

Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]



July 29, 2022

Company name: Ryoden Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 8084
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 Scheduled date of filing quarterly securities report: August 9, 2022
 Scheduled date of commencing dividend payments: —
 Availability of supplementary briefing material on quarterly financial results: No
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 1, 2022 to June 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	60,079	13.7	1,883	64.7	2,012	54.8	1,323	58.1
Three months ended June 30, 2021	52,841	13.6	1,143	99.4	1,299	94.0	836	93.5

(Note) Comprehensive income: Three months ended June 30, 2022: ¥1,870 million [25.1%]
 Three months ended June 30, 2021: ¥1,494 million [211.2%]

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2022	60.81	60.43
Three months ended June 30, 2021	38.49	38.29

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2022	140,932	75,991	53.8	3,481.64
As of March 31, 2022	140,970	74,766	52.9	3,427.24

(Reference) Equity: As of June 30, 2022: ¥75,771 million
 As of March 31, 2022: ¥74,587 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2022	Yen —	Yen 28.00	Yen —	Yen 30.00	Yen 58.00
Fiscal year ending March 31, 2023	—				
Fiscal year ending March 31, 2023 (Forecast)		29.00	—	29.00	58.00

(Notes) Revision from the most recently announced dividend forecast: No

Breakdown of year-end dividends for the fiscal year ended March 31, 2022

Ordinary dividend: ¥28.00

Commemorative dividend: ¥2.00

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	117,000	9.0	3,000	8.2	3,100	9.4	2,150	13.7	98.79
Full year	240,000	4.7	7,100	0.5	7,300	0.2	5,100	1.9	234.34

(Note) Revision from the most recently announced financial results forecast: No

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (4) Total number of issued shares (common stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock):
June 30, 2022: 22,824,977 shares
March 31, 2022: 22,824,977 shares
 - 2) Total number of treasury stock at the end of the period:
June 30, 2022: 1,061,811 shares
March 31, 2022: 1,061,811 shares
 - 3) Average number of shares during the period:
Three months ended June 30, 2022: 21,763,166 shares
Three months ended June 30, 2021: 21,745,316 shares

* These quarterly financial results are outside the scope of quarterly review procedures by certified public accountant or audit firm.

* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are prepared based on currently available information and certain preconditions which the Company believes to be reasonable at this time. Actual results may be different from any projections presented herein due to various factors.

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	11,587	10,190
Notes and accounts receivable - trade, and contract assets	51,474	48,357
Electronically recorded monetary claims - operating	21,992	23,833
Securities	52	355
Merchandise and finished goods	32,850	34,733
Other	8,163	7,920
Allowance for doubtful accounts	(27)	(26)
Total current assets	126,093	125,363
Non-current assets		
Property, plant and equipment	3,764	5,503
Intangible assets	806	907
Investments and other assets		
Other	10,588	9,447
Allowance for doubtful accounts	(281)	(294)
Total investments and other assets	10,306	9,152
Total non-current assets	14,877	15,564
Deferred assets	—	5
Total assets	140,970	140,932

(Million yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	40,117	38,656
Electronically recorded obligations - operating	14,776	14,575
Short-term borrowings	822	1,269
Income taxes payable	1,633	783
Other	5,235	4,335
Total current liabilities	62,585	59,620
Non-current liabilities		
Long-term borrowings	—	1,800
Retirement benefit liability	2,818	2,731
Other	800	789
Total non-current liabilities	3,618	5,321
Total liabilities	66,204	64,941
Net assets		
Shareholders' equity		
Share capital	10,334	10,334
Capital surplus	7,449	7,449
Retained earnings	55,458	56,084
Treasury shares	(800)	(800)
Total shareholders' equity	72,442	73,068
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,652	1,581
Foreign currency translation adjustment	850	1,454
Remeasurements of defined benefit plans	(357)	(333)
Total accumulated other comprehensive income	2,145	2,702
Share acquisition rights	178	243
Non-controlling interests	—	(23)
Total net assets	74,766	75,991
Total liabilities and net assets	140,970	140,932

(2) Consolidated Statements of Income and Comprehensive Income
 Consolidated Statements of Income

(Million yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Net sales	52,841	60,079
Cost of sales	47,055	53,328
Gross profit	5,785	6,751
Selling, general and administrative expenses	4,642	4,867
Operating profit	1,143	1,883
Non-operating income		
Interest income	7	6
Dividend income	100	86
Share of profit of entities accounted for using equity method	45	13
Other	38	43
Total non-operating income	191	149
Non-operating expenses		
Interest expenses	6	5
Foreign exchange losses	15	11
Other	13	4
Total non-operating expenses	35	20
Ordinary profit	1,299	2,012
Extraordinary income		
Gain on sale of investment securities	—	38
Total extraordinary income	—	38
Profit before income taxes	1,299	2,050
Income taxes	462	737
Profit	836	1,312
Loss attributable to non-controlling interests	—	(10)
Profit attributable to owners of parent	836	1,323

Consolidated Statements of Comprehensive Income

(Million yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Profit	836	1,312
Other comprehensive income		
Valuation difference on available-for-sale securities	133	(71)
Foreign currency translation adjustment	505	604
Remeasurements of defined benefit plans, net of tax	18	24
Total other comprehensive income	657	557
Comprehensive income	1,494	1,870
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,494	1,880
Comprehensive income attributable to non-controlling interests	—	(10)

(3) Consolidated Statements of Cash Flows

(Million yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Cash flows from operating activities		
Profit before income taxes	1,299	2,050
Depreciation	97	118
Increase (decrease) in allowance for doubtful accounts	(0)	(0)
Interest and dividend income	(107)	(92)
Interest expenses	6	5
Share of loss (profit) of entities accounted for using equity method	(45)	(13)
Decrease (increase) in trade receivables	(276)	2,205
Decrease (increase) in inventories	(1,552)	(1,472)
Increase (decrease) in trade payables	1,780	(2,252)
Other, net	(974)	(955)
Subtotal	225	(408)
Interest and dividends received	130	133
Interest paid	(5)	(5)
Income taxes paid	(157)	(1,497)
Net cash provided by (used in) operating activities	193	(1,778)
Cash flows from investing activities		
Purchase of property, plant and equipment	(63)	(487)
Purchase of intangible assets	(115)	(83)
Purchase of investment securities	(157)	(18)
Proceeds from sale of investment securities	1	47
Decrease (increase) in short-term loans receivable	18	—
Other, net	(19)	(24)
Net cash provided by (used in) investing activities	(337)	(565)
Cash flows from financing activities		
Proceeds from long-term borrowings	—	530
Net increase (decrease) in short-term borrowings	32	391
Net decrease (increase) in treasury shares	(0)	—
Dividends paid	(582)	(632)
Net cash provided by (used in) financing activities	(550)	289
Effect of exchange rate change on cash and cash equivalents	192	127
Net increase (decrease) in cash and cash equivalents	(501)	(1,926)
Cash and cash equivalents at beginning of period	21,120	11,577
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	—	629
Cash and cash equivalents at end of period	20,618	10,280