

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



January 27, 2021

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

Stock exchange listing: Tokyo Stock Exchange

Code number: 6210

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

Representative: Yoshiaki Tabata, President and Representative Director

Contact: Masato Sakai, Corporate Officer General Manager Management Planning Office

Phone: +81-78-942-2345

Scheduled date of filing quarterly securities report: February 12, 2021

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 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 income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2020	16,736	(29.1)	(440)	-	(363)	-	(395)	-
December 31, 2019	23,608	(0.9)	1,237	(17.1)	1,236	(20.2)	706	(26.7)

(Note) Comprehensive income: Nine months ended December 31, 2020: ¥(413) million [-%]

Nine months ended December 31, 2019: ¥631 million [(31.7) %]

	Profit per share	Diluted profit per share
	Yen	Yen
Nine months ended December 31, 2020	(19.20)	-
December 31, 2019	34.58	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2020	29,408	17,869	59.8
As of March 31, 2020	28,128	18,386	64.3

(Reference) Equity: As of December 31, 2020: ¥17,592 million

As of March 31, 2020: ¥18,091 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	-	10.00	-	5.00	15.00
Fiscal year ending March 31, 2021	-	0.00	-	-	-
Fiscal year ending March 31, 2021 (Forecast)	-	-	-	-	-

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

The dividend forecast for the fiscal year ending March 2021 is yet to be determined.

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 income		Ordinary income		Profit attributable to owners of parent		Profit per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	21,600	(29.1)	(600)	-	(560)	-	(500)	-	(24.29)

(Note) Revision to the most recent 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

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):

December 31, 2020: 20,703,000 shares

March 31, 2020: 20,703,000 shares

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

December 31, 2020: 122,238 shares

March 31, 2020: 112,815 shares

3) Average number of shares during the period:

Nine months ended December 31, 2020: 20,584,548 shares

Nine months ended December 31, 2019: 20,416,950 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, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	5,054	7,885
Notes and accounts receivable - trade	5,827	4,123
Electronically recorded monetary claims - operating	1,642	1,426
Merchandise and finished goods	2,750	2,487
Work in process	2,482	2,613
Raw materials and supplies	407	496
Other	903	1,129
Allowance for doubtful accounts	(8)	(6)
Total current assets	19,061	20,158
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,725	4,196
Machinery, equipment and vehicles, net	1,796	1,875
Tools, furniture and fixtures, net	118	127
Land	780	780
Leased assets, net	3	2
Construction in progress	400	15
Total property, plant and equipment	6,825	6,997
Intangible assets	644	622
Investments and other assets		
Investment securities	968	907
Deferred tax assets	492	587
Net defined benefit asset	87	88
Other	53	45
Allowance for doubtful accounts	(3)	(0)
Total investments and other assets	1,597	1,630
Total non-current assets	9,067	9,250
Total assets	28,128	29,408

(Million yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,101	3,508
Electronically recorded obligations - operating	891	843
Short-term loans payable	900	1,700
Current portion of long-term loans payable	200	400
Accrued expenses	648	445
Income taxes payable	73	57
Accrued consumption taxes	18	10
Provision for product warranties	89	69
Provision for directors' bonuses	7	-
Other	1,231	1,283
Total current liabilities	7,161	8,318
Non-current liabilities		
Long-term loans payable	100	700
Net defined benefit liability	2,471	2,512
Other	9	8
Total non-current liabilities	2,580	3,220
Total liabilities	9,742	11,538
Net assets		
Shareholders' equity		
Capital stock	2,506	2,506
Capital surplus	2,382	2,382
Retained earnings	13,268	12,770
Treasury shares	(40)	(40)
Total shareholders' equity	18,117	17,619
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	52	87
Deferred gains or losses on hedges	(0)	-
Foreign currency translation adjustment	(14)	(59)
Remeasurements of defined benefit plans	(63)	(55)
Total accumulated other comprehensive income	(25)	(27)
Non-controlling interests	294	277
Total net assets	18,386	17,869
Total liabilities and net assets	28,128	29,408

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended December 31

(Million yen)

	For the Nine months ended December 31, 2019	For the Nine months ended December 31, 2020
Net sales	23,608	16,736
Cost of sales	18,431	13,905
Gross profit	5,177	2,831
Selling, general and administrative expenses	3,939	3,272
Operating profit (Loss)	1,237	(440)
Non-operating income		
Interest and dividend income	11	20
Rent income on non-current assets	50	50
Subsidy income	-	50
Foreign exchange gain	-	21
Other	63	31
Total non-operating income	126	176
Non-operating expenses		
Interest expenses	3	6
Commission fee	-	1
Loss on sales of notes receivable - trade	1	0
Loss on retirement of non-current assets	2	0
Rent expenses on non-current assets	6	6
Loss on disposal inventories	-	3
Foreign exchange losses	86	-
Share of loss of entities accounted for using equity method	5	78
Other	21	1
Total non-operating expenses	127	99
Ordinary profit (Loss)	1,236	(363)
Extraordinary losses		
Loss on retirement of non-current assets	96	-
Total extraordinary losses	96	-
Profit (Loss) before income tax	1,139	(363)
Income taxes - current	280	162
Income taxes refund	-	(23)
Income taxes - deferred	137	(114)
Total income taxes	417	24
Profit (Loss)	722	(387)
Profit attributable to non-controlling interests	15	7
Profit (Loss) attributable to owners of parent	706	(395)

Quarterly Consolidated Statements of Comprehensive Income
 Nine Months Ended December 31

(Million yen)

	For the Nine months ended December 31, 2019	For the Nine months ended December 31, 2020
Profit (Loss)	722	(387)
Other comprehensive income		
Valuation difference on available-for-sale securities	43	34
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	(118)	(73)
Remeasurements of defined benefit plans, net of tax	5	8
Share of other comprehensive income of entities	(20)	5
Total other comprehensive income	(90)	(25)
Comprehensive income	631	(413)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	606	(396)
Comprehensive income attributable to non-controlling interests	25	(16)