

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

Scheduled date to file quarterly securities report: February 12, 2021
 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 Nine months of the fiscal year ending March 31, 2021 (from April 1, 2020 to December 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	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2020	141,674	8.7	5,111	22.2	4,565	10.3	1,328	(7.3)	455	(58.7)	1,899	166.4
December 31, 2019	130,288	(4.8)	4,182	(40.8)	4,137	(44.8)	1,433	(65.0)	1,103	(63.9)	713	(77.6)

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2020	30.72	—
December 31, 2019	74.47	—

(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
December 31, 2020	171,106	85,149	74,679	43.6	5,039.67
March 31, 2020	147,515	84,357	74,777	50.7	5,046.30

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, 2020	—	36.00	—	36.00	72.00
Fiscal year ending March 31, 2021	—	0.00	—		
Fiscal year ending March 31, 2021 (Forecast)				36.00	36.00

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

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	173,000	5.9	3,000	(34.6)	2,200	(51.6)	(700)	—	(2,000)	—	Yen (134.97)

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): 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 December 31, 2020	14,820,000 shares
As of March 31, 2020	14,820,000 shares

- b. Number of treasury shares at end of period

As of December 31, 2020	1,776 shares
As of March 31, 2020	1,776 shares

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

Nine months ended December 31, 2020	14,818,224 shares
Nine months ended December 31, 2019	14,818,299 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, 2020	As of December 31, 2020
ASSETS		
Current assets		
Cash and cash equivalents	23,866	31,521
Trade and other receivables	36,430	53,205
Inventories	22,319	22,038
Other current assets	2,577	2,389
Total current assets	85,192	109,153
Non-current assets		
Property, plant and equipment	56,686	57,261
Intangible assets	950	745
Net defined benefit asset	529	505
Deferred tax assets	2,690	2,426
Other non-current assets	1,467	1,016
Total non-current assets	62,323	61,953
Total assets	147,515	171,106
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade and other payables	44,049	67,421
Borrowings	6,731	6,985
Income taxes payable	590	1,046
Provisions	—	1,178
Other current liabilities	3,700	2,676
Total current liabilities	55,070	79,307
Non-current liabilities		
Borrowings	2,256	2,063
Net defined benefit liability	2,540	2,486
Provisions	1,293	230
Deferred tax liabilities	479	382
Other non-current liabilities	1,519	1,489
Total non-current liabilities	8,088	6,651
Total liabilities	63,158	85,957
Equity		
Issued capital	1,754	1,754
Capital surplus	8	—
Retained earnings	76,480	76,046
Treasury shares	(3)	(3)
Other components of equity	(3,463)	(3,118)
Total equity attributable to owners of parent	74,777	74,679
Non-controlling interests	9,580	10,470
Total equity	84,357	85,149
Total liabilities and equity	147,515	171,106

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Revenue	130,288	141,674
Cost of sales	113,330	125,222
Gross profit	16,958	16,452
Selling, general and administrative expenses	12,945	11,426
Other income	276	207
Other expense	106	123
Operating profit	4,182	5,111
Finance income	257	219
Finance costs	302	765
Profit before tax	4,137	4,565
Income tax expense	2,704	3,237
Profit for the period	1,433	1,328
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	1
Total items that will not be reclassified to profit or loss	1	1
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(721)	570
Total items that may be reclassified to profit or loss	(721)	570
Total other comprehensive income, net of tax	(720)	571
Comprehensive income for the period	713	1,899
Profit attributable to:		
Owners of parent	1,103	455
Non-controlling interests	329	873
Profit for the period	1,433	1,328
Total comprehensive income attributable to:		
Owners of parent	452	820
Non-controlling interests	261	1,079
Comprehensive income	713	1,899
Earnings per share (attributable to owners of parent)		
Basic earnings per share (Yen)	74.47	30.72

(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, 2019	1,754	8	76,479	(3)	11
Profit for the period			1,103		
Other comprehensive income					0
Comprehensive income for the period	—	—	1,103	—	0
Purchase and sales of treasury shares				(0)	
Dividends paid			(1,067)		
Total transactions with owners	—	—	(1,067)	(0)	—
Balance as of December 31, 2019	1,754	8	76,515	(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, 2019	(397)	(387)	77,852	10,176	88,027
Profit for the period		—	1,103	329	1,433
Other comprehensive income	(652)	(652)	(652)	(68)	(720)
Comprehensive income for the period	(652)	(652)	452	261	713
Purchase and sales of traesury shares		—	(0)	—	(0)
Dividends paid		—	(1,067)	(207)	(1,274)
Total transactions with owners	—	—	(1,067)	(207)	(1,274)
Balance as of December 31, 2019	(1,050)	(1,039)	77,236	10,230	87,466

(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, 2020	1,754	8	76,480	(3)	10
Profit for the period			455		
Other comprehensive income					1
Comprehensive income for the period	—	—	455	—	1
Dividends paid			(533)		
Changes in ownership interests in subsidiaries		(366)			
Transfer from other components of equity to retained earnings			1		(1)
Transfer from retained earnings to capital surplus		357	(357)		
Total transactions with owners	—	(8)	(889)	—	(1)
Balance as of December 31, 2020	1,754	—	76,046	(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, 2020	(3,472)	(3,463)	74,777	9,580	84,357
Profit for the period		—	455	873	1,328
Other comprehensive income	363	364	364	206	571
Comprehensive income for the period	363	364	820	1,079	1,899
Dividends paid		—	(533)	(574)	(1,107)
Changes in ownership interests in subsidiaries	(19)	(19)	(384)	384	—
Transfer from other components of equity to retained earnings		(1)	—	—	—
Transfer from retained earnings to capital surplus		—	—	—	—
Total transactions with owners	(19)	(20)	(918)	(189)	(1,107)
Balance as of December 31, 2020	(3,128)	(3,118)	74,679	10,470	85,149

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Cash flows from (used in) operating activities		
Profit before tax	4,137	4,565
Depreciation and amortization	6,157	6,242
Finance costs (income)	(43)	(134)
Decrease (increase) in trade and other receivables	964	(16,673)
Decrease (increase) in inventories	428	229
Increase (decrease) in trade and other payables	2,517	23,074
Increase(decrease) in provisions	1,357	53
Increase (decrease) in net defined benefit liability	(68)	(94)
Other inflows (outflows) of cash	(1,055)	(564)
Subtotal	14,394	16,698
Interest received	257	222
Dividends received	1	1
Interest paid	(213)	(66)
Income taxes refund (paid)	(2,836)	(2,636)
Net cash flows from (used in) operating activities	11,603	14,218
Cash flows from (used in) investing activities		
Net decrease (increase) in term deposits	177	58
Purchase of property, plant and equipment	(8,699)	(5,852)
Proceeds from sales of property, plant and equipment	437	59
Purchase of intangible assets	(135)	(35)
Proceeds from sale of investment securities	—	2
Proceeds from collection of loans receivable	2	—
Net cash flows from (used in) investing activities	(8,218)	(5,767)
Cash flows from (used in) financing activities		
Net increase (decrease) in current borrowings	(651)	840
Repayments of lease obligations	(436)	(327)
Proceeds from non-current borrowings	—	40
Repayments of non-current borrowings	(776)	(617)
Purchase of treasury shares	(0)	—
Dividends paid	(1,065)	(533)
Dividends paid to non-controlling interests	(1,059)	(864)
Net cash flows from (used in) financing activities	(3,987)	(1,461)
Effect of exchange rate changes on cash and cash equivalents	(494)	725
Net increase (decrease) in cash and cash equivalents	(1,096)	7,715
Cash and cash equivalents at beginning of period	26,224	22,843
Cash and cash equivalents at end of period	25,128	30,557