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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 05, 2022

Company name: IMURAYA GROUP CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Code number: 2209
 URL: <https://www.imuraya-group.com/>
 Representative: Nobuko Nakajima, President and Representative Director
 Contact: Jiro Tominaga, Senior Managing Director and Chief Financial Officer
 Phone: 059-234-2146
 Scheduled date of filing quarterly securities report: August 05, 2022
 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 Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

(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	%
Three months ended June 30, 2022	8,766	13.1	87	-	325	-	223	-
June 30, 2021	7,750	-	(252)	-	(177)	-	(176)	-

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 179 million [-%]
 Three months ended June 30, 2021: ¥ (187) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	17.12	-
June 30, 2021	(13.52)	-

(Note) As the Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. from the beginning of the first quarter of the previous fiscal year, the figures for the first quarter of the fiscal year ended March 31, 2022 are after the application of the said accounting standard, etc., and the percentage change from the same quarter of the previous year is not stated for net sales.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of June 30, 2022	31,051	17,217	55.3
March 31, 2022	29,422	17,392	59.0

(Reference) Equity: As of June 30, 2022: ¥ 17,177 million
 As of March 31, 2022: ¥ 17,347 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, 2022	-	0.00	-	26.00	26.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		0.00	-	26.00	26.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	19,900	1.9	600	(4.1)	650	(13.3)	400	(13.3)	30.57
Full year	43,000	2.0	1,650	(3.2)	1,750	(15.7)	1,150	(21.9)	87.89

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022
(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: 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: Yes

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, 2022: 13,086,200 shares

March 31, 2022: 13,086,200 shares

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

June 30, 2022: 1,803 shares

March 31, 2022: 1,800 shares

3) Average number of shares during the period:

Three months ended June 30, 2022: 13,084,399 shares

Three months ended June 30, 2021: 13,084,476 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	1,069,855	996,808
Accounts receivable - trade	5,188,868	5,827,612
Merchandise and finished goods	2,471,511	3,298,023
Work in process	273,492	325,327
Raw materials and supplies	927,417	903,559
Other	809,299	1,183,264
Allowance for doubtful accounts	(1,201)	(1,221)
Total current assets	10,739,243	12,533,374
Non-current assets		
Property, plant and equipment		
Buildings and structures	18,399,475	18,528,558
Accumulated depreciation	(10,588,597)	(10,782,865)
Buildings and structures, net	7,810,878	7,745,692
Machinery, equipment and vehicles	17,179,394	17,447,980
Accumulated depreciation	(14,053,958)	(14,306,168)
Machinery, equipment and vehicles, net	3,125,436	3,141,811
Land	4,225,372	4,225,372
Other	2,228,472	1,953,150
Accumulated depreciation	(1,578,766)	(1,309,034)
Other, net	649,705	644,116
Total property, plant and equipment	15,811,391	15,756,992
Intangible assets		
Leased assets	49,842	54,832
Other	70,116	63,296
Total intangible assets	119,959	118,129
Investments and other assets		
Investment securities	1,367,050	1,337,265
Retirement benefit asset	889,219	891,084
Other	520,694	439,650
Allowance for doubtful accounts	(25,061)	(25,061)
Total investments and other assets	2,751,903	2,642,939
Total non-current assets	18,683,254	18,518,061
Total assets	29,422,498	31,051,436

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,615,246	2,584,128
Electronically recorded obligations - operating	1,678,485	1,566,247
Short-term borrowings	1,400,000	3,600,000
Current portion of long-term borrowings	267,228	225,665
Accounts payable - other	2,715,407	2,702,405
Income taxes payable	488,065	74,644
Provision for bonuses	527,959	340,414
Other	685,955	1,036,530
Total current liabilities	10,378,347	12,130,037
Non-current liabilities		
Long-term borrowings	100,536	75,603
Provision for officer' retirement benefits	39,864	38,022
Retirement benefit liability	36,079	36,358
Asset retirement obligations	135,246	135,532
Other	1,340,232	1,418,851
Total non-current liabilities	1,651,958	1,704,367
Total liabilities	12,030,305	13,834,404
Net assets		
Shareholders' equity		
Share capital	2,576,539	2,576,539
Capital surplus	3,810,519	3,810,519
Retained earnings	8,580,110	8,453,956
Treasury shares	(3,952)	(3,959)
Total shareholders' equity	14,963,217	14,837,056
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	104,151	86,210
Revaluation reserve for land	1,930,419	1,930,419
Foreign currency translation adjustment	13,835	5,096
Remeasurements of defined benefit plans	336,031	318,725
Total accumulated other comprehensive income	2,384,438	2,340,452
Non-controlling interests	44,536	39,522
Total net assets	17,392,192	17,217,032
Total liabilities and net assets	29,422,498	31,051,436

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the three months)

(Thousand yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Net sales	7,750,146	8,766,957
Cost of sales	5,248,906	5,638,063
Gross profit	2,501,239	3,128,894
Selling, general and administrative expenses	2,753,687	3,041,713
Operating profit (loss)	(252,447)	87,181
Non-operating income		
Dividend income	23,578	25,366
Rental income from buildings	9,720	8,757
Foreign exchange gains	17,479	185,330
Subsidy income related to COVID	13,140	6,729
Other	18,544	19,024
Total non-operating income	82,462	245,208
Non-operating expenses		
Interest expenses	7,659	5,159
Other	82	1,903
Total non-operating expenses	7,741	7,062
Ordinary profit (loss)	(177,726)	325,326
Extraordinary income		
Gain on sale of investment securities	-	3,444
Subsidy income	3,095	3,660
Income from insurance	2,000	-
Other	-	3
Total extraordinary income	5,095	7,107
Extraordinary losses		
Loss on retirement of non-current assets	3,769	2,990
Total extraordinary losses	3,769	2,990
Profit (loss) before income taxes	(176,401)	329,444
Income taxes - current	69,664	47,410
Income taxes - deferred	(75,546)	61,614
Total income taxes	(5,882)	109,025
Profit (loss)	(170,518)	220,418
Profit (loss) attributable to non-controlling interests	6,432	(3,548)
Profit (loss) attributable to owners of parent	(176,951)	223,967

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousand yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Profit (loss)	(170,518)	220,418
Other comprehensive income		
Valuation difference on available-for-sale securities	(28,470)	(17,940)
Foreign currency translation adjustment	30,383	(5,958)
Remeasurements of defined benefit plans, net of tax	(19,078)	(17,305)
Total other comprehensive income	(17,166)	(41,205)
Comprehensive income	(187,685)	179,213
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(196,305)	179,981
Comprehensive income attributable to non-controlling interests	8,620	(767)