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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 01, 2022

Company name: YAMATO KOGYO CO.,LTD.

Stock exchange listing: Tokyo

Code number: 5444

URL: <http://www.yamatokogyo.co.jp>

Representative: Mikio Kobayashi

President

Contact: Kazumi Yonezawa

Director, Executive Managing Officer

Phone: 079-273-1061

Scheduled date of filing quarterly securities report: August 10, 2022

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	46,992	43.2	4,221	161.1	23,174	179.1	18,039	226.0
June 30, 2021	32,805	(14.2)	1,616	(47.5)	8,303	11.1	5,532	7.7

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 38,708 million [87.9%]
Three months ended June 30, 2021: ¥ 20,600 million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	283.25	-
June 30, 2021	84.65	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of June 30, 2022	452,837	406,858	83.9
March 31, 2022	414,928	375,686	84.4

(Reference) Equity: As of June 30, 2022: ¥ 379,728 million
As of March 31, 2022: ¥ 350,351 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	60.00	-	100.00	160.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		100.00	-	100.00	200.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	94,000	38.9	9,000	139.7	48,000	127.3	35,500	139.2	557.42
Full year	187,000	24.6	15,000	12.9	88,000	52.7	64,000	60.3	1,004.92

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

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

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

June 30, 2022: 65,000,000 shares

March 31, 2022: 65,000,000 shares

2) Total number of treasury shares at the end of the period:

June 30, 2022: 1,313,299 shares

March 31, 2022: 1,313,215 shares

3) Average number of shares during the period:

Three months ended June 30, 2022: 63,686,744 shares

Three months ended June 30, 2021: 65,361,691 shares

Quarterly Consolidated Financial Statements
 Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
Assets		
Current assets		
Cash and deposits	99,717	123,861
Notes and accounts receivable - trade	25,144	30,998
Securities	20	3
Merchandise and finished goods	18,360	18,762
Work in process	555	560
Raw materials and supplies	20,926	23,278
Other	3,007	4,036
Allowance for doubtful accounts	(22)	(24)
Total current assets	167,710	201,477
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,310	11,660
Machinery, equipment and vehicles, net	26,832	28,093
Land	17,815	18,417
Construction in progress	1,550	1,500
Other, net	2,251	2,441
Total property, plant and equipment	59,761	62,113
Intangible assets		
Goodwill	810	784
Other	822	1,027
Total intangible assets	1,632	1,812
Investments and other assets		
Investment securities	56,255	60,401
Investments in capital	78,826	71,784
Long-term loans receivable from subsidiaries and associates	23,067	25,732
Long-term time deposits	23,660	25,193
Retirement benefit asset	917	917
Other	3,396	3,706
Allowance for doubtful accounts	(301)	(301)
Total investments and other assets	185,823	187,434
Total non-current assets	247,217	251,360
Total assets	414,928	452,837

(Million yen)

	As of March 31,2022	As of June 30,2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,033	11,584
Income taxes payable	1,908	5,199
Provision for bonuses	744	692
Other	5,725	7,645
Total current liabilities	19,411	25,121
Non-current liabilities		
Deferred tax liabilities	13,874	14,683
Retirement benefit liability	1,975	1,967
Other	3,981	4,206
Total non-current liabilities	19,830	20,857
Total liabilities	39,242	45,978
Net assets		
Shareholders' equity		
Share capital	7,996	7,996
Retained earnings	320,784	332,477
Treasury shares	(1,412)	(1,412)
Total shareholders' equity	327,369	339,061
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,490	4,013
Foreign currency translation adjustment	18,649	36,809
Remeasurements of defined benefit plans	(157)	(155)
Total accumulated other comprehensive income	22,982	40,667
Non-controlling interests	25,335	27,129
Total net assets	375,686	406,858
Total liabilities and net assets	414,928	452,837

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	32,805	46,992
Cost of sales	28,224	39,074
Gross profit	4,580	7,918
Selling, general and administrative expenses		
Packing and transportation costs	1,265	1,716
Salaries and allowances	422	414
Provision for bonuses	110	210
Retirement benefit expenses	(9)	2
Other	1,174	1,353
Total selling, general and administrative expenses	2,963	3,697
Operating profit	1,616	4,221
Non-operating income		
Interest income	117	196
Dividend income	142	235
Equity in earnings of affiliates	6,253	15,154
Foreign exchange gains	87	3,176
Other	198	259
Total non-operating income	6,798	19,022
Non-operating expenses		
Interest expenses	22	20
Loss on valuation of derivatives	76	19
Loss on disaster	-	22
Other	13	6
Total non-operating expenses	111	69
Ordinary profit	8,303	23,174
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on retirement of non-current assets	22	0
Other	1	-
Total extraordinary losses	23	0
Profit before income taxes	8,280	23,175
Income taxes - current	2,050	4,668
Income taxes - refund	-	(1,400)
Income taxes - deferred	147	786
Total income taxes	2,198	4,054
Profit	6,082	19,120
Profit attributable to non-controlling interests	549	1,080
Profit attributable to owners of parent	5,532	18,039

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	6,082	19,120
Other comprehensive income		
Valuation difference on available-for-sale securities	(360)	(478)
Foreign currency translation adjustment	8,822	12,665
Remeasurements of defined benefit plans, net of tax	(1)	2
Share of other comprehensive income of entities accounted for using equity method	6,058	7,398
Total other comprehensive income	14,518	19,587
Comprehensive income	20,600	38,708
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,325	35,724
Comprehensive income attributable to non-controlling interests	1,275	2,983

Quarterly Consolidated Statements of Cash Flows

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Cash flows from operating activities		
Profit before income taxes	8,280	23,175
Depreciation	1,404	1,410
Interest and dividend income	(259)	(431)
Interest expenses	22	20
Equity in (earnings) losses of affiliates	(6,253)	(15,154)
Decrease (increase) in trade receivables	(3,401)	(5,398)
Decrease (increase) in inventories	(2,320)	(912)
Increase (decrease) in trade payables	2,147	285
Other, net	266	(2,087)
Subtotal	(113)	907
Interest and dividends received	8,166	25,262
Income taxes paid	(456)	(956)
Net cash provided by (used in) operating activities	7,596	25,213
Cash flows from investing activities		
Payments into time deposits	(3,957)	(12)
Proceeds from withdrawal of time deposits	8,364	1,379
Purchase of property, plant and equipment	(956)	(945)
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	(2,134)	-
Other, net	(56)	(73)
Net cash provided by (used in) investing activities	1,258	347
Cash flows from financing activities		
Purchase of treasury shares	(2,317)	(0)
Dividends paid	(2,384)	(5,771)
Dividends paid to non-controlling interests	(1,240)	(1,188)
Other, net	(20)	(19)
Net cash provided by (used in) financing activities	(5,963)	(6,980)
Effect of exchange rate change on cash and cash equivalents	460	6,681
Net increase (decrease) in cash and cash equivalents	3,352	25,261
Cash and cash equivalents at beginning of period	19,163	95,467
Cash and cash equivalents at end of period	22,515	120,729