

# Consolidated Financial Results for the Six Months Ended September 30, 2021 [Japanese GAAP]



October 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/>

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Scheduled date of filing quarterly securities report: November 11, 2021

Scheduled date of commencing dividend payments: December 1, 2021

Availability of supplementary briefing materials on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

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

## 1. Consolidated Financial Results for the Six Months Ended September 30, 2021 (April 1, 2021 to September 30, 2021)

(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                             | % |
| Six months ended September 30, 2021 | 15,876      | 62.3   | 718              | - | 801             | - | 449                                     | - |
| September 30, 2020                  | 9,785       | (42.6) | (531)            | - | (484)           | - | (439)                                   | - |

(Note) Comprehensive income: Six months ended September 30, 2021: ¥730 million [-%]

Six months ended September 30, 2020: ¥ (511) million [-%]

|                                     | Profit per share | Diluted profit per share |
|-------------------------------------|------------------|--------------------------|
|                                     | Yen              | Yen                      |
| Six months ended September 30, 2021 | 21.86            | -                        |
| September 30, 2020                  | (21.34)          | -                        |

(2) Consolidated Financial Position

|                          | Total assets | Net assets  | Equity ratio |
|--------------------------|--------------|-------------|--------------|
|                          | Million yen  | Million yen | %            |
| As of September 30, 2021 | 29,940       | 18,792      | 61.8         |
| As of March 31, 2021     | 28,573       | 18,158      | 62.6         |

(Reference) Equity: As of September 30, 2021: ¥18,501million

As of March 31, 2021: ¥17,872 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, 2021             | -                | 0.00            | -               | 5.00     | 5.00  |
| Fiscal year ending March 31, 2022            | -                | 7.50            | -               | -        | -     |
| Fiscal year ending March 31, 2022 (Forecast) | -                | -               | -               | 7.50     | 15.00 |

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

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022 (April 1, 2021 to March 31, 2022)

(% 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              |
|           | 30,000      | 20.6 | 1,200            | - | 1,250           | - | 850                                     | - | 41.36            |

(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):

September 30, 2021: 20,703,000 shares

March 31, 2021: 20,703,000 shares

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

September 30, 2021: 188,910 shares

March 31, 2021: 122,238 shares

3) Average number of shares during the period:

Six months ended September 30, 2021: 20,552,213 shares

Six months ended September 30, 2020: 20,586,165 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, 2021 | As of September 30, 2021 |
|---|----------------------|--------------------------|
| <b>Assets</b>                                       |                      |                          |
| Current assets                                      |                      |                          |
| Cash and deposits                                   | 7,183                | 7,165                    |
| Notes and accounts receivable - trade               | 4,680                | 5,029                    |
| Electronically recorded monetary claims - operating | 1,109                | 1,370                    |
| Merchandise and finished goods                      | 2,342                | 2,901                    |
| Work in process                                     | 2,544                | 2,848                    |
| Raw materials and supplies                          | 455                  | 702                      |
| Other   | 1,202                | 1,225                    |
| Allowance for doubtful accounts                     | (6)                  | (7)                      |
| Total current assets                                | 19,511               | 21,237                   |
| Non-current assets                                  |                      |                          |
| Property, plant and equipment                       |                      |                          |
| Buildings and structures, net                       | 4,153                | 4,095                    |
| Machinery, equipment and vehicles, net              | 1,829                | 1,727                    |
| Tools, furniture and fixtures, net                  | 124                  | 106                      |
| Land  | 780                  | 780                      |
| Leased assets, net                                  | 1                    | 1                        |
| Construction in progress                            | 2                    | 11                       |
| Total property, plant and equipment                 | 6,893                | 6,721                    |
| Intangible assets                                   | 602                  | 547                      |
| Investments and other assets                        |                      |                          |
| Investment securities                               | 970                  | 957                      |
| Deferred tax assets                                 | 553                  | 431                      |
| Other   | 42                   | 43                       |
| Allowance for doubtful accounts                     | (0)                  | -                        |
| Total investments and other assets                  | 1,566                | 1,432                    |
| Total non-current assets                            | 9,061                | 8,702                    |
| <b>Total assets</b>                                 | <b>28,573</b>        | <b>29,940</b>            |

(Million yen)

|   | As of March 31, 2021 | As of September 30, 2021 |
|---|----------------------|--------------------------|
| <b>Liabilities</b>                                    |                      |                          |
| Current liabilities                                   |                      |                          |
| Notes and accounts payable - trade                    | 3,734                | 4,427                    |
| Electronically recorded obligations - operating       | 952                  | 1,179                    |
| Current portion of long-term loans payable            | 300                  | 200                      |
| Accrued expenses                                      | 614                  | 644                      |
| Income taxes payable                                  | 135                  | 183                      |
| Accrued consumption taxes                             | 11                   | 26                       |
| Provision for product warranties                      | 57                   | 62                       |
| Provision for directors' bonuses                      | -                    | 6                        |
| Provision for share awards for directors              | -                    | 1                        |
| Other   | 1,572                | 1,553                    |
| <b>Total current liabilities</b>                      | <b>7,378</b>         | <b>8,286</b>             |
| Non-current liabilities                               |                      |                          |
| Long-term loans payable                               | 660                  | 560                      |
| Net defined benefit liability                         | 2,368                | 2,293                    |
| Other   | 7                    | 7                        |
| <b>Total non-current liabilities</b>                  | <b>3,036</b>         | <b>2,861</b>             |
| <b>Total liabilities</b>                              | <b>10,414</b>        | <b>11,147</b>            |
| Net assets  |                      |                          |
| Shareholders' equity                                  |                      |                          |
| Capital stock   | 2,506                | 2,506                    |
| Capital surplus                                       | 2,382                | 2,385                    |
| Retained earnings                                     | 12,933               | 13,280                   |
| Treasury shares                                       | (40)                 | (36)                     |
| <b>Total shareholders' equity</b>                     | <b>17,782</b>        | <b>18,135</b>            |
| Accumulated other comprehensive income                |                      |                          |
| Valuation difference on available-for-sale securities | 95                   | 129                      |
| Deferred gains or losses on hedges                    | (11)                 | (0)                      |
| Foreign currency translation adjustment               | 4                    | 231                      |
| Remeasurements of defined benefit plans               | 1                    | 5                        |
| <b>Total accumulated other comprehensive income</b>   | <b>89</b>            | <b>366</b>               |
| <b>Non-controlling interests</b>                      | <b>285</b>           | <b>291</b>               |
| <b>Total net assets</b>                               | <b>18,158</b>        | <b>18,792</b>            |
| <b>Total liabilities and net assets</b>               | <b>28,573</b>        | <b>29,940</b>            |

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

## Quarterly Consolidated Statements of Income

Six Months Ended September 30

(Million yen)

|  | For the Six months ended<br>September 30, 2020 | For the Six months ended<br>September 30, 2021 |
|--|--|--|
| Net sales  | 9,785  | 15,876   |
| Cost of sales  | 8,242  | 12,545   |
| Gross profit   | 1,543  | 3,331  |
| Selling, general and administrative expenses                       | 2,074  | 2,612  |
| Operating profit (Loss)  | (531)  | 718  |
| Non-operating income   |  |  |
| Interest and dividend income                                       | 12   | 11   |
| Rent income on non-current assets                                  | 33   | 33   |
| Foreign exchange gain  | -  | 70   |
| Compensation income  | 47   | 0  |
| Other  | 25   | 8  |
| Total non-operating income   | 118  | 124  |
| Non-operating expenses   |  |  |
| Interest expenses  | 4  | 3  |
| Commission fee   | 1  | 1  |
| Rent expenses on non-current assets                                | 4  | 4  |
| Foreign exchange losses  | 10   | -  |
| Share of loss of entities<br>accounted for using the equity method | 48   | 30   |
| Other  | 1  | 2  |
| Total non-operating expenses                                       | 71   | 41   |
| Ordinary profit(loss)  | (484)  | 801  |
| Profit(loss) before income taxes                                   | (484)  | 801  |
| Income taxes - current   | 94   | 247  |
| Refund of income taxes   | (23)   | -  |
| Income taxes - deferred  | (120)  | 100  |
| Total income taxes   | (48)   | 347  |
| Profit(loss)   | (435)  | 453  |
| Profit attributable to non-controlling interests                   | 3  | 4  |
| Profit(loss) attributable to owners of parent                      | (439)  | 449  |

Quarterly Consolidated Statements of Comprehensive Income  
Six Months Ended September 30

(Million yen)

|  | For the Six months ended<br>September 30, 2020 | For the Six months ended<br>September 30, 2021 |
|--|--|--|
| Profit (Loss)  | (435)  | 453  |
| Other comprehensive income   |  |  |
| Valuation difference on available-for-sale securities                                    | 18   | 34   |
| Deferred gains or losses on hedges   | 0  | 10   |
| Foreign currency translation adjustment  | (92)   | 209  |
| Remeasurements of defined benefit plans, net of tax                                      | 5  | 3  |
| Share of other comprehensive income of entities<br>accounted for using the equity method | (7)  | 19   |
| Total other comprehensive income   | (75)   | 277  |
| Comprehensive income   | (511)  | 730  |
| Comprehensive income attributable to   |  |  |
| Comprehensive income attributable to owners of parent                                    | (503)  | 725  |
| Comprehensive income attributable to non-controlling<br>interests                        | (7)  | 5  |