

Consolidated Financial Results for the Fiscal Year Ended 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
 Contact: Katsunori Shimizu, General Manager of Accounting Division
 Tel: +81-53-433-4111

Scheduled date for holding annual general meeting of shareholders:	June 23, 2023
Scheduled date to commence dividend payments:	June 26, 2023
Scheduled date to file annual securities report:	June 23, 2023
Preparation of supplementary results briefing material on consolidated financial results:	Yes
Holding of consolidated financial results presentation meeting:	Yes

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

1. Consolidated financial results for the fiscal year ended March 31, 2023

(from April 1, 2022 to March 31, 2023)

(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	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	218,004	2.2	3,853	(56.5)	4,933	(56.6)	1,639	(76.2)	1,444	(67.7)	4,681	(60.8)
March 31, 2022	213,395	11.5	8,853	143.1	11,365	196.2	6,879	—	4,466	—	11,925	220.1

	Basic earnings per share	Diluted earnings per share	Ratio of profit to equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2023	97.42	—	1.7	2.4	1.8
March 31, 2022	301.35	—	5.6	5.7	4.1

Reference: Share of profit (loss) of investments accounted for using equity method

For the fiscal year ended March 31, 2023: – million yen

For the fiscal year ended March 31, 2022: – million yen

(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
March 31, 2023	199,633	97,421	88,176	44.2	5,950.52
March 31, 2022	208,334	94,974	83,808	40.2	5,655.74

(3) Consolidated cash flows

	Net cash flows from (used in) operating activities	Net cash flows from (used in) investing activities	Net cash flows from (used in) financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2023	4,063	(2,813)	(7,681)	32,352
March 31, 2022	12,142	(3,947)	(2,793)	40,249

2. Cash dividends

	Annual cash dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2022	—	36.00	—	40.00	76.00	1,126	25.2	1.4
March 31, 2023	—	36.00	—	36.00	72.00	1,067	73.9	1.2
Fiscal year ending March 31, 2024 (Forecast)	—	36.00	—	36.00	72.00		53.3	

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2024
(from April 1, 2023 to March 31, 2024)

(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, 2024	198,000	(9.2)	6,000	55.7	5,900	19.6	3,000	83.1	2,000	38.5	134.97

*** 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 March 31, 2023	14,820,000 shares
As of March 31, 2022	14,820,000 shares

- b. Number of treasury shares at end of period

As of March 31, 2023	1,824 shares
As of March 31, 2022	1,824 shares

- c. Average number of outstanding shares during the period

Fiscal year ended March 31, 2023	14,818,176 shares
Fiscal year ended March 31, 2022	14,818,176 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* 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.

Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
ASSETS		
Current assets		
Cash and cash equivalents	42,073	33,696
Trade and other receivables	72,323	80,937
Inventories	32,372	27,221
Other current assets	3,820	1,777
Total current assets	150,588	143,632
Non-current assets		
Property, plant and equipment	53,031	50,514
Intangible assets	663	639
Net defined benefit asset	1,332	1,650
Deferred tax assets	1,990	2,403
Other non-current assets	730	796
Total non-current assets	57,746	56,002
Total assets	208,334	199,633
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	95,279	72,532
Borrowings	9,787	6,294
Income taxes payable	1,239	882
Other current liabilities	2,603	18,518
Total current liabilities	108,907	98,226
Non-current liabilities		
Borrowings	652	290
Net defined benefit liability	1,607	1,588
Deferred tax liabilities	622	486
Other non-current liabilities	1,572	1,622
Total non-current liabilities	4,453	3,987
Total liabilities	113,360	102,213
Equity		
Issued capital	1,754	1,754
Capital surplus	—	1,273
Retained earnings	78,360	79,244
Treasury shares	(3)	(3)
Other components of equity	3,697	5,908
Total equity attributable to owners of parent	83,808	88,176
Non-controlling interests	11,166	9,245
Total equity	94,974	97,421
Total liabilities and equity	208,334	199,633

(2) Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Revenue	213,395	218,004
Cost of sales	190,725	198,788
Gross profit	22,671	19,216
Selling, general and administrative expenses	15,278	15,436
Other income	1,742	651
Other expense	281	578
Operating profit	8,853	3,853
Finance income	2,617	1,820
Finance costs	105	740
Profit before tax	11,365	4,933
Income tax expense	4,487	3,294
Profit for the period	6,879	1,639
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	(164)	562
Net change in financial assets at fair value through other comprehensive income	5	10
Total items that will not be reclassified to profit or loss	(160)	572
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	5,206	2,470
Total items that may be reclassified to profit or loss	5,206	2,470
Total other comprehensive income, net of tax	5,047	3,042
Comprehensive income for the period	11,925	4,681
Profit attributable to:		
Owners of parent	4,466	1,444
Non-controlling interests	2,413	195
Profit for the period	6,879	1,639
Comprehensive income attributable to:		
Owners of parent	8,847	4,246
Non-controlling interests	3,079	434
Comprehensive income	11,925	4,681
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	301.35	97.42

(3) 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	
					Remeasurements of net defined benefit liability (asset)	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			4,466			
Other comprehensive income					(164)	2
Comprehensive income for the period	—	—	4,466	—	(164)	2
Dividends paid			(1,067)			
Transfer from other components of equity to retained earnings			(164)		164	
Total transactions with owners	—	—	(1,231)	—	164	—
Balance as of March 31, 2022	1,754	—	78,360	(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	—	—	4,466	2,413	6,879
Other comprehensive income	4,543	4,381	4,381	665	5,047
Comprehensive income for the period	4,543	4,381	8,847	3,079	11,925
Dividends paid		—	(1,067)	(1,648)	(2,715)
Transfer from other components of equity to retained earnings		164	—		—
Total transactions with owners	—	164	(1,067)	(1,648)	(2,715)
Balance as of March 31, 2022	3,684	3,697	83,808	11,166	94,974

(Millions of yen)

	Equity attributable to owners of parent					
	Issued capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Remeasurements of net defined benefit liability (asset)	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			1,444			
Other comprehensive income					562	7
Comprehensive income for the period	—	—	1,444	—	562	7
Dividends paid			(1,126)			
Changes in ownership interests in subsidiaries		1,273				(1)
Transfer from other components of equity to retained earnings			567		(562)	(5)
Total transactions with owners	—	1,273	(560)	—	(562)	(5)
Balance as of March 31, 2023	1,754	1,273	79,244	(3)	—	14

	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		—	1,444	195	1,639
Other comprehensive income	2,233	2,802	2,802	239	3,042
Comprehensive income for the period	2,233	2,802	4,246	434	4,681
Dividends paid		—	(1,126)	(1,687)	(2,813)
Changes in ownership interests in subsidiaries	(24)	(24)	1,248	(669)	579
Transfer from other components of equity to retained earnings		(567)	—		—
Total transactions with owners	(24)	(591)	122	(2,356)	(2,234)
Balance as of March 31, 2023	5,894	5,908	88,176	9,245	97,421

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from (used in) operating activities		
Profit before tax	11,365	4,933
Depreciation and amortization	8,384	9,035
Finance costs (income)	(1,353)	(267)
Impairment loss	745	—
Decrease (increase) in trade and other receivables	(957)	(4,643)
Decrease (increase) in inventories	(3,392)	6,653
Increase (decrease) in trade and other payables	3,881	(27,288)
Increase (decrease) in provisions	(1,490)	—
Increase (decrease) in net defined benefit liability	(474)	(34)
Increase (decrease) in deposits received	14	15,843
Other inflows (outflows) of cash	722	2,559
Subtotal	17,445	6,791
Interest received	260	565
Dividends received	1	2
Interest paid	(108)	(312)
Income taxes refund (paid)	(5,456)	(2,984)
Net cash flows from (used in) operating activities	12,142	4,063
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	148	539
Purchase of property, plant and equipment	(5,837)	(4,259)
Proceeds from sales of property, plant and equipment	1,844	1,053
Purchase of intangible assets	(98)	(158)
Payments for loans receivable	(8)	(2)
Proceeds from collection of loans receivable	3	5
Proceeds from sales of Investment securities Shares of subsidiaries and associates	—	8
Net cash flows from (used in) investing activities	(3,947)	(2,813)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	488	(3,786)
Repayments of finance lease obligations	(520)	(576)
Repayments of non-current borrowings	(327)	(473)
Dividends paid	(1,067)	(1,126)
Dividends paid to non-controlling interests	(1,368)	(2,402)
Payments for acquisition of interests in subsidiaries from non-controlling interests	—	(100)
Proceeds from sale of interests in subsidiaries to non-controlling interests	—	781
Net cash flows from (used in) financing activities	(2,793)	(7,681)
Effect of exchange rate changes on cash and cash equivalents	2,726	(175)
Net increase (decrease) in cash and cash equivalents	8,128	(6,607)
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	40,249	32,352