Translation

July 29, 2022

Consolidated Financial Results for the First Three Months of the Fiscal Year Ending March 31, 2023 <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: Takao Aoshima, President & Representative Director
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Scheduled date to file quarterly securities report: August 12, 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 Three months of the fiscal year ending March 31, 2023 (from April 1, 2022 to June 30, 2022)

(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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2022	46,308	(6.3)	(384)	—	461	(85.6)	(164)	—	(117)	—	3,798	92.5
June 30, 2021	49,443	47.6	3,019	—	3,192	—	1,915	—	1,335	—	1,973	—

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2022	(7.88)	—
June 30, 2021	90.06	—

(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
June 30, 2022	210,713	97,400	86,645	41.1	5,847.23
March 31, 2022	208,334	94,974	83,808	40.2	5,655.74

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, 2022	—	36.00	—	40.00	76.00
Fiscal year ending March 31, 2023	—				
Fiscal year ending March 31, 2023 (Forecast)		44.00	—	44.00	88.00

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

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(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, 2023	273,000	27.9	9,900	11.8	9,600	(15.5)	6,500	(5.5)	5,200	16.4	350.92

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): None

Newly included: －

Excluded: －

(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 June 30, 2022	14,820,000 shares
As of March 31, 2022	14,820,000 shares

b. Number of treasury shares at end of period

As of June 30, 2022	1,824 shares
As of March 31, 2022	1,824 shares

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

Three months ended June 30, 2022	14,818,176 shares
Three months ended June 30, 2021	14,818,176 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, 2022	As of June 30, 2022
ASSETS		
Current assets		
Cash and cash equivalents	42,073	36,894
Trade and other receivables	72,323	65,223
Inventories	32,372	41,906
Other current assets	3,820	6,281
Total current assets	150,588	150,304
Non-current assets		
Property, plant and equipment	53,031	54,932
Intangible assets	663	646
Net defined benefit asset	1,332	1,325
Deferred tax assets	1,990	2,693
Other non-current assets	730	813
Total non-current assets	57,746	60,409
Total assets	208,334	210,713
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	95,279	101,369
Borrowings	9,787	3,845
Income taxes payable	1,239	1,619
Other current liabilities	2,603	2,360
Total current liabilities	108,907	109,193
Non-current liabilities		
Borrowings	652	638
Net defined benefit liability	1,607	1,632
Deferred tax liabilities	622	390
Other non-current liabilities	1,572	1,461
Total non-current liabilities	4,453	4,120
Total liabilities	113,360	113,313
Equity		
Issued capital	1,754	1,754
Retained earnings	78,360	77,650
Treasury shares	(3)	(3)
Other components of equity	3,697	7,244
Total equity attributable to owners of parent	83,808	86,645
Non-controlling interests	11,166	10,755
Total equity	94,974	97,400
Total liabilities and equity	208,334	210,713

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Revenue	49,443	46,308
Cost of sales	43,242	43,059
Gross profit	6,202	3,250
Selling, general and administrative expenses	3,835	3,770
Other income	708	171
Other expense	55	35
Operating profit	3,019	(384)
Finance income	191	890
Finance costs	19	44
Profit before tax	3,192	461
Income tax expense	1,277	625
Profit for the period	1,915	(164)
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)	2
Total items that will not be reclassified to profit or loss	(1)	2
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	59	3,960
Total items that may be reclassified to profit or loss	59	3,960
Total other comprehensive income, net of tax	59	3,962
Comprehensive income for the period	1,973	3,798
Profit attributable to:		
Owners of parent	1,335	(117)
Non-controlling interests	580	(47)
Profit for the period	1,915	(164)
Total comprehensive income attributable to:		
Owners of parent	1,405	3,430
Non-controlling interests	568	368
Comprehensive income	1,973	3,798
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	90.06	(7.88)

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

(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			1,335		
Other comprehensive income					(0)
Comprehensive income for the period	—	—	1,335	—	(0)
Dividends paid			(533)		
Total transactions with owners	—	—	(533)	—	—
Balance as of June 30, 2021	1,754	—	75,927	(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, 2021	(859)	(849)	76,028	9,735	85,763
Profit for the period		—	1,335	580	1,915
Other comprehensive income	71	71	71	(12)	59
Comprehensive income for the period	71	71	1,405	568	1,973
Dividends paid		—	(533)	(97)	(631)
Total transactions with owners	—	—	(533)	(97)	(631)
Balance as of June 30, 2021	(788)	(778)	76,900	10,206	87,106

(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, 2022	1,754	—	78,360	(3)	12
Profit for the period			(117)		
Other comprehensive income					1
Comprehensive income for the period	—	—	(117)	—	1
Dividends paid			(593)		
Total transactions with owners	—	—	(593)	—	—
Balance as of June 30, 2022	1,754	—	77,650	(3)	13

	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, 2022	3,684	3,697	83,808	11,166	94,974
Profit for the period		—	(117)	(47)	(164)
Other comprehensive income	3,546	3,547	3,547	415	3,962
Comprehensive income for the period	3,546	3,547	3,430	368	3,798
Dividends paid		—	(593)	(779)	(1,372)
Total transactions with owners	—	—	(593)	(779)	(1,372)
Balance as of June 30, 2022	7,230	7,244	86,645	10,755	97,400

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Cash flows from (used in) operating activities		
Profit before tax	3,192	461
Depreciation and amortization	1,993	2,179
Finance costs (income)	(67)	(69)
Decrease (increase) in trade and other receivables	(8,157)	13,097
Decrease (increase) in inventories	(9,641)	(6,915)
Increase (decrease) in trade and other payables	8,847	(1,406)
Increase (decrease) in net defined benefit liability	(44)	(8)
Other inflows (outflows) of cash	240	(1,084)
Subtotal	(3,636)	6,255
Interest received	85	113
Dividends received	1	1
Interest paid	(14)	(59)
Income taxes refund (paid)	(1,385)	(1,234)
Net cash flows from (used in) operating activities	(4,951)	5,076
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	121	(95)
Purchase of property, plant and equipment	(1,665)	(1,353)
Proceeds from sales of property, plant and equipment	132	643
Purchase of intangible assets	(25)	(27)
Proceeds from collection of loans receivable	3	4
Net cash flows from (used in) investing activities	(1,435)	(827)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	1,322	(6,447)
Repayments of lease obligations	(149)	(107)
Repayments of non-current borrowings	(128)	(146)
Dividends paid	(519)	(587)
Dividends paid to non-controlling interests	(1,368)	(1,721)
Net cash flows from (used in) financing activities	(842)	(9,008)
Effect of exchange rate changes on cash and cash equivalents	107	704
Net increase (decrease) in cash and cash equivalents	(7,120)	(4,055)
Cash and cash equivalents at beginning of period	32,121	40,249
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	—	(1,290)
Cash and cash equivalents at end of period	25,001	34,904