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## Consolidated Financial Results for the Year Ended March 31, 2023 [Japanese GAAP]

May 11, 2023

Company name: IMURAYA GROUP CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Code number: 2209  
 URL: <https://www.imuraya-group.com/>  
 Representative: Yasuki Onishi, President and Representative Director  
 Contact: Jiro Tominaga, Executive Vice President and Chief Financial Officer  
 Phone: 050-1791-2014  
 Scheduled date of Annual General Meeting of Shareholders: June 23, 2023  
 Scheduled date of commencing dividend payments: June 26, 2023  
 Scheduled date of filing annual securities report: June 23, 2023  
 Availability of supplementary briefing material on annual financial results: No  
 Schedule of annual financial results briefing session: No

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

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2023	44,685	6.0	1,992	16.9	2,284	10.1	1,611	9.4
March 31, 2022	42,151	-	1,704	126.3	2,075	125.2	1,473	124.1

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥ 1,640 million [ 9.0%]  
 Fiscal year ended March 31, 2022: ¥ 1,505 million [ 32.2%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2023	123.15	-	9.0	7.2	4.5
March 31, 2022	112.59	-	8.8	7.0	4.0

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2023: ¥ - million  
 Fiscal year ended March 31, 2022: ¥ - million

(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 fiscal year ended March 31, 2022 are the figures after applying the relevant accounting standards. Therefore, the percentage change from the previous year is not shown for net sales.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2023	34,107	18,684	54.7	1,425.61
March 31, 2022	29,422	17,392	59.0	1,325.83

(Reference) Equity: As of March 31, 2023: ¥ 18,653 million  
 As of March 31, 2022: ¥ 17,347 million

#### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2023	2,452	(2,374)	398	1,689
March 31, 2022	2,911	(958)	(2,048)	1,069

## 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2022	-	0.00	-	26.00	26.00	340	23.1	2.0
March 31, 2023	-	0.00	-	28.00	28.00	366	22.7	2.0
Fiscal year ending March 31, 2024 (Forecast)	-	0.00	-	28.00	28.00		26.2	

## 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 profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	22,000	2.4	400	(65.0)	500	(67.3)	300	(77.6)	22.93
Full year	46,500	4.1	2,000	0.4	2,100	(8.1)	1,400	(13.1)	107.00

### \* Notes:

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

(2) 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

(3) Total number of issued shares (common shares)

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

March 31, 2023: 13,086,200 shares

March 31, 2022: 13,086,200 shares

2) Number of treasury shares at the end of the period:

March 31, 2023: 1,919 shares

March 31, 2022: 1,800 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2023: 13,084,362 shares

Fiscal Year ended March 31, 2022: 13,084,451 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	5,105	23.7	1,418	88.0	1,627	65.1	1,096	66.2
March 31, 2022	4,128	23.4	754	22.6	985	40.3	659	34.9

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	83.80	-
March 31, 2022	50.41	-

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2023	21,097	16,346	77.5	1,249.35
March 31, 2022	19,074	15,493	81.2	1,184.08

(Reference) Equity: As of March 31, 2023: ¥ 16,346million  
As of March 31, 2022: ¥ 15,493million

# Consolidated Financial Statements

## Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	1,069,855	1,689,190
Accounts receivable - trade	5,188,868	5,506,881
Merchandise and finished goods	2,471,511	3,109,594
Work in process	273,492	339,849
Raw materials and supplies	927,417	993,321
Other	809,299	1,098,141
Allowance for doubtful accounts	(1,201)	(1,189)
<b>Total current assets</b>	<b>10,739,243</b>	<b>12,735,789</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	18,399,475	19,245,265
Accumulated depreciation	(10,588,597)	(11,204,371)
Buildings and structures, net	7,810,878	8,040,893
Machinery, equipment and vehicles	17,179,394	18,689,994
Accumulated depreciation	(14,053,958)	(14,660,478)
Machinery, equipment and vehicles, net	3,125,436	4,029,516
Land	4,225,372	4,253,858
Leased assets	993,195	1,375,068
Accumulated depreciation	(742,274)	(329,599)
Leased assets, net	250,920	1,045,468
Construction in progress	244,444	812,518
Other	990,832	1,006,206
Accumulated depreciation	(836,491)	(841,413)
Other, net	154,340	164,792
<b>Total property, plant and equipment</b>	<b>15,811,391</b>	<b>18,347,048</b>
<b>Intangible assets</b>		
Leased assets	49,842	127,051
Other	70,116	42,700
<b>Total intangible assets</b>	<b>119,959</b>	<b>169,751</b>
<b>Investments and other assets</b>		
Investment securities	1,367,050	1,482,989
Long-term loans receivable	1,252	1,252
Deferred tax assets	176,917	234,223
Retirement benefit asset	889,219	917,445
Other	342,524	231,503
Allowance for doubtful accounts	(25,061)	(12,756)
<b>Total investments and other assets</b>	<b>2,751,903</b>	<b>2,854,658</b>
<b>Total non-current assets</b>	<b>18,683,254</b>	<b>21,371,458</b>
<b>Total assets</b>	<b>29,422,498</b>	<b>34,107,247</b>

(Thousands of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,615,246	2,739,475
Electronically recorded obligations - operating	1,678,485	1,864,294
Short-term borrowings	1,400,000	2,600,000
Current portion of long-term borrowings	267,228	100,536
Lease liabilities	100,823	184,629
Accounts payable - other	2,715,407	3,746,564
Income taxes payable	488,065	626,512
Provision for bonuses	527,959	601,187
Provision for bonuses for directors (and other officers)	35,000	35,000
Other	550,132	422,598
Total current liabilities	10,378,347	12,920,797
Non-current liabilities		
Long-term borrowings	100,536	-
Lease liabilities	200,068	1,102,103
Deferred tax liabilities	97,140	123,806
Provision for officer' retirement benefits	39,864	56,580
Retirement benefit liability	36,079	38,472
Asset retirement obligations	135,246	142,055
Deferred tax liabilities for land revaluation	912,211	912,211
Other	130,811	126,789
Total non-current liabilities	1,651,958	2,502,018
Total liabilities	12,030,305	15,422,816
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,576,539	2,576,539
Capital surplus	3,810,519	3,810,519
Retained earnings	8,580,110	9,841,358
Treasury shares	(3,952)	(4,221)
Total shareholders' equity	14,963,217	16,224,196
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	104,151	201,956
Revaluation reserve for land	1,930,419	1,930,419
Foreign currency translation adjustment	13,835	13,953
Remeasurements of defined benefit plans	336,031	282,571
Total accumulated other comprehensive income	2,384,438	2,428,901
Non-controlling interests	44,536	31,333
Total net assets	17,392,192	18,684,431
Total liabilities and net assets	29,422,498	34,107,247

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Thousands of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Net sales	42,151,337	44,685,134
Cost of sales	27,344,092	29,073,965
Gross profit	14,807,244	15,611,169
Selling, general and administrative expenses	13,102,620	13,618,412
Operating profit	1,704,624	1,992,756
Non-operating income		
Dividend income	58,868	49,058
Rental income from buildings	38,620	34,450
Foreign exchange gains	171,283	149,567
Other	131,609	87,965
Total non-operating income	400,382	321,041
Non-operating expenses		
Interest expenses	26,147	22,381
Other	3,656	7,053
Total non-operating expenses	29,804	29,435
Ordinary profit	2,075,202	2,284,363
Extraordinary income		
Gain on sale of investment securities	62,371	17,093
Subsidy income	4,648	444,257
Compensation income	170,924	148,158
Other	2,000	2,159
Total extraordinary income	239,944	611,668
Extraordinary losses		
Loss on valuation of investment securities	2,407	-
Impairment losses	34,236	301,672
Loss on disposal of inventories	44,307	87,907
Other	11,213	22,671
Total extraordinary losses	92,165	412,252
Profit before income taxes	2,222,981	2,483,779
Income taxes - current	661,001	927,772
Income taxes - deferred	78,202	(43,070)
Total income taxes	739,203	884,701
Profit	1,483,778	1,599,077
Profit (loss) attributable to non-controlling interests	10,636	(12,291)
Profit attributable to owners of parent	1,473,141	1,611,369

Consolidated Statements of Comprehensive Income

(Thousands of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit	1,483,778	1,599,077
Other comprehensive income		
Valuation difference on available-for-sale securities	30,047	97,804
Foreign currency translation adjustment	26,225	(2,601)
Remeasurements of defined benefit plans, net of tax	(34,433)	(53,459)
Total other comprehensive income	21,839	41,743
Comprehensive income	1,505,617	1,640,821
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,491,744	1,653,406
Comprehensive income attributable to non-controlling interests	13,873	(12,585)

Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2022

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,576,539	3,808,553	7,412,910	(3,782)	13,794,220
Cumulative effects of changes in accounting policies			(4,030)		(4,030)
Restated balance	2,576,539	3,808,553	7,408,879	(3,782)	13,790,189
Changes during period					
Dividends of surplus			(314,027)		(314,027)
Profit attributable to owners of parent			1,473,141		1,473,141
Purchase of treasury shares				(169)	(169)
Reversal of revaluation reserve for land			12,116		12,116
Change in scope of consolidation					-
Change in ownership interest of parent due to transactions with non-controlling interests		1,966			1,966
Net changes in items other than shareholders' equity					
Total changes during period	-	1,966	1,171,231	(169)	1,173,028
Balance at end of period	2,576,539	3,810,519	8,580,110	(3,952)	14,963,217

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of period	74,104	1,942,536	(9,152)	370,464	2,377,952
Cumulative effects of changes in accounting policies					
Restated balance	74,104	1,942,536	(9,152)	370,464	2,377,952
Changes during period					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Reversal of revaluation reserve for land					
Change in scope of consolidation					
Change in ownership interest of parent due to transactions with non-controlling interests					
Net changes in items other than shareholders' equity	30,047	(12,116)	22,988	(34,433)	6,485
Total changes during period	30,047	(12,116)	22,988	(34,433)	6,485
Balance at end of period	104,151	1,930,419	13,835	336,031	2,384,438



	Non-controlling interests	Total net assets
Balance at beginning of period	76,203	16,248,376
Cumulative effects of changes in accounting policies		(4,030)
Restated balance	76,203	16,244,345
Changes during period		
Dividends of surplus		(314,027)
Profit attributable to owners of parent		1,473,141
Purchase of treasury shares		(169)
Reversal of revaluation reserve for land		12,116
Change in scope of consolidation		-
Change in ownership interest of parent due to transactions with non-controlling interests		1,966
Net changes in items other than shareholders' equity	(31,666)	(25,181)
Total changes during period	(31,666)	1,147,846
Balance at end of period	44,536	17,392,192

For the fiscal year ended March 31, 2023

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,576,539	3,810,519	8,580,110	(3,952)	14,963,217
Changes during period					
Dividends of surplus			(340,194)		(340,194)
Profit attributable to owners of parent			1,611,369		1,611,369
Purchase of treasury shares				(269)	(269)
Reversal of revaluation reserve for land					-
Change in scope of consolidation			(9,926)		(9,926)
Change in ownership interest of parent due to transactions with non-controlling interests					-
Net changes in items other than shareholders' equity					
Total changes during period	-	-	1,261,248	(269)	1,260,978
Balance at end of period	2,576,539	3,810,519	9,841,358	(4,221)	16,224,196

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of period	104,151	1,930,419	13,835	336,031	2,384,438
Changes during period					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Reversal of revaluation reserve for land					
Change in scope of consolidation					
Change in ownership interest of parent due to transactions with non-controlling interests					
Net changes in items other than shareholders' equity	97,804	-	117	(53,459)	44,463
Total changes during period	97,804	-	117	(53,459)	44,463
Balance at end of period	201,956	1,930,419	13,953	282,571	2,428,901

	Non-controlling interests	Total net assets
Balance at beginning of period	44,536	17,392,192
Changes during period		
Dividends of surplus		(340,194)
Profit attributable to owners of parent		1,611,369
Purchase of treasury shares		(269)
Reversal of revaluation reserve for land		-
Change in scope of consolidation		(9,926)
Change in ownership interest of parent due to transactions with non-controlling interests		-
Net changes in items other than shareholders' equity	(13,202)	31,260
Total changes during period	(13,202)	1,292,239
Balance at end of period	31,333	18,684,431

## Consolidated Statements of Cash Flows

(Thousands of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
<b>Cash flows from operating activities</b>		
Profit before income taxes	2,222,981	2,483,779
Depreciation	1,864,468	1,698,283
Impairment losses	34,236	301,672
Increase (decrease) in allowance for doubtful accounts	32	(12)
Interest and dividend income	(70,129)	(58,162)
Interest expenses	26,147	22,381
Foreign exchange losses (gains)	(110,434)	(91,960)
Loss (gain) on sale and retirement of non-current assets	6,720	18,872
Subsidy income	-	(444,257)
Compensation income	(170,924)	(148,158)
Loss (gain) on sale of investment securities	(62,371)	(17,093)
Loss (gain) on valuation of investment securities	2,407	-
Decrease (increase) in trade receivables	(149,889)	(303,331)
Decrease (increase) in inventories	(453,716)	(728,728)
Increase (decrease) in trade payables	(126,729)	261,912
Increase (decrease) in accounts payable - other	295,649	373,656
Increase (decrease) in accrued consumption taxes	134,925	(125,657)
Increase (decrease) in provision for bonuses	29,785	73,086
Increase (decrease) in provision for bonuses for directors (and other officers)	20,000	-
Increase (decrease) in retirement benefit liability	(88,196)	(74,871)
Decrease (increase) in retirement benefit asset	(33,979)	(28,225)
Increase (decrease) in provision for officers' retirement benefits	20,232	16,716
Other, net	(190,721)	(165,084)
Subtotal	3,200,492	3,064,817
Interest and dividends received	70,129	58,162
Interest paid	(24,979)	(21,217)
Compensation income received	133,042	148,158
Income taxes paid	(467,024)	(797,680)
Net cash provided by (used in) operating activities	2,911,660	2,452,239
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(997,952)	(2,856,456)
Proceeds from sale of property, plant and equipment	19,360	550
Purchase of intangible assets	(6,769)	-
Subsidies received	-	444,257
Purchase of investment securities	(4,468)	(4,576)
Proceeds from sale of investment securities	126,316	38,413
Proceeds from sale of investments in capital	3,250	-
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(43,573)	-
Loan advances	(54,945)	-
Other proceeds	-	3,090
Net cash provided by (used in) investing activities	(958,782)	(2,374,721)

(Thousands of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(1,150,000)	1,200,000
Repayments of long-term borrowings	(399,336)	(267,228)
Repayments of lease liabilities	(184,744)	(194,615)
Purchase of treasury shares	(169)	(269)
Dividends paid	(314,632)	(339,447)
Net cash provided by (used in) financing activities	(2,048,882)	398,440
Effect of exchange rate change on cash and cash equivalents	65,879	33,667
Net increase (decrease) in cash and cash equivalents	(30,125)	509,624
Cash and cash equivalents at beginning of period	1,099,980	1,069,855
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	-	109,709
Cash and cash equivalents at end of period	1,069,855	1,689,190