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

August 6, 2021

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
Contact: Ichiro Tasaki, General Manager, Accounting & Finance Department, Administration Division
Phone: +81-3-3820-1111
Scheduled date for filing quarterly securities report: August 13, 2021
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 three months ended June 30, 2021 (April 1, 2021 to June 30, 2021)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2021	11,559	—	682	(6.3)	679	(8.0)	325	(17.8)
June 30, 2020	12,907	(7.7)	727	(23.3)	738	(21.6)	396	(20.3)

Note: Comprehensive income: Three months ended June 30, 2021: ¥149 million [(56.8)%]
Three months ended June 30, 2020: ¥346 million [(27.9)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2021	31.53	—
June 30, 2020	38.37	—

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
June 30, 2021	124,026	42,512	32.1	3,859.27
March 31, 2021	123,279	42,923	32.7	3,900.13

Reference: Equity: As of June 30, 2021: ¥39,842 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	—				
Fiscal year ending March 31, 2022 (Forecast)		25.00	—	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
First half	23,300	—	1,170	—	1,000	—	620	—	60.05
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 June 30, 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 June 30, 2021: 1,020,395 shares
As of March 31, 2021: 1,020,355 shares

3) Average number of common shares during the period:
Three months ended June 30, 2021: 10,323,791 shares
Three months ended June 30, 2020: 10,324,124 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)	First quarter under review (As of June 30, 2021)
Assets		
Current assets		
Cash and deposits	16,529	14,240
Notes and accounts receivable - trade	5,668	—
Notes and accounts receivable - trade, and contract assets	—	5,605
Inventories	1,587	2,185
Other	4,020	3,882
Allowance for doubtful accounts	(0)	(0)
Total current assets	27,804	25,913
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,938	16,726
Land	50,405	50,405
Construction in progress	6,290	9,545
Other, net	7,071	6,983
Total property, plant and equipment	80,706	83,661
Intangible assets	984	977
Investments and other assets		
Investment securities	12,231	11,909
Other	1,419	1,421
Allowance for doubtful accounts	(96)	(68)
Total investments and other assets	13,554	13,263
Total non-current assets	95,245	97,901
Deferred assets	228	210
Total assets	123,279	124,026

(Million yen)

	Previous fiscal year (As of March 31, 2021)	First quarter under review (As of June 30, 2021)
Liabilities		
Current liabilities		
Trade accounts payable	2,916	2,881
Short-term borrowings	4,406	5,770
Current portion of long-term borrowings	5,154	4,478
Current portion of bonds payable	4,186	4,186
Other	4,696	3,403
Total current liabilities	21,359	20,719
Non-current liabilities		
Bonds payable	24,232	24,232
Long-term borrowings	20,850	22,869
Provision for environmental measures	2	2
Retirement benefit liability	1,676	1,600
Asset retirement obligations	2,325	2,329
Other	9,908	9,760
Total non-current liabilities	58,996	60,794
Total liabilities	80,355	81,514
Net assets		
Shareholders' equity		
Share capital	10,555	10,555
Capital surplus	3,747	3,747
Retained earnings	21,341	21,130
Treasury shares	(2,233)	(2,233)
Total shareholders' equity	33,411	33,200
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,003	3,791
Revaluation reserve for land	2,872	2,872
Remeasurements of defined benefit plans	(24)	(22)
Total accumulated other comprehensive income	6,852	6,641
Non-controlling interests	2,659	2,669
Total net assets	42,923	42,512
Total liabilities and net assets	123,279	124,026

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Three Months Ended June 30

(Million yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Operating revenue	12,907	11,559
Operating costs	11,261	10,172
Operating gross profit	1,646	1,387
Selling, general and administrative expenses	918	704
Operating profit	727	682
Non-operating income		
Dividend income	152	161
Other	11	1
Total non-operating income	163	162
Non-operating expenses		
Interest expenses	136	147
Other	16	18
Total non-operating expenses	152	165
Ordinary profit	738	679
Extraordinary income		
Gain on sale of non-current assets	0	0
Gain on sale of investment securities	—	5
Total extraordinary income	0	6
Extraordinary losses		
Loss on retirement of non-current assets	3	10
Total extraordinary losses	3	10
Profit before income taxes	736	676
Income taxes	297	304
Profit	438	371
Profit attributable to non-controlling interests	42	45
Profit attributable to owners of parent	396	325

Quarterly Consolidated Statement of Comprehensive Income

Three Months Ended June 30

(Million yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit	438	371
Other comprehensive income		
Valuation difference on available-for-sale securities	(93)	(223)
Remeasurements of defined benefit plans, net of tax	1	1
Total other comprehensive income	(92)	(221)
Comprehensive income	346	149
Comprehensive income attributable to:		
Owners of parent	324	114
Non-controlling interests	21	34