

Consolidated Financial Results for the Fiscal Year Ended March 31, 2020 <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: Katsuhiro Kurokawa, President & Representative Director
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Scheduled date for holding annual general meeting of shareholders: June 26, 2020
 Scheduled date to commence dividend payments: June 29, 2020
 Scheduled date to file annual securities report: June 26, 2020
 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, 2020

(from April 1, 2019 to March 31, 2020)

(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, 2020	163,435	(9.8)	4,589	(46.6)	4,546	(49.5)	1,351	(75.2)	1,049	(77.5)	(2,142)	—
March 31, 2019	181,264	0.1	8,599	(10.8)	9,010	(7)	5,452	10.3	4,662	55.1	5,044	29.5

	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, 2020	70.79	—	1.4	3.0	2.8
March 31, 2019	314.59	—	6.1	5.8	4.7

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

For the fiscal year ended March 31, 2020: — million yen

For the fiscal year ended March 31, 2019: — 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, 2020	147,515	84,357	74,777	50.7	5,046.30
March 31, 2019	153,873	88,027	77,852	50.6	5,253.74

(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, 2020	12,816	(9,197)	(5,363)	22,843
March 31, 2019	17,346	(7,457)	(8,709)	26,224

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, 2019	—	36.00	—	36.00	72.00	1,067	22.9	1.4
March 31, 2020	—	36.00	—	36.00	72.00	1,067	101.7	1.4
Fiscal year ending March 31, 2021 (Forecast)	—	—	—	—	—		—	

Note: Dividends for the year ending March 31, 2021 have not yet been determined at this point in time.

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2021
(from April 1, 2020 to March 31, 2021)

(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, 2021	—	—	—	—	—	—	—	—	—	—	Yen

Note: The consolidated financial forecast for the year ending March 31, 2021, has not yet been determined as it is difficult to appropriately and rationally make an estimation due to the impact of the spread of novel coronavirus disease (COVID-19). The forecast will be disclosed promptly once it is possible to appropriately and rationally estimate it.

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
Newly included: None
Excluded: None

- (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 March 31, 2020	14,820,000 shares
As of March 31, 2019	14,820,000 shares

- b. Number of treasury shares at end of period

As of March 31, 2020	1,776 shares
As of March 31, 2019	1,694 shares

- c. Average number of outstanding shares during the period

Fiscal year ended March 31, 2020	14,818,282 shares
Fiscal year ended March 31, 2019	14,818,369 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

(Caution regarding forward-looking statements)

The consolidated financial forecast for the year ending March 31, 2021, has not yet been determined as it is difficult to appropriately and rationally make an estimation due to the impact of the spread of novel coronavirus disease (COVID-19). The forecast will be disclosed promptly once it is possible to appropriately and rationally estimate it.

Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2019	As of March 31, 2020
ASSETS		
Current assets		
Cash and cash equivalents	27,486	23,866
Trade and other receivables	40,975	36,430
Inventories	21,417	22,319
Other current assets	1,283	2,577
Total current assets	91,160	85,192
Non-current assets		
Property, plant and equipment	57,289	56,686
Intangible assets	1,073	950
Net defined benefit asset	705	529
Deferred tax assets	2,504	2,690
Other non-current assets	1,142	1,467
Total non-current assets	62,713	62,323
Total assets	153,873	147,515
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	45,515	44,049
Borrowings	9,723	6,731
Income taxes payable	826	590
Other current liabilities	3,321	3,700
Total current liabilities	59,385	55,070
Non-current liabilities		
Borrowings	2,288	2,256
Net defined benefit liability	2,869	2,540
Provisions	—	1,293
Deferred tax liabilities	415	479
Other non-current liabilities	889	1,519
Total non-current liabilities	6,461	8,088
Total liabilities	65,846	63,158
Equity		
Issued capital	1,754	1,754
Capital surplus	8	8
Retained earnings	76,479	76,480
Treasury shares	(3)	(3)
Other components of equity	(387)	(3,463)
Total equity attributable to owners of parent	77,852	74,777
Non-controlling interests	10,176	9,580
Total equity	88,027	84,357
Total liabilities and equity	153,873	147,515

(2) Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Revenue	181,264	163,435
Cost of sales	155,946	142,378
Gross profit	25,318	21,057
Selling, general and administrative expenses	16,625	16,738
Other income	431	490
Other expense	525	221
Operating profit	8,599	4,589
Finance income	717	407
Finance costs	306	450
Profit before tax	9,010	4,546
Income tax expense	3,558	3,195
Profit for the period	5,452	1,351
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	(181)	20
Net change in financial assets at fair value through other comprehensive income	(6)	(2)
Total items that will not be reclassified to profit or loss	(187)	18
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(221)	(3,511)
Total items that may be reclassified to profit or loss	(221)	(3,511)
Total other comprehensive income, net of tax	(408)	(3,493)
Comprehensive income for the period	5,044	(2,142)
Profit attributable to:		
Owners of parent	4,662	1,049
Non-controlling interests	790	302
Profit for the period	5,452	1,351
Comprehensive income attributable to:		
Owners of parent	4,351	(2,007)
Non-controlling interests	694	(135)
Comprehensive income	5,044	(2,142)
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	314.59	70.79

(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, 2018	1,754	8	72,990	(2)	—	14
Profit for the period	—	—	4,662	—	—	—
Other comprehensive income	—	—	—	—	(181)	(3)
Comprehensive income for the period	—	—	4,662	—	(181)	(3)
Purchase and sales of treasury shares	—	—	—	(0)	—	—
Dividends paid	—	—	(993)	—	—	—
Transfer from other components of equity to retained earnings	—	—	(181)	—	181	—
Total transactions with owners	—	—	(1,174)	(0)	181	—
Balance as of March 31, 2019	1,754	8	76,479	(3)	—	11

	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, 2018	(270)	(256)	74,494	10,662	85,156
Profit for the period	—	—	4,662	790	5,452
Other comprehensive income	(127)	(311)	(311)	(97)	(408)
Comprehensive income for the period	(127)	(311)	4,351	694	5,044
Purchase and sales of treasury shares	—	—	(0)	—	(0)
Dividends paid	—	—	(993)	(1,179)	(2,172)
Transfer from other components of equity to retained earnings	—	181	—	—	—
Total transactions with owners	—	181	(993)	(1,179)	(2,173)
Balance as of March 31, 2019	(397)	(387)	77,852	10,176	88,027

(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)	—	—	—
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)
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

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Cash flows from (used in) operating activities		
Profit before tax	9,010	4,546
Depreciation and amortization	8,484	8,397
Finance costs (income)	(56)	(136)
Impairment loss	968	—
Decrease (increase) in trade and other receivables	(1,276)	3,082
Decrease (increase) in inventories	3,885	(1,777)
Increase (decrease) in trade and other payables	842	1,890
Increase (decrease) in provisions	—	1,357
Increase (decrease) in net defined benefit liability	97	212
Other inflows (outflows) of cash	258	(1,507)
Subtotal	22,213	16,063
Interest received	360	463
Dividends received	1	1
Interest paid	(301)	(278)
Income taxes refund (paid)	(4,927)	(3,435)
Net cash flows from (used in) operating activities	17,346	12,816
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	597	240
Purchase of property, plant and equipment	(7,940)	(9,877)
Proceeds from sales of property, plant and equipment	180	609
Purchase of intangible assets	(301)	(203)
Proceeds from collection of loans receivable	6	34
Net cash flows from (used in) investing activities	(7,457)	(9,197)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	(4,583)	(2,526)
Repayments of finance lease obligations	(407)	(540)
Proceeds from non-current borrowings	—	816
Repayments of non-current borrowings	(1,338)	(987)
Purchase of treasury shares	(0)	(0)
Dividends paid	(993)	(1,067)
Dividends paid to non-controlling interests	(1,387)	(1,059)
Net cash flows from (used in) financing activities	(8,709)	(5,363)
Effect of exchange rate changes on cash and cash equivalents	(201)	(1,637)
Net increase (decrease) in cash and cash equivalents	978	(3,381)
Cash and cash equivalents at beginning of period	25,246	26,224
Cash and cash equivalents at end of period	26,224	22,843