

Consolidated Financial Results for the Six Months Ended September 30, 2023 [Japanese GAAP]



October 26, 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: November 13, 2023

Scheduled date of commencing dividend payments: December 1, 2023

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, 2023 (April 1, 2023 to September 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	%
Six months ended September 30, 2023	14,058	(17.5)	2	(99.7)	55	(92.9)	(318)	-
September 30, 2022	17,043	7.3	660	(8.0)	781	(2.8)	238	(47.1)

(Note) Comprehensive income: Six months ended September 30, 2023: ¥26 million [(97.4)%]

Six months ended September 30, 2022: ¥855 million [17.1%]

	Profit per share	Diluted profit per share
	Yen	Yen
Six months ended September 30, 2023	(15.51)	-
September 30, 2022	11.64	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2023	31,167	19,710	61.9
As of March 31, 2023	31,901	19,985	61.5

(Reference) Equity: As of September 30, 2023: ¥19,296 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	-	17.50	-	-	-
Fiscal year ending March 31, 2024 (Forecast)	-	-	-	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	
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	
	27,500	(22.1)	100	(92.4)	200	(87.0)	(320)	-	(15.58)	

(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):

September 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:

September 30, 2023: 167,855 shares

March 31, 2023: 177,429 shares

3) Average number of shares during the period:

Six months ended September 30, 2023: 20,529,620 shares

Six months ended September 30, 2022: 20,518,984 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 September 30, 2023
Assets		
Current assets		
Cash and deposits	6,502	7,294
Notes and accounts receivable - trade	5,750	4,140
Electronically recorded monetary claims - operating	2,701	1,722
Merchandise and finished goods	3,153	3,490
Work in process	3,328	4,170
Raw materials and supplies	909	913
Other	1,395	1,059
Allowance for doubtful accounts	(10)	(7)
Total current assets	23,731	22,783
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,821	4,117
Machinery, equipment and vehicles, net	1,238	1,289
Tools, furniture and fixtures, net	100	143
Land	780	782
Leased assets, net	11	16
Construction in progress	452	223
Total property, plant and equipment	6,404	6,572
Intangible assets	438	426
Investments and other assets		
Investment securities	1,048	1,099
Deferred tax assets	215	225
Other	498	622
Allowance for doubtful accounts	(435)	(562)
Total investments and other assets	1,327	1,385
Total non-current assets	8,170	8,383
Total assets	31,901	31,167

(Million yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,184	3,671
Electronically recorded obligations - operating	1,178	1,080
Short-term loans payable	1,500	2,000
Current portion of long-term loans payable	200	200
Accrued expenses	665	658
Income taxes payable	126	137
Accrued consumption taxes	8	13
Provision for product warranties	65	61
Provision for directors' bonuses	11	1
Other	1,595	1,413
Total current liabilities	9,535	9,238
Non-current liabilities		
Long-term loans payable	260	160
Net defined benefit liability	2,102	2,034
Other	17	22
Total non-current liabilities	2,380	2,217
Total liabilities	11,916	11,456
Net assets		
Shareholders' equity		
Capital stock	2,506	2,506
Capital surplus	2,389	2,393
Retained earnings	13,907	13,281
Treasury shares	(34)	(32)
Total shareholders' equity	18,769	18,149
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	142	157
Deferred gains or losses on hedges	(3)	(28)
Foreign currency translation adjustment	674	978
Remeasurements of defined benefit plans	39	39
Total accumulated other comprehensive income	852	1,147
Non-controlling interests	363	414
Total net assets	19,985	19,710
Total liabilities and net assets	31,901	31,167

(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 September 30, 2022	For the Six months ended September 30, 2023
Net sales	17,043	14,058
Cost of sales	13,544	11,423
Gross profit	3,498	2,635
Selling, general and administrative expenses	2,837	2,633
Operating profit	660	2
Non-operating income		
Interest and dividend income	9	11
Rent income on non-current assets	33	33
Foreign exchange gain	53	-
Compensation income	0	7
Share of loss of entities accounted for using the equity method	21	12
Other	12	10
Total non-operating income	131	75
Non-operating expenses		
Interest expenses	2	1
Commission fee	1	1
Rent expenses on non-current assets	4	4
Foreign exchange losses	-	11
Other	3	3
Total non-operating expenses	11	21
Ordinary profit	781	55
Extraordinary losses		
Provision of allowance for doubtful accounts	216	106
Loss on special investigation	-	140
Total extraordinary losses	216	246
Profit(loss) before income taxes	564	(190)
Income taxes - current	196	108
Income taxes - deferred	115	(4)
Total income taxes	312	103
Profit(loss)	252	(294)
Profit attributable to non-controlling interests	13	23
Profit(loss) attributable to owners of parent	238	(318)

Quarterly Consolidated Statements of Comprehensive Income
Six Months Ended September 30

(Million yen)

	For the Six months ended September 30, 2022	For the Six months ended September 30, 2023
Profit (Loss)	252	(294)
Other comprehensive income		
Valuation difference on available-for-sale securities	(17)	15
Deferred gains or losses on hedges	(6)	(28)
Foreign currency translation adjustment	581	266
Remeasurements of defined benefit plans, net of tax	2	0
Share of other comprehensive income of entities accounted for using the equity method	42	68
Total other comprehensive income	602	321
Comprehensive income	855	26
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	804	(23)
Comprehensive income attributable to non-controlling interests	50	50