

Consolidated Financial Results for the Nine Months Ended December 31, 2020 [Japanese GAAP]



January 29, 2021

Company name: Ryoden Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 8084
 URL: <https://www.ryoden.co.jp/>
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 Scheduled date of filing quarterly securities report: February 12, 2021
 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 Nine Months Ended December 31, 2020 (April 1, 2020 to December 31, 2020)

(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	%
Nine months ended December 31, 2020	141,037	(17.0)	1,855	(49.4)	2,045	(46.0)	1,544	(41.1)
Nine months ended December 31, 2019	169,940	(4.4)	3,663	4.3	3,785	6.3	2,621	7.4

(Note) Comprehensive income: Nine months ended December 31, 2020: ¥1,950 million [(32.2)%]
 Nine months ended December 31, 2019: ¥2,874 million [77.8%]

	Profit per share	Diluted profit per share
	Yen	Yen
Nine months ended December 31, 2020	71.05	70.68
Nine months ended December 31, 2019	120.73	120.17

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2020	120,144	68,347	56.8	3,135.68
As of March 31, 2020	128,304	67,557	52.5	3,104.00

(Reference) Equity: As of December 31, 2020: ¥68,186 million
 As of March 31, 2020: ¥67,415 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2020	—	28.00	—	28.00	56.00
Fiscal year ending March 31, 2021	—	28.00	—		
Fiscal year ending March 31, 2021 (Forecast)				28.00	56.00

Note: Revision from the most recently announced dividend forecast: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021 (April 1, 2020 to March 31, 2021)

(% 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
Full year	204,000	(11.3)	4,000	(28.0)	4,000	(30.5)	3,000	(22.3)	138.01

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: No
 - 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):
December 31, 2020: 22,824,977 shares
March 31, 2020: 22,824,977 shares
 - 2) Total number of treasury stock at the end of the period:
December 31, 2020: 1,079,456 shares
March 31, 2020: 1,105,965 shares
 - 3) Average number of shares during the period:
Nine months ended December 31, 2020: 21,736,830 shares
Nine months ended December 31, 2019: 21,713,029 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, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	20,174	21,352
Notes and accounts receivable - trade	53,028	43,063
Electronically recorded monetary claims - operating	16,626	16,165
Securities	—	500
Merchandise and finished goods	20,857	21,865
Other	2,906	2,255
Allowance for doubtful accounts	(27)	(18)
Total current assets	113,565	105,183
Non-current assets		
Property, plant and equipment	4,122	3,878
Intangible assets	623	638
Investments and other assets		
Other	10,432	10,852
Allowance for doubtful accounts	(439)	(408)
Total investments and other assets	9,993	10,444
Total non-current assets	14,738	14,961
Total assets	128,304	120,144

(Million yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	39,064	28,894
Electronically recorded obligations - operating	10,332	13,787
Short-term borrowings	246	88
Income taxes payable	1,127	56
Other	3,974	3,077
Total current liabilities	54,745	45,903
Non-current liabilities		
Retirement benefit liability	4,875	4,727
Other	1,125	1,166
Total non-current liabilities	6,001	5,893
Total liabilities	60,746	51,797
Net assets		
Shareholders' equity		
Share capital	10,334	10,334
Capital surplus	7,419	7,437
Retained earnings	50,544	50,872
Treasury shares	(832)	(812)
Total shareholders' equity	67,465	67,831
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,060	1,557
Foreign currency translation adjustment	314	56
Remeasurements of defined benefit plans	(1,425)	(1,257)
Total accumulated other comprehensive income	(49)	355
Share acquisition rights	142	160
Total net assets	67,557	68,347
Total liabilities and net assets	128,304	120,144

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

(Million yen)

	For the nine months ended December 31, 2019	For the nine months ended December 31, 2020
Net sales	169,940	141,037
Cost of sales	151,373	125,432
Gross profit	18,567	15,605
Selling, general and administrative expenses	14,903	13,749
Operating profit	3,663	1,855
Non-operating income		
Interest income	42	29
Dividend income	119	105
Share of profit of entities accounted for using equity method	53	50
Other	83	120
Total non-operating income	298	305
Non-operating expenses		
Interest expenses	26	17
Sales discounts	38	30
Foreign exchange losses	82	52
Loss on sales of trade receivables	12	4
Other	17	10
Total non-operating expenses	176	115
Ordinary profit	3,785	2,045
Extraordinary income		
Gain on sales of investment securities	22	—
Gain on sales of shares of subsidiaries and associates	—	199
Gain on sales of non-current assets	—	55
Total extraordinary income	22	254
Profit before income taxes	3,808	2,300
Income taxes	1,186	755
Profit	2,621	1,544
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	2,621	1,544

Consolidated Statements of Comprehensive Income

(Million yen)

	For the nine months ended December 31, 2019	For the nine months ended December 31, 2020
Profit	2,621	1,544
Other comprehensive income		
Valuation difference on available-for-sale securities	356	496
Foreign currency translation adjustment	(287)	(258)
Remeasurements of defined benefit plans, net of tax	184	167
Total other comprehensive income	253	405
Comprehensive income	2,874	1,950
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,874	1,950
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Cash Flows

(Million yen)

	For the nine months ended December 31, 2019	For the nine months ended December 31, 2020
Cash flows from operating activities		
Profit before income taxes	3,808	2,300
Depreciation	402	311
Increase (decrease) in allowance for doubtful accounts	(7)	(8)
Interest and dividend income	(161)	(134)
Interest expenses	26	17
Share of loss (profit) of entities accounted for using equity method	(53)	(50)
Loss (gain) on sales of non-current assets	—	(55)
Loss (gain) on sales of shares of subsidiaries and associates	—	(199)
Decrease (increase) in trade receivables	6,203	10,055
Decrease (increase) in inventories	914	(1,149)
Increase (decrease) in trade payables	(2,272)	(6,465)
Other, net	580	77
Subtotal	9,441	4,699
Interest and dividends received	205	154
Interest paid	(26)	(19)
Income taxes paid	(1,778)	(1,828)
Net cash provided by (used in) operating activities	7,841	3,005
Cash flows from investing activities		
Proceeds from redemption of securities	200	—
Purchase of property, plant and equipment	(104)	(75)
Proceeds from sales of property, plant and equipment	0	210
Purchase of intangible assets	(91)	(88)
Purchase of investment securities	(527)	(246)
Proceeds from sales of investment securities	74	456
Long-term loan advances	—	(350)
Other, net	(72)	270
Net cash provided by (used in) investing activities	(521)	178
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(985)	(147)
Net decrease (increase) in treasury shares	(0)	(0)
Dividends paid	(1,188)	(1,190)
Net cash provided by (used in) financing activities	(2,173)	(1,339)
Effect of exchange rate change on cash and cash equivalents	(235)	(166)
Net increase (decrease) in cash and cash equivalents	4,910	1,678
Cash and cash equivalents at beginning of period	17,107	20,165
Cash and cash equivalents at end of period	22,018	21,843