

Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]



August 10, 2023

Company name: Toyo Machinery & Metal Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 6210

URL: <http://www.toyo-mm.co.jp/>

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Scheduled date of filing quarterly securities report: August 10, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing materials 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, 2023(April 1, 2023 to June 30, 2023)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2023	7,087	(12.8)	45	(87.8)	75	(82.1)	(115)	-
June 30, 2022	8,123	3.0	375	(2.4)	423	(5.6)	169	(34.5)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥10 million [(97.6)%]

Three months ended June 30, 2022: ¥454 million [(3.1)%]

	Profit per share	Diluted profit per share
Three months ended June 30, 2023	Yen (5.63)	Yen -
June 30, 2022	8.26	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	31,045	19,688	62.2
As of March 31, 2023	31,901	19,985	61.5

(Reference) Equity: As of June 30, 2023: ¥19,301 million

As of March 31, 2023: ¥19,621 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, 2023	-	15.00	-	15.00	30.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		17.50	-	17.50	35.00

(Note) Revision to the most recent dividend forecast: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	15,000	(12.0)	(400)	-	(300)	-	(470)	-	(22.90)
Full year	33,000	(6.5)	400	(69.7)	600	(61.0)	130	(79.9)	6.33

(Note) Revision to the most recent financial results forecast: Yes

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New companies: -

Excluded companies: -

(2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: No

(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 shares)

1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2023: 20,703,000 shares

March 31, 2023: 20,703,000 shares

2) Total number of treasury shares at the end of the period:

June 30, 2023: 177,555 shares

March 31, 2023: 177,429 shares

3) Average number of shares during the period:

Three months ended June 30, 2023: 20,525,476 shares

Three months ended June 30, 2023: 20,513,970 shares

* This Consolidated Financial Results is not subject to auditing performed by certified public accountant or audit firm

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

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions which the Company deems as reasonable, and do not constitute a guarantee that they will be achieved by the Company. Actual results may differ significantly from these forecasts due to a wide range of factors.

1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	6,502	6,360
Notes and accounts receivable – trade	5,750	4,907
Electronically recorded monetary claims - operating	2,701	2,488
Merchandise and finished goods	3,153	3,674
Work in process	3,328	3,515
Raw materials and supplies	909	1,008
Other	1,395	836
Allowance for doubtful accounts	(10)	(9)
Total current assets	23,731	22,782
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,821	4,160
Machinery, equipment and vehicles, net	1,238	1,268
Tools, furniture and fixtures, net	100	122
Land	780	782
Leased assets, net	11	17
Construction in progress	452	129
Total property, plant and equipment	6,404	6,480
Intangible assets	438	428
Investments and other assets		
Investment securities	1,048	1,112
Deferred tax asset	215	179
Other	498	600
Allowance for doubtful accounts	(435)	(539)
Total investments and other assets	1,327	1,353
Total non-current assets	8,170	8,262
Total assets	31,901	31,045

(Million yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,184	3,978
Electronically recorded obligations - operating	1,178	1,178
Short-term loans payable	1,500	1,500
Current portion of long-term loans payable	200	200
Accrued expenses	665	473
Income taxes payable	126	63
Accrued consumption taxes	8	21
Provision for product warranties	65	63
Provision for directors' bonuses	11	0
Other	1,595	1,621
Total current liabilities	9,535	9,101
Non-current liabilities		
Long-term loans payable	260	200
Net defined benefit liability	2,102	2,031
Other	17	23
Total non-current liabilities	2,380	2,255
Total liabilities	11,916	11,356
Net assets		
Shareholders' equity		
Capital stock	2,506	2,506
Capital surplus	2,389	2,389
Retained earnings	13,907	13,484
Treasury shares	(34)	(34)
Total shareholders' equity	18,769	18,345
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	142	153
Deferred gains or losses on hedges	(3)	(24)
Foreign currency translation adjustment	674	788
Remeasurements of defined benefit plans	39	39
Total accumulated other comprehensive income	852	956
Non-controlling interests	363	386
Total net assets	19,985	19,688
Total liabilities and net assets	31,901	31,045

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	8,123	7,087
Cost of sales	6,387	5,763
Gross profit	1,735	1,323
Selling, general and administrative expenses	1,360	1,277
Operating profit	375	45
Non-operating income		
Interest and dividend income	8	10
Rent income on non-current assets	16	17
Foreign exchange gain	9	-
Subsidy income	0	7
Share of profit of entities accounted for using equity method	11	12
Other	5	5
Total non-operating income	53	53
Non-operating expenses		
Rent expenses on non-current assets	2	2
Foreign exchange losses	-	18
Other	3	2
Total non-operating expenses	5	23
Ordinary profit	423	75
Extraordinary losses		
Provision of allowance for doubtful accounts	30	94
Total extraordinary losses	30	94
Profit(loss) before income taxes	393	(18)
Income taxes - current	56	43
Income taxes - deferred	159	42
Total income taxes	215	86
Profit (Loss)	177	(104)
Profit attributable to non-controlling interests	8	11
Profit (Loss) attributable to owners of parent	169	(115)

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	177	(104)
Other comprehensive income		
Valuation difference on available-for-sale securities	(43)	10
Deferred gains or losses on hedges	(5)	(24)
Foreign currency translation adjustment	300	109
Remeasurements of defined benefit plans, net of tax	1	0
Share of other comprehensive income of entities accounted for using equity method	23	19
Total other comprehensive income	276	115
Comprehensive income	454	10
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	424	(11)
Comprehensive income attributable to non-controlling	30	22