in Japan. Additionally, if we conclude that a material uncertainty exists, we are required to draw attention in our auditor's quarterly review report to the related notes to the quarterly consolidated financial statements or, if such notes are inadequate, to express a qualified conclusion or adverse conclusion. Our conclusions are based on the evidence obtained up to the date of our auditor's quarterly review report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate whether anything has come to our attention that causes us to believe that the overall presentation of the quarterly consolidated financial statements and the notes thereto are not in accordance with accounting principles for quarterly consolidated financial statements generally accepted in Japan, as well as whether anything has come to our attention that causes us to believe that the overall presentation, structure and content of the quarterly consolidated financial statements, including the notes thereto do not represent the underlying transactions and accounting events in a manner that achieves fair presentation.
- Obtain evidence regarding the financial information of the Group to express a conclusion on the quarterly consolidated financial statements. We are responsible for the direction, supervision and performance of the review of the quarterly consolidated financial statements. We remain solely responsible for our conclusion.

We communicate with Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the planned scope and timing of the quarterly review and significant review findings.

We also provide Audit & Supervisory Board Members and the Audit & Supervisory Board with a statement that we have complied with relevant ethical requirements in Japan regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards in order to eliminate or reduce obstruction factors.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and its engagement partners do not have any interest in the Group which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes: 1. The original of the above quarterly review report is kept separately by the Company (the reporting company of the Quarterly Securities Report).
2. The associated XBRL data are not included in the scope of the quarterly review.

Cover

Document title	Confirmation Note
Clause of stipulation	Article 24-4-8, Paragraph 1 of the Financial Instruments and Exchange Act
Place of filing	Director, Kanto Local Finance Bureau
Filing date	May 12, 2023
Company name	Roland Kabushiki Kaisha
Company name in English	Roland Corporation
Title and name of representative	Gordon Raison, CEO and Representative Director
Title and name of Chief Financial Officer	Yuichi Hakamata, CFO and Executive Officer
Address of registered headquarters	2036-1 Nakagawa, Hosoe-cho, Kita-ku, Hamamatsu-shi, Shizuoka
Place for public inspection	Tokyo Stock Exchange, Inc. (2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo)

1. Appropriateness of the Contents of this Quarterly Securities Report

Gordon Raison, CEO and Representative Director, and Yuichi Hakamata, CFO and Executive Officer of Roland Corporation have confirmed that this Quarterly Securities Report for the first quarter of the 52nd fiscal year (January 1, 2023 through March 31, 2023) is reasonably and fairly stated in accordance with the Financial Instruments and Exchange Act and related laws and regulations.

2. Other Information for Special Attention

There are no noteworthy matters that are pertinent to this Quarterly Securities Report.