

Consolidated Financial Results for the Six Months Ended September 30, 2022 [Japanese GAAP]



October 31, 2022

Company name: Ryoden Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 8084
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Scheduled date of filing quarterly securities report: November 14, 2022

Scheduled date of commencing dividend payments: December 5, 2022

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes (for institutional investors and securities analysts)

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 1, 2022 to September 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	%
Six months ended September 30, 2022	127,033	18.4	4,765	71.9	4,714	66.3	3,170	67.7
Six months ended September 30, 2021	107,310	15.7	2,771	125.7	2,834	110.2	1,890	76.3

(Note) Comprehensive income: Six months ended September 30, 2022: ¥4,750 million [66.2%]

Six months ended September 30, 2021: ¥2,859 million [144.4%]

	Profit per share	Diluted profit per share
	Yen	Yen
Six months ended September 30, 2022	145.45	144.61
Six months ended September 30, 2021	86.91	86.43

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2022	146,640	78,871	53.7	3,606.77
As of March 31, 2022	140,970	74,766	52.9	3,427.24

(Reference) Equity: As of September 30, 2022: ¥78,773 million

As of March 31, 2022: ¥74,587 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2022	Yen —	Yen 28.00	Yen —	Yen 30.00	Yen 58.00
Fiscal year ending March 31, 2023	—	33.00			
Fiscal year ending March 31, 2023 (Forecast)			—	33.00	66.00

(Notes) Revision from the most recently announced dividend forecast: No
 Breakdown of year-end dividends for the fiscal year ended March 31, 2022
 Ordinary dividend: ¥28.00
 Commemorative dividend: ¥2.00

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% 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
Full year	249,000	8.7	7,900	11.9	7,800	7.1	5,300	5.9	243.10

(Note) Revision from the most recently announced 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
- (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):
September 30, 2022: 22,824,977 shares
March 31, 2022: 22,824,977 shares
 - 2) Total number of treasury stock at the end of the period:
September 30, 2022: 984,451 shares
March 31, 2022: 1,061,811 shares
 - 3) Average number of shares during the period:
Six months ended September 30, 2022: 21,801,861 shares
Six months ended September 30, 2021: 21,754,274 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.

(How to obtain supplementary briefing material on quarterly financial results and contents of the quarterly financial results briefing session)

A financial results briefing session for institutional investors and securities analysts is scheduled to be held on Monday, November 14, 2022. The video of the briefing session and contents of presentation (audio) will be posted on the Company's website immediately after the briefing session, along with the financial results presentation materials to be used on the day.

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	11,587	8,771
Notes and accounts receivable - trade, and contract assets	51,474	54,685
Electronically recorded monetary claims - operating	21,992	22,878
Securities	52	265
Merchandise and finished goods	32,850	36,340
Other	8,163	8,204
Allowance for doubtful accounts	(27)	(28)
Total current assets	126,093	131,116
Non-current assets		
Property, plant and equipment	3,764	5,481
Intangible assets	806	874
Investments and other assets		
Other	10,588	9,464
Allowance for doubtful accounts	(281)	(308)
Total investments and other assets	10,306	9,156
Total non-current assets	14,877	15,512
Deferred assets	—	11
Total assets	140,970	146,640

(Million yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	40,117	39,340
Electronically recorded obligations - operating	14,776	15,073
Short-term borrowings	822	1,816
Income taxes payable	1,633	1,619
Other	5,235	4,673
Total current liabilities	62,585	62,524
Non-current liabilities		
Long-term borrowings	—	1,800
Retirement benefit liability	2,818	2,648
Other	800	796
Total non-current liabilities	3,618	5,244
Total liabilities	66,204	67,768
Net assets		
Shareholders' equity		
Share capital	10,334	10,334
Capital surplus	7,449	7,504
Retained earnings	55,458	57,932
Treasury shares	(800)	(741)
Total shareholders' equity	72,442	75,029
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,652	1,610
Foreign currency translation adjustment	850	2,442
Remeasurements of defined benefit plans	(357)	(308)
Total accumulated other comprehensive income	2,145	3,744
Share acquisition rights	178	129
Non-controlling interests	—	(31)
Total net assets	74,766	78,871
Total liabilities and net assets	140,970	146,640

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

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Net sales	107,310	127,033
Cost of sales	95,292	112,551
Gross profit	12,017	14,481
Selling, general and administrative expenses	9,246	9,716
Operating profit	2,771	4,765
Non-operating income		
Interest income	11	25
Dividend income	124	90
Share of profit of entities accounted for using equity method	45	—
Other	61	77
Total non-operating income	243	193
Non-operating expenses		
Interest expenses	12	14
Share of loss of entities accounted for using equity method	—	29
Foreign exchange losses	4	134
Provision of allowance for doubtful accounts	115	—
Other	48	66
Total non-operating expenses	181	244
Ordinary profit	2,834	4,714
Extraordinary income		
Gain on sale of investment securities	—	38
Subsidy income	—	1,500
Total extraordinary income	—	1,538
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	—	1,500
Total extraordinary losses	—	1,500
Profit before income taxes	2,834	4,752
Income taxes	943	1,600
Profit	1,890	3,152
Loss attributable to non-controlling interests	—	(18)
Profit attributable to owners of parent	1,890	3,170

Consolidated Statements of Comprehensive Income

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Profit	1,890	3,152
Other comprehensive income		
Valuation difference on available-for-sale securities	407	(42)
Foreign currency translation adjustment	523	1,591
Remeasurements of defined benefit plans, net of tax	37	49
Total other comprehensive income	968	1,598
Comprehensive income	2,859	4,750
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,859	4,769
Comprehensive income attributable to non-controlling interests	—	(18)

(3) Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,834	4,752
Depreciation	194	242
Increase (decrease) in allowance for doubtful accounts	122	0
Interest and dividend income	(136)	(116)
Interest expenses	12	14
Share of loss (profit) of entities accounted for using equity method	(45)	29
Decrease (increase) in trade receivables	(202)	(2,291)
Decrease (increase) in inventories	(5,489)	(2,536)
Increase (decrease) in trade payables	3,613	(1,719)
Loss on tax purpose reduction entry of non-current assets	—	1,500
Subsidy income	—	(1,500)
Other, net	(2,319)	(640)
Subtotal	(1,416)	(2,262)
Interest and dividends received	158	156
Interest paid	(12)	(10)
Income taxes paid	(183)	(1,583)
Net cash provided by (used in) operating activities	(1,453)	(3,699)
Cash flows from investing activities		
Purchase of property, plant and equipment	(101)	(2,338)
Purchase of intangible assets	(220)	(102)
Purchase of investment securities	(149)	(37)
Proceeds from sale of investment securities	4	74
Decrease (increase) in short-term loans receivable	17	—
Long-term loan advances	(500)	—
Subsidies received	—	1,500
Other, net	(31)	(427)
Net cash provided by (used in) investing activities	(980)	(1,331)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	64	888
Proceeds from long-term borrowings	—	530
Net decrease (increase) in treasury shares	(0)	(0)
Dividends paid	(607)	(675)
Net cash provided by (used in) financing activities	(544)	742
Effect of exchange rate change on cash and cash equivalents	227	532
Net increase (decrease) in cash and cash equivalents	(2,750)	(3,755)
Cash and cash equivalents at beginning of period	21,120	11,577
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	—	629
Cash and cash equivalents at end of period	18,369	8,451