

Consolidated Financial Results for the First Six Months of the Fiscal Year Ending March 31, 2024 <under IFRS>

Company name: **Yutaka Giken Co., Ltd.**
 Listing: Tokyo Stock Exchange
 Securities code: 7229
 URL: <https://www.yutakagiken.co.jp/en/index.html>
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Scheduled date to file quarterly securities report: November 14, 2023
 Scheduled date to commence dividend payments: December 5, 2023
 Preparation of supplementary results briefing material on quarterly financial results: Yes
 Holding of quarterly financial results presentation meeting: Yes

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

1. Consolidated financial results for first Six months of the fiscal year ending March 31, 2024 (from April 1, 2023 to September 30, 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2023	103,920	(4.6)	3,182	197.2	3,779	54.3	2,482	222.5	2,107	289.7	7,122	17.1
September 30, 2022	108,897	15.2	1,071	(68.0)	2,448	(34.2)	770	(57.3)	541	(51.7)	6,082	229.0

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	142.22	—
September 30, 2022	36.50	—

(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
September 30, 2023	199,292	103,850	94,069	47.2	6,348.23
March 31, 2023	199,633	97,421	88,176	44.2	5,950.52

2. Cash dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2023	Yen —	Yen 36.00	Yen —	Yen 36.00	Yen 72.00
Fiscal year ending March 31, 2024	—	40.00			
Fiscal year ending March 31, 2024 (Forecast)			—	50.00	90.00

Note: Revisions to the forecasts of cash dividends most recently announced: Yes

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	%	
Fiscal year ending March 31, 2024	211,000	(3.2)	8,200	112.8	8,700	76.4	6,400	290.5	5,400	274.1	Yen 364.42

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

*** 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: Yes

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 September 30, 2023	14,820,000 shares
As of March 31, 2023	14,820,000 shares

- b. Number of treasury shares at end of period

As of September 30, 2023	1,824 shares
As of March 31, 2023	1,824 shares

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

Six months ended September 30, 2023	14,818,176 shares
Six months ended September 30, 2022	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, 2023	As of September 30, 2023
ASSETS		
Current assets		
Cash and cash equivalents	33,696	35,498
Trade and other receivables	80,937	75,553
Inventories	27,221	29,721
Other current assets	1,777	2,107
Total current assets	143,632	142,879
Non-current assets		
Property, plant and equipment	50,514	50,390
Intangible assets	639	651
Net defined benefit asset	1,650	1,705
Deferred tax assets	2,403	2,730
Other non-current assets	796	937
Total non-current assets	56,002	56,413
Total assets	199,633	199,292
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	72,532	77,861
Borrowings	6,294	4,152
Income taxes payable	882	863
Other current liabilities	18,518	8,299
Total current liabilities	98,226	91,175
Non-current liabilities		
Borrowings	290	129
Net defined benefit liability	1,588	1,654
Deferred tax liabilities	486	465
Other non-current liabilities	1,622	2,020
Total non-current liabilities	3,987	4,267
Total liabilities	102,213	95,442
Equity		
Issued capital	1,754	1,754
Capital surplus	1,273	1,273
Retained earnings	79,244	80,818
Treasury shares	(3)	(3)
Other components of equity	5,908	10,227
Total equity attributable to owners of parent	88,176	94,069
Non-controlling interests	9,245	9,781
Total equity	97,421	103,850
Total liabilities and equity	199,633	199,292

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Revenue	108,897	103,920
Cost of sales	100,367	93,073
Gross profit	8,531	10,847
Selling, general and administrative expenses	7,628	7,849
Other income	297	471
Other expense	129	287
Operating profit	1,071	3,182
Finance income	1,493	849
Finance costs	115	253
Profit before tax	2,448	3,779
Income tax expense	1,679	1,297
Profit for the period	770	2,482
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	4	5
Total items that will not be reclassified to profit or loss	4	5
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	5,308	4,635
Total items that may be reclassified to profit or loss	5,308	4,635
Total other comprehensive income, net of tax	5,312	4,640
Comprehensive income for the period	6,082	7,122
Profit attributable to:		
Owners of parent	541	2,107
Non-controlling interests	229	375
Profit for the period	770	2,482
Total comprehensive income attributable to:		
Owners of parent	5,413	6,427
Non-controlling interests	668	695
Comprehensive income	6,082	7,122
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	36.50	142.22

(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, 2022	1,754	—	78,360	(3)	12
Profit for the period			541		
Other comprehensive income					2
Comprehensive income for the period	—	—	541	—	2
Dividends paid			(593)		
Total transactions with owners	—	—	(593)	—	—
Balance as of September 30, 2022	1,754	—	78,308	(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		—	541	229	770
Other comprehensive income	4,870	4,872	4,872	439	5,312
Comprehensive income for the period	4,870	4,872	5,413	668	6,082
Dividends paid		—	(593)	(779)	(1,372)
Total transactions with owners	—	—	(593)	(779)	(1,372)
Balance as of September 30, 2022	8,555	8,569	88,628	11,055	99,684

(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, 2023	1,754	1,273	79,244	(3)	14
Profit for the period			2,107		
Other comprehensive income					4
Comprehensive income for the period	—	—	2,107	—	4
Dividends paid			(533)		
Total transactions with owners	—	—	(533)	—	—
Balance as of September 30, 2023	1,754	1,273	80,818	(3)	18

	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, 2023	5,894	5,908	88,176	9,245	97,421
Profit for the period		—	2,107	375	2,482
Other comprehensive income	4,315	4,319	4,319	320	4,640
Comprehensive income for the period	4,315	4,319	6,427	695	7,122
Dividends paid		—	(533)	(159)	(692)
Total transactions with owners	—	—	(533)	(159)	(692)
Balance as of September 30, 2023	10,209	10,227	94,069	9,781	103,850

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from (used in) operating activities		
Profit before tax	2,448	3,779
Depreciation and amortization	4,431	4,472
Finance costs (income)	(140)	(5)
Decrease (increase) in trade and other receivables	14,541	11,571
Decrease (increase) in inventories	953	(323)
Increase (decrease) in trade and other payables	(21,919)	(501)
Increase (decrease) in net defined benefit liability	167	15
Increase (decrease) in deposits received	(10)	(11,122)
Other inflows (outflows) of cash	1,817	331
Subtotal	2,289	8,216
Interest received	255	256
Dividends received	1	1
Interest paid	(131)	(247)
Income taxes refund (paid)	(2,628)	(2,013)
Net cash flows from (used in) operating activities	(214)	6,214
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	327	(95)
Purchase of property, plant and equipment	(2,276)	(2,045)
Proceeds from sales of property, plant and equipment	811	1,039
Purchase of intangible assets	(97)	(54)
Payments for loans receivable	(2)	—
Proceeds from collection of loans receivable	4	0
Net cash flows from (used in) investing activities	(1,233)	(1,154)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	(5,622)	(2,816)
Repayments of lease obligations	(220)	(339)
Repayments of non-current borrowings	(302)	(176)
Dividends paid	(593)	(533)
Dividends paid to non-controlling interests	(2,402)	(1,081)
Net cash flows from (used in) financing activities	(9,138)	(4,945)
Effect of exchange rate changes on cash and cash equivalents	817	1,533
Net increase (decrease) in cash and cash equivalents	(9,768)	1,647
Cash and cash equivalents at beginning of period	40,249	32,352
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(1,290)	—
Cash and cash equivalents at end of period	29,191	33,999