

Consolidated Financial Results for the Three Months Ended June 30, 2021 [Japanese GAAP]



July 30, 2021

Company name: Ryoden Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 8084
 URL: <https://www.ryoden.co.jp/>
 Representative: Nobuo Shogaki, President & CEO
 Contact: Hirozou Tomomori, General Manager, General Affairs Department
 Phone: +81-3-5396-6111
 Scheduled date of filing quarterly securities report: August 11, 2021
 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, 2021 (April 1, 2021 to June 30, 2021)

(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, 2021	52,841	13.6	1,143	99.4	1,299	94.0	836	93.5
Three months ended June 30, 2020	46,525	(18.0)	573	(41.8)	669	(39.4)	432	(39.4)

(Note) Comprehensive income: Three months ended June 30, 2021: ¥1,494 million [211.2%]
 Three months ended June 30, 2020: ¥480 million [(40.4)%]

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2021	38.49	38.29
Three months ended June 30, 2020	19.91	19.81

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2021	128,307	70,805	55.1	3,248.74
As of March 31, 2021	125,529	69,919	55.6	3,208.01

(Reference) Equity: As of June 30, 2021: ¥70,644 million
 As of March 31, 2021: ¥69,759 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2021	Yen —	Yen 28.00	Yen —	Yen 28.00	Yen 56.00
Fiscal year ending March 31, 2022	—				
Fiscal year ending March 31, 2022 (Forecast)		28.00	—	28.00	56.00

Note: Revision from the most recently announced 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 profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	107,000	15.4	2,100	71.0	2,200	63.2	1,500	39.9	68.98
Full year	221,000	12.3	5,000	46.4	5,100	39.6	3,500	49.4	160.95

Note: Revision from the most recently announced financial results forecast: Yes

Please refer to “Notice of Revisions to the Financial Results Forecast” announced today (Japanese only) for the revisions to the financial results forecast.

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review (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: Yes
- (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 stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock):
June 30, 2021: 22,824,977 shares
March 31, 2021: 22,824,977 shares
 - 2) Total number of treasury stock at the end of the period:
June 30, 2021: 1,079,661 shares
March 31, 2021: 1,079,636 shares
 - 3) Average number of shares during the period:
Three months ended June 30, 2021: 21,745,316 shares
Three months ended June 30, 2020: 21,719,012 shares

* These quarterly financial results are outside the scope of quarterly review procedures by certified public accountant or audit firm.

* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are prepared based on currently available information and certain preconditions which the Company believes to be reasonable at this time. Actual results may be different from any projections presented herein due to various factors.

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	21,129	20,528
Notes and accounts receivable - trade	48,050	—
Notes and accounts receivable - trade, and contract assets	—	45,171
Electronically recorded monetary claims - operating	19,823	23,060
Securities	—	147
Merchandise and finished goods	19,285	21,107
Other	3,062	3,843
Allowance for doubtful accounts	(18)	(18)
Total current assets	111,332	113,840
Non-current assets		
Property, plant and equipment	3,881	3,864
Intangible assets	724	748
Investments and other assets		
Other	9,819	10,087
Allowance for doubtful accounts	(228)	(234)
Total investments and other assets	9,591	9,852
Total non-current assets	14,197	14,466
Total assets	125,529	128,307

(Million yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	33,706	33,892
Electronically recorded obligations - operating	12,625	14,489
Short-term borrowings	407	528
Income taxes payable	212	480
Other	4,001	3,639
Total current liabilities	50,954	53,030
Non-current liabilities		
Retirement benefit liability	3,609	3,567
Other	1,046	903
Total non-current liabilities	4,655	4,471
Total liabilities	55,609	57,501
Net assets		
Shareholders' equity		
Share capital	10,334	10,334
Capital surplus	7,437	7,437
Retained earnings	51,671	51,899
Treasury shares	(813)	(813)
Total shareholders' equity	68,629	68,857
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,633	1,766
Foreign currency translation adjustment	69	574
Remeasurements of defined benefit plans	(573)	(554)
Total accumulated other comprehensive income	1,129	1,787
Share acquisition rights	160	160
Total net assets	69,919	70,805
Total liabilities and net assets	125,529	128,307

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

(Million yen)

	For the three months ended June 30, 2020	For the three months ended June 30, 2021
Net sales	46,525	52,841
Cost of sales	41,287	47,055
Gross profit	5,237	5,785
Selling, general and administrative expenses	4,664	4,642
Operating profit	573	1,143
Non-operating income		
Interest income	14	7
Dividend income	57	100
Share of profit of entities accounted for using equity method	35	45
Other	52	38
Total non-operating income	159	191
Non-operating expenses		
Interest expenses	6	6
Sales discounts	10	10
Foreign exchange losses	39	15
Other	7	2
Total non-operating expenses	63	35
Ordinary profit	669	1,299
Profit before income taxes	669	1,299
Income taxes	237	462
Profit	432	836
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	432	836

Consolidated Statements of Comprehensive Income

(Million yen)

	For the three months ended June 30, 2020	For the three months ended June 30, 2021
Profit	432	836
Other comprehensive income		
Valuation difference on available-for-sale securities	185	133
Foreign currency translation adjustment	(194)	505
Remeasurements of defined benefit plans, net of tax	55	18
Total other comprehensive income	47	657
Comprehensive income	480	1,494
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	480	1,494
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Cash Flows

(Million yen)

	For the three months ended June 30, 2020	For the three months ended June 30, 2021
Cash flows from operating activities		
Profit before income taxes	669	1,299
Depreciation	105	97
Increase (decrease) in allowance for doubtful accounts	(9)	(0)
Interest and dividend income	(72)	(107)
Interest expenses	6	6
Share of loss (profit) of entities accounted for using equity method	(35)	(45)
Decrease (increase) in trade receivables	9,718	(276)
Decrease (increase) in inventories	(4,395)	(1,552)
Increase (decrease) in trade payables	(4,195)	1,780
Other, net	(312)	(974)
Subtotal	1,479	225
Interest and dividends received	92	130
Interest paid	(5)	(5)
Income taxes paid	(971)	(157)
Net cash provided by (used in) operating activities	594	193
Cash flows from investing activities		
Purchase of property, plant and equipment	(49)	(63)
Proceeds from sale of property, plant and equipment	0	—
Purchase of intangible assets	(21)	(115)
Purchase of investment securities	(101)	(157)
Proceeds from sale of investment securities	97	1
Decrease (increase) in short-term loans receivable	(32)	18
Other, net	(4)	(19)
Net cash provided by (used in) investing activities	(110)	(337)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(124)	32
Net decrease (increase) in treasury shares	—	(0)
Dividends paid	(581)	(582)
Net cash provided by (used in) financing activities	(706)	(550)
Effect of exchange rate change on cash and cash equivalents	(202)	192
Net increase (decrease) in cash and cash equivalents	(424)	(501)
Cash and cash equivalents at beginning of period	20,165	21,120
Cash and cash equivalents at end of period	19,740	20,618