

Consolidated Financial Results for the Fiscal Year Ended March 31, 2021 <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 for holding annual general meeting of shareholders:	June 25, 2021
Scheduled date to commence dividend payments:	June 28, 2021
Scheduled date to file annual securities report:	June 25, 2021
Preparation of supplementary results briefing material on consolidated financial results:	Yes
Holding of consolidated financial results presentation meeting:	No

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

1. Consolidated financial results for the fiscal year ended March 31, 2021

(from April 1, 2020 to March 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	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2021	191,326	17.1	3,641	(20.7)	3,837	(15.6)	(204)	—	(1,335)	—	3,726	—
March 31, 2020	163,435	(9.8)	4,589	(46.6)	4,546	(49.5)	1,351	(75.2)	1,049	(77.5)	(2,142)	—

	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, 2021	(90.07)	—	(1.8)	2.3	1.9
March 31, 2020	70.79	—	1.4	3.0	2.8

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

For the fiscal year ended March 31, 2021: – million yen

For the fiscal year ended March 31, 2020: – 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, 2021	189,178	85,763	76,028	40.2	5,130.72
March 31, 2020	147,515	84,357	74,777	50.7	5,046.30

(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, 2021	16,151	(8,691)	(625)	32,121
March 31, 2020	12,816	(9,197)	(5,363)	22,843

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, 2020	—	36.00	—	36.00	72.00	1,067	101.7	1.4
March 31, 2021	—	—	—	36.00	36.00	533	—	0.7
Fiscal year ending March 31, 2022 (Forecast)	—	36.00	—	40.00	76.00		27.5	

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

*** 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) FOSHAN YUTAKA AUTO PARTS CO.,LTD

- (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, 2021	14,820,000 shares
As of March 31, 2020	14,820,000 shares

- b. Number of treasury shares at end of period

As of March 31, 2021	1,824 shares
As of March 31, 2020	1,776 shares

- c. Average number of outstanding shares during the period

Fiscal year ended March 31, 2021	14,818,217 shares
Fiscal year ended March 31, 2020	14,818,282 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, 2020	As of March 31, 2021
ASSETS		
Current assets		
Cash and cash equivalents	23,866	34,054
Trade and other receivables	36,430	64,622
Inventories	22,319	25,772
Other current assets	2,577	5,014
Total current assets	85,192	129,463
Non-current assets		
Property, plant and equipment	56,686	54,484
Intangible assets	950	771
Net defined benefit asset	529	1,322
Other non-current assets	1,467	1,305
Deferred tax assets	2,690	1,834
Total non-current assets	62,323	59,715
Total assets	147,515	189,178
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	44,049	82,029
Borrowings	6,731	8,157
Income taxes payable	590	2,176
Provisions	—	1,476
Other current liabilities	3,700	3,617
Total current liabilities	55,070	97,454
Non-current liabilities		
Borrowings	2,256	2,170
Net defined benefit liability	2,540	2,031
Provisions	1,293	—
Deferred tax liabilities	479	244
Other non-current liabilities	1,519	1,516
Total non-current liabilities	8,088	5,961
Total liabilities	63,158	103,415
Equity		
Issued capital	1,754	1,754
Capital surplus	8	—
Retained earnings	76,480	75,126
Treasury shares	(3)	(3)
Other components of equity	(3,463)	(849)
Total equity attributable to owners of parent	74,777	76,028
Non-controlling interests	9,580	9,735
Total equity	84,357	85,763
Total liabilities and equity	147,515	189,178

(2) Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Revenue	163,435	191,326
Cost of sales	142,378	172,046
Gross profit	21,057	19,280
Selling, general and administrative expenses	16,738	15,790
Other income	490	336
Other expense	221	184
Operating profit	4,589	3,641
Finance income	407	321
Finance costs	450	125
Profit before tax	4,546	3,837
Income tax expense	3,195	4,041
Profit for the period	1,351	(204)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	20	869
Net change in financial assets at fair value through other comprehensive income	(2)	1
Total items that will not be reclassified to profit or loss	18	871
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(3,511)	3,059
Total items that may be reclassified to profit or loss	(3,511)	3,059
Total other comprehensive income, net of tax	(3,493)	3,929
Comprehensive income for the period	(2,142)	3,726
Profit attributable to:		
Owners of parent	1,049	(1,335)
Non-controlling interests	302	1,131
Profit for the period	1,351	(204)
Comprehensive income attributable to:		
Owners of parent	(2,007)	2,169
Non-controlling interests	(135)	1,557
Comprehensive income	(2,142)	3,726
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	70.79	(90.07)

(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, 2019	1,754	8	76,479	(3)	—	11
Profit for the period	—	—	1,049	—	—	—
Other comprehensive income	—	—	—	—	20	(1)
Comprehensive income for the period	—	—	1,049	—	20	(1)
Purchase and sales of treasury shares	—	—	—	(0)	—	—
Dividends paid	—	—	(1,067)	—	—	—
Changes in ownership interests in subsidiaries	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	20	—	(20)	—
Total transactions with owners	—	—	(1,047)	(0)	(20)	—
Balance as of March 31, 2020	1,754	8	76,480	(3)	—	10

	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, 2019	(397)	(387)	77,852	10,176	88,027
Profit for the period	—	—	1,049	302	1,351
Other comprehensive income	(3,075)	(3,056)	(3,056)	(437)	(3,493)
Comprehensive income for the period	(3,075)	(3,056)	(2,007)	(135)	(2,142)
Purchase and sales of treasury shares	—	—	(0)	—	(0)
Dividends paid	—	—	(1,067)	(461)	(1,528)
Changes in ownership interests in subsidiaries	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	(20)	—	—	—
Total transactions with owners	—	(20)	(1,067)	(461)	(1,528)
Balance as of March 31, 2020	(3,472)	(3,463)	74,777	9,580	84,357

(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, 2020	1,754	8	76,480	(3)	—	10
Profit for the period	—	—	(1,335)	—	—	—
Other comprehensive income	—	—	—	—	869	1
Comprehensive income for the period	—	—	(1,335)	—	869	1
Purchase and sales of treasury shares	—	—	—	(0)	—	—
Dividends paid	—	—	(533)	—	—	—
Changes in ownership interests in subsidiaries	—	(366)	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	871	—	(869)	(1)
Transfer from retained earnings to capital surplus	—	357	(357)	—	—	—
Total transactions with owners	—	(8)	(20)	(0)	(869)	(1)
Balance as of March 31, 2021	1,754	—	75,126	(3)	—	10

	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	—	—	(1,335)	1,131	(204)
Other comprehensive income	2,632	3,503	3,503	426	3,929
Comprehensive income for the period	2,632	3,503	2,169	1,557	3,726
Purchase and sales of treasury shares	—	—	(0)	—	(0)
Dividends paid	—	—	(533)	(1,786)	(2,320)
Changes in ownership interests in subsidiaries	(19)	(19)	(384)	384	—
Transfer from other components of equity to retained earnings	—	(871)	—	—	—
Transfer from retained earnings to capital surplus	—	—	—	—	—
Total transactions with owners	(19)	(889)	(918)	(1,402)	(2,320)
Balance as of March 31, 2021	(859)	(849)	76,028	9,735	85,763

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from (used in) operating activities		
Profit before tax	4,546	3,837
Depreciation and amortization	8,397	8,358
Finance costs (income)	(136)	(205)
Impairment loss	—	3,800
Decrease (increase) in trade and other receivables	3,082	(24,747)
Decrease (increase) in inventories	(1,777)	(2,282)
Increase (decrease) in trade and other payables	1,890	32,353
Increase (decrease) in provisions	1,357	—
Increase (decrease) in net defined benefit liability	212	(567)
Other inflows (outflows) of cash	(1,507)	(1,368)
Subtotal	16,063	19,179
Interest received	463	324
Dividends received	1	1
Interest paid	(278)	(90)
Income taxes refund (paid)	(3,435)	(3,262)
Net cash flows from (used in) operating activities	12,816	16,151
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	240	(869)
Purchase of property, plant and equipment	(9,877)	(7,826)
Proceeds from sales of property, plant and equipment	609	155
Purchase of intangible assets	(203)	(152)
Proceeds from sale of investment securities	—	2
Proceeds from collection of loans receivable	34	—
Net cash flows from (used in) investing activities	(9,197)	(8,691)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	(2,526)	1,931
Repayments of finance lease obligations	(540)	(411)
Proceeds from non-current borrowings	816	40
Repayments of non-current borrowings	(987)	(787)
Purchase of treasury shares	(0)	(0)
Dividends paid	(1,067)	(533)
Dividends paid to non-controlling interests	(1,059)	(864)
Net cash flows from (used in) financing activities	(5,363)	(625)
Effect of exchange rate changes on cash and cash equivalents	(1,637)	2,443
Net increase (decrease) in cash and cash equivalents	(3,381)	9,278
Cash and cash equivalents at beginning of period	26,224	22,843
Cash and cash equivalents at end of period	22,843	32,121