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Consolidated Financial Results for the Nine Months Ended December 31, 2021 [Japanese GAAP]

February 4, 2022

Company name: **Yamatane Corporation**
Stock exchange listing: Tokyo Stock Exchange
Securities code: 9305
URL: http://www.yamatane.co.jp
Representative: Motohiro Yamazaki, Representative Director, President
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Scheduled date for filing quarterly securities report: February 14, 2022
Scheduled date for commencing dividend payments: —
Preparation of supplementary briefing materials for quarterly financial results: None
Holding of quarterly financial results briefing: None

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

1. Consolidated financial results for the nine months ended December 31, 2021 (April 1, 2021 to December 31, 2021)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2021	34,985	—	2,256	(6.5)	2,053	(11.8)	1,375	(8.9)
December 31, 2020	37,402	(9.1)	2,413	(8.2)	2,328	(4.1)	1,509	(3.7)

Note: Comprehensive income: Nine months ended December 31, 2021: ¥2,305 million [25.7%]
Nine months ended December 31, 2020: ¥1,833 million [(29.6)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2021	133.27	—
December 31, 2020	146.23	—

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. As a result, net sales 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
December 31, 2021	127,373	44,409	32.6	4,025.93
March 31, 2021	123,279	42,923	32.7	3,900.13

Reference: Equity: As of December 31, 2021: ¥41,561 million
As of March 31, 2021: ¥40,264 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, 2021	—	0.00	—	52.00	52.00
Fiscal year ending March 31, 2022	—	25.00	—		
Fiscal year ending March 31, 2022 (Forecast)				30.00	55.00

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

3. Consolidated financial results forecast for the fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022)

(% 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	48,100	—	3,000	—	2,710	—	1,650	—	159.82

Note: Revision to the most recently announced forecast of financial results: None

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. As a result, the forecast of financial results reflects the adoption of the accounting standard, etc., and year-on-year percentage changes are not presented.

*** 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 9 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: Yes
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 December 31, 2021: 11,344,181 shares
As of March 31, 2021: 11,344,181 shares

2) Number of treasury shares at the end of the period:
As of December 31, 2021: 1,020,672 shares
As of March 31, 2021: 1,020,355 shares

3) Average number of common shares during the period:
Nine months ended December 31, 2021: 10,323,675 shares
Nine months ended December 31, 2020: 10,324,034 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, 2021)	Third quarter under review (As of December 31, 2021)
Assets		
Current assets		
Cash and deposits	16,529	14,661
Notes and accounts receivable - trade	5,668	—
Notes and accounts receivable - trade, and contract assets	—	5,844
Inventories	1,587	1,695
Other	4,020	4,353
Allowance for doubtful accounts	(0)	(0)
Total current assets	27,804	26,555
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,938	22,982
Land	50,405	50,405
Construction in progress	6,290	4,718
Other, net	7,071	6,897
Total property, plant and equipment	80,706	85,003
Intangible assets	984	965
Investments and other assets		
Investment securities	12,231	13,335
Other	1,419	1,374
Allowance for doubtful accounts	(96)	(36)
Total investments and other assets	13,554	14,674
Total non-current assets	95,245	100,642
Deferred assets	228	175
Total assets	123,279	127,373

(Million yen)

	Previous fiscal year (As of March 31, 2021)	Third quarter under review (As of December 31, 2021)
Liabilities		
Current liabilities		
Trade accounts payable	2,916	1,998
Short-term borrowings	4,406	5,702
Current portion of long-term borrowings	5,154	4,969
Current portion of bonds payable	4,186	4,168
Other	4,696	2,403
Total current liabilities	21,359	19,242
Non-current liabilities		
Bonds payable	24,232	23,723
Long-term borrowings	20,850	24,332
Provision for environmental measures	2	2
Retirement benefit liability	1,676	1,626
Asset retirement obligations	2,325	2,337
Other	9,908	11,699
Total non-current liabilities	58,996	63,721
Total liabilities	80,355	82,963
Net assets		
Shareholders' equity		
Share capital	10,555	10,555
Capital surplus	3,747	3,747
Retained earnings	21,341	21,922
Treasury shares	(2,233)	(2,234)
Total shareholders' equity	33,411	33,992
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,003	4,715
Revaluation reserve for land	2,872	2,872
Remeasurements of defined benefit plans	(24)	(19)
Total accumulated other comprehensive income	6,852	7,569
Non-controlling interests	2,659	2,847
Total net assets	42,923	44,409
Total liabilities and net assets	123,279	127,373

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Nine Months Ended December 31

(Million yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Operating revenue	37,402	34,985
Operating costs	32,412	30,579
Operating gross profit	4,989	4,405
Selling, general and administrative expenses	2,576	2,149
Operating profit	2,413	2,256
Non-operating income		
Dividend income	352	343
Other	20	8
Total non-operating income	372	351
Non-operating expenses		
Interest expenses	406	440
Other	51	113
Total non-operating expenses	457	554
Ordinary profit	2,328	2,053
Extraordinary income		
Gain on sale of non-current assets	2	4
Gain on sale of investment securities	204	233
Total extraordinary income	207	237
Extraordinary losses		
Loss on retirement of non-current assets	3	26
Impairment losses	90	—
Total extraordinary losses	94	26
Profit before income taxes	2,441	2,265
Income taxes	826	756
Profit	1,614	1,508
Profit attributable to non-controlling interests	104	132
Profit attributable to owners of parent	1,509	1,375

Quarterly Consolidated Statement of Comprehensive Income

Nine Months Ended December 31

(Million yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	1,614	1,508
Other comprehensive income		
Valuation difference on available-for-sale securities	215	791
Remeasurements of defined benefit plans, net of tax	3	5
Total other comprehensive income	218	796
Comprehensive income	1,833	2,305
Comprehensive income attributable to:		
Owners of parent	1,718	2,092
Non-controlling interests	115	212