Translation

January 31, 2022

Consolidated Financial Results for the First Nine months of the Fiscal Year Ending March 31, 2022 <under IFRS>

Company name: **Yutaka Giken Co., Ltd.**
Listing: Tokyo Stock Exchange
Securities code: 7229
URL: https://www.yutakagiken.co.jp/en/index.html
Representative: Naoki Shiraishi, President & Representative Director
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Scheduled date to file quarterly securities report: February 14, 2022
Scheduled date to commence dividend payments: —
Preparation of supplementary results briefing material on quarterly financial results: None
Holding of quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts rounded, unless otherwise noted.)

1. Consolidated financial results for first Nine months of the fiscal year ending March 31, 2022 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit for the period		Profit attributable to owners of parent		Total comprehensive income	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2021	149,057	5.2	6,641	29.9	8,674	90.0	5,231	293.8	2,774	509.4	6,964	266.7
December 31, 2020	141,674	8.7	5,111	22.2	4,565	10.3	1,328	(7.3)	455	(58.7)	1,899	166.4

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2021	187.20	—
December 31, 2020	30.72	—

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
December 31, 2021	184,043	91,563	79,238	43.1	5,347.35
March 31, 2021	189,178	85,763	76,028	40.2	5,130.72

2. Cash dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	—	—	—	36.00	36.00
Fiscal year ending March 31, 2022	—	36.00	—		
Fiscal year ending March 31, 2022 (Forecast)				40.00	76.00

Note: Revisions to the forecasts of cash dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit for the period		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2022	193,000	0.9	8,800	141.7	8,800	129.3	5,100	—	4,100	—	276.69

Note: Revisions to the consolidated earnings forecasts most recently announced: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: －

Excluded: 1 (Company name) ALABAMA CULLMAN YUTAKA TECHNOLOGIES, LLC

(2) Changes in accounting policies and changes in accounting estimates

a. Changes in accounting policies required by IFRS: None

b. Changes in accounting policies other than the above: None

c. Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of December 31, 2021	14,820,000 shares
As of March 31, 2021	14,820,000 shares

b. Number of treasury shares at end of period

As of December 31, 2021	1,824 shares
As of March 31, 2021	1,824 shares

c. Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2021	14,818,176 shares
Nine months ended December 31, 2020	14,818,224 shares

* Quarterly reviews are not required for quarterly financial results reports.

* Proper use of earnings forecasts, and other special notes

The forward-looking statements including earnings forecasts contained in these materials are based on information currently available to the Company and certain assumptions deemed reasonable by the Company, and are not intended as the Company's commitment to achieve such forecasts. Actual business and other results may differ significantly from these forecasts due to a wide range of factors.

Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
ASSETS		
Current assets		
Cash and cash equivalents	34,054	20,449
Trade and other receivables	64,622	61,719
Inventories	25,772	37,783
Other current assets	5,014	5,140
Total current assets	129,463	125,092
Non-current assets		
Property, plant and equipment	54,484	54,002
Intangible assets	771	679
Net defined benefit asset	1,322	1,393
Deferred tax assets	1,834	1,821
Other non-current assets	1,305	1,057
Total non-current assets	59,715	58,952
Total assets	189,178	184,043
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	82,029	72,897
Borrowings	8,157	10,695
Income taxes payable	2,176	1,675
Provisions	1,476	256
Other current liabilities	3,617	2,420
Total current liabilities	97,454	87,943
Non-current liabilities		
Borrowings	2,170	687
Net defined benefit liability	2,031	1,728
Deferred tax liabilities	244	546
Other non-current liabilities	1,516	1,576
Total non-current liabilities	5,961	4,537
Total liabilities	103,415	92,480
Equity		
Issued capital	1,754	1,754
Retained earnings	75,126	76,833
Treasury shares	(3)	(3)
Other components of equity	(849)	654
Total equity attributable to owners of parent	76,028	79,238
Non-controlling interests	9,735	12,325
Total equity	85,763	91,563
Total liabilities and equity	189,178	184,043

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Revenue	141,674	149,057
Cost of sales	125,222	131,555
Gross profit	16,452	17,501
Selling, general and administrative expenses	11,426	11,379
Other income	207	906
Other expense	123	387
Operating profit	5,111	6,641
Finance income	219	2,112
Finance costs	765	79
Profit before tax	4,565	8,674
Income tax expense	3,237	3,443
Profit for the period	1,328	5,231
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in financial assets at fair value through other comprehensive income	1	5
Total items that will not be reclassified to profit or loss	1	5
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	570	1,729
Total items that may be reclassified to profit or loss	570	1,729
Total other comprehensive income, net of tax	571	1,733
Comprehensive income for the period	1,899	6,964
Profit attributable to:		
Owners of parent	455	2,774
Non-controlling interests	873	2,457
Profit for the period	1,328	5,231
Total comprehensive income attributable to:		
Owners of parent	820	4,277
Non-controlling interests	1,079	2,687
Comprehensive income	1,899	6,964
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	30.72	187.20

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

(Millions of yen)

	Equity attributable to owners of parent				
					Other components of equity
	Issued capital	Capital surplus	Retained earnings	Treasury shares	Net change in financial assets at fair value through other comprehensive income
Balance as of April 1, 2020	1,754	8	76,480	(3)	10
Profit for the period			455		
Other comprehensive income					1
Comprehensive income for the period	—	—	455	—	1
Dividends paid			(533)		
Changes in ownership interests in subsidiaries		(366)			
Transfer from other components of equity to retained earnings			1		(1)
Transfer from retained earnings to capital surplus		357	(357)		
Total transactions with owners	—	(8)	(889)	—	(1)
Balance as of December 31, 2020	1,754	—	76,046	(3)	9

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity			
Balance as of April 1, 2020	(3,472)	(3,463)	74,777	9,580	84,357
Profit for the period		—	455	873	1,328
Other comprehensive income	363	364	364	206	571
Comprehensive income for the period	363	364	820	1,079	1,899
Dividends paid		—	(533)	(574)	(1,107)
Changes in ownership interests in subsidiaries	(19)	(19)	(384)	384	—
Transfer from other components of equity to retained earnings		(1)	—	—	—
Transfer from retained earnings to capital surplus		—	—	—	—
Total transactions with owners	(19)	(20)	(918)	(189)	(1,107)
Balance as of December 31, 2020	(3,128)	(3,118)	74,679	10,470	85,149

(Millions of yen)

	Equity attributable to owners of parent				
	Issued capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity
					Net change in financial assets at fair value through other comprehensive income
Balance as of April 1, 2021	1,754	—	75,126	(3)	10
Profit for the period			2,774		
Other comprehensive income					3
Comprehensive income for the period	—	—	2,774	—	3
Dividends paid			(1,067)		
Total transactions with owners	—	—	(1,067)	—	—
Balance as of December 31, 2021	1,754	—	76,833	(3)	12

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity			
Balance as of April 1, 2021	(859)	(849)	76,028	9,735	85,763
Profit for the period		—	2,774	2,457	5,231
Other comprehensive income	1,501	1,503	1,503	230	1,733
Comprehensive income for the period	1,501	1,503	4,277	2,687	6,964
Dividends paid		—	(1,067)	(97)	(1,164)
Total transactions with owners	—	—	(1,067)	(97)	(1,164)
Balance as of December 31, 2021	642	654	79,238	12,325	91,563

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Cash flows from (used in) operating activities		
Profit before tax	4,565	8,674
Depreciation and amortization	6,242	6,259
Finance costs (income)	(134)	(1,307)
Decrease (increase) in trade and other receivables	(16,673)	5,437
Decrease (increase) in inventories	229	(10,695)
Increase (decrease) in trade and other payables	23,074	(12,069)
Increase (decrease) in provisions	53	(1,234)
Increase (decrease) in net defined benefit liability	(94)	(327)
Other inflows (outflows) of cash	(564)	195
Subtotal	16,698	(5,067)
Interest received	222	188
Dividends received	1	1
Interest paid	(66)	(79)
Income taxes refund (paid)	(2,636)	(3,691)
Net cash flows from (used in) operating activities	14,218	(8,648)
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	58	675
Purchase of property, plant and equipment	(5,852)	(4,985)
Proceeds from sales of property, plant and equipment	59	243
Purchase of intangible assets	(35)	(70)
Proceeds from sale of investment securities	2	―
Payments for loans receivable	―	(5)
Proceeds from collection of loans receivable	―	3
Net cash flows from (used in) investing activities	(5,767)	(4,139)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	840	2,200
Repayments of lease obligations	(327)	(337)
Proceeds from non-current borrowings	40	―
Repayments of non-current borrowings	(617)	(268)
Dividends paid	(533)	(1,066)
Dividends paid to non-controlling interests	(864)	(1,368)
Net cash flows from (used in) financing activities	(1,461)	(839)
Effect of exchange rate changes on cash and cash equivalents	725	705
Net increase (decrease) in cash and cash equivalents	7,715	(12,920)
Cash and cash equivalents at beginning of period	22,843	32,121
Cash and cash equivalents at end of period	30,557	19,200