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

November 4, 2022

Company name: **Yamatane Corporation**
Stock exchange listing: Tokyo Stock Exchange
Securities code: 9305
URL: https://www.yamatane.co.jp
Representative: Motohiro Yamazaki, Representative Director, President
Contact: Ichiro Tasaki, General Manager, Accounting & Finance Department, Administration Division
Phone: +81-3-3820-1111
Scheduled date for filing quarterly securities report: November 14, 2022
Scheduled date for commencing dividend payments: December 1, 2022
Preparation of supplementary briefing materials for quarterly financial results: Yes
Holding of quarterly financial results briefing: Yes

(Amounts of less than one million yen are truncated.)

1. Consolidated financial results for the six months ended September 30, 2022 (April 1, 2022 to September 30, 2022)

(1) Consolidated operating results (% indicates year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2022	25,440	9.3	1,900	41.0	1,861	56.8	1,078	55.3
September 30, 2021	23,271	—	1,348	(15.1)	1,187	(18.8)	694	(13.8)

Note: Comprehensive income: Six months ended September 30, 2022: ¥1,629 million [9.5%]
Six months ended September 30, 2021: ¥1,487 million [128.2%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	104.50	—
September 30, 2021	67.30	—

Note: The “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc. has been adopted from the beginning of the first quarter ended June 30, 2021. Accordingly, net sales for the six months ended September 30, 2021 reflect the adoption of the accounting standard, etc., and the year-on-year percentage change is not presented.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2022	122,943	46,841	35.6	4,237.74
March 31, 2022	123,425	45,558	34.5	4,127.33

Reference: Equity: As of September 30, 2022: ¥43,747 million
As of March 31, 2022: ¥42,608 million

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	—	25.00	—	30.00	55.00
Fiscal year ending March 31, 2023	—	25.00			
Fiscal year ending March 31, 2023 (Forecast)			—	31.00	56.00

Note: Revision to the most recently announced forecast of dividends: None

3. Consolidated financial results forecast for the fiscal year ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% indicates year-on-year change)

	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
Full year	51,300	9.7	3,300	9.9	3,200	20.5	1,850	0.9	179.20

Note: Revision to the most recently announced forecast of financial results: Yes

*** Notes:**

(1) Changes in significant subsidiaries during the current period (changes in specified subsidiaries resulting in a change in the scope of consolidation): None

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
(Note) For details, please refer to “2. Quarterly Consolidated Financial Statements and Primary Notes (3) Notes to Quarterly Consolidated Financial Statements: Application of special accounting methods for preparing quarterly consolidated financial statements” on page 8 of the Japanese version of the attached materials.

(3) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
1) Changes in accounting policies due to application of revised accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatements: None

(4) Number of common shares issued
1) Number of shares issued at the end of the period (including treasury shares):
As of September 30, 2022: 11,344,181 shares
As of March 31, 2022: 11,344,181 shares

2) Number of treasury shares at the end of the period:
As of September 30, 2022: 1,020,798 shares
As of March 31, 2022: 1,020,692 shares

3) Average number of common shares during the period:
Six months ended September 30, 2022: 10,323,406 shares
Six months ended September 30, 2021: 10,323,724 shares

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

* Explanation on appropriate use of financial results forecasts and other matters of note

- Financial results forecasts and other forward-looking statements provided in these materials are based on information available to the Company and certain assumptions deemed reasonable as of the date of publication of this document, and are not intended to provide any assurance that they will be accomplished in the future. Actual financial results and other aspects of business performance may differ significantly from these forecasts owing to various factors. Please refer to “1. Qualitative Information on Quarterly Financial Results for the Period under Review (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the Japanese version of the attached materials for conditions forming the basis for financial results forecasts, notes regarding the use of financial results forecasts, and other information.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Million yen)

	Previous fiscal year (As of March 31, 2022)	Second quarter under review (As of September 30, 2022)
Assets		
Current assets		
Cash and deposits	7,459	7,205
Notes and accounts receivable - trade, and contract assets	6,225	6,417
Inventories	1,568	825
Other	4,774	3,975
Allowance for doubtful accounts	(2)	(0)
Total current assets	20,025	18,422
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	27,401	26,779
Land	50,433	50,574
Other, net	8,824	8,702
Total property, plant and equipment	86,660	86,055
Intangible assets	982	1,979
Investments and other assets		
Investment securities	14,229	14,832
Other	1,403	1,558
Allowance for doubtful accounts	(36)	(36)
Total investments and other assets	15,596	16,354
Total non-current assets	103,239	104,389
Deferred assets	160	130
Total assets	123,425	122,943

(Million yen)

	Previous fiscal year (As of March 31, 2022)	Second quarter under review (As of September 30, 2022)
Liabilities		
Current liabilities		
Trade accounts payable	2,506	2,214
Short-term borrowings	5,141	4,236
Current portion of long-term borrowings	5,264	5,287
Current portion of bonds payable	901	711
Other	3,525	3,888
Total current liabilities	17,339	16,337
Non-current liabilities		
Bonds payable	23,331	23,011
Long-term borrowings	21,522	21,233
Provision for environmental measures	2	-
Retirement benefit liability	1,622	1,595
Asset retirement obligations	2,334	2,392
Other	11,715	11,531
Total non-current liabilities	60,527	59,764
Total liabilities	77,867	76,102
Net assets		
Shareholders’ equity		
Share capital	10,555	10,555
Capital surplus	3,747	3,747
Retained earnings	22,379	23,148
Treasury shares	(2,234)	(2,234)
Total shareholders’ equity	34,448	35,217
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,304	5,696
Deferred gains or losses on hedges	-	(24)
Revaluation reserve for land	2,872	2,872
Remeasurements of defined benefit plans	(17)	(14)
Total accumulated other comprehensive income	8,159	8,530
Non-controlling interests	2,950	3,093
Total net assets	45,558	46,841
Total liabilities and net assets	123,425	122,943

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Six Months Ended September 30

(Million yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Operating revenue	23,271	25,440
Operating costs	20,511	21,714
Operating gross profit	2,759	3,725
Selling, general and administrative expenses	1,410	1,825
Operating profit	1,348	1,900
Non-operating income		
Dividend income	167	243
Other	4	12
Total non-operating income	172	255
Non-operating expenses		
Interest expenses	296	248
Other	36	46
Total non-operating expenses	333	295
Ordinary profit	1,187	1,861
Extraordinary income		
Gain on sale of non-current assets	0	48
Gain on sale of investment securities	5	0
Total extraordinary income	6	48
Extraordinary losses		
Loss on retirement of non-current assets	10	10
Loss on valuation of investment securities	-	0
Total extraordinary losses	10	11
Profit before income taxes	1,184	1,898
Income taxes	439	649
Profit	744	1,249
Profit attributable to non-controlling interests	49	171
Profit attributable to owners of parent	694	1,078

Quarterly Consolidated Statement of Comprehensive Income

Six Months Ended September 30

(Million yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	744	1,249
Other comprehensive income		
Valuation difference on available-for-sale securities	739	411
Deferred gains or losses on hedges	-	(35)
Remeasurements of defined benefit plans, net of tax	3	3
Total other comprehensive income	742	379
Comprehensive income	1,487	1,629
Comprehensive income attributable to:		
Owners of parent	1,368	1,449
Non-controlling interests	118	180