

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



November 4, 2022

Company name: **SODA NIKKA CO., LTD.**

Stock exchange listing: Tokyo Stock Exchange

Code number: 8158

URL: <https://www.sodanikka.co.jp/>

Representative: Takahiko Nagasu, President and Chief Executive Officer

Contact: Ryuji Mezaki, Member of the Board, Managing Executive Officer and Finance and Accounting Division  
Director

Phone: +81-3-3245-1803

Scheduled date of filing quarterly report: November 11, 2022

Scheduled date of commencing dividend payments: December 8, 2022

Preparation of supplementary explanatory materials: No

Quarterly financial results briefing: Yes (for institutional investors)

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

## 1. Consolidated Results for the Six Months Ended September 30, 2022 (April 1, 2022 – September 30, 2022)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	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	30,027	13.4	833	47.9	1,092	66.6	797	54.5
September 30, 2021	26,480	—	563	58.6	655	30.1	515	58.5

(Note) Comprehensive income: Six months ended September 30, 2022: ¥524 million [(39.1)%]

Six months ended September 30, 2021: ¥861 million [(20.1)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	35.14	—
September 30, 2021	20.96	—

(Note) The Company has applied the “Accounting Standard for Revenue Recognition” (Accounting Standards Board of Japan Statement No. 29, March 31, 2020), etc. from the beginning of the first quarter of the previous consolidated fiscal year. For this reason, changes in net sales from the second quarter of the previous fiscal year, before the application of said standard, are not shown

## (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2022	63,807	25,409	39.8
As of March 31, 2022	60,854	25,229	41.5

(Reference) Equity: As of September 30, 2022: ¥25,409 million

As of March 31, 2022: ¥25,229 million

## 2. Cash Dividends

	Annual dividends				
	1st quarter- end	2nd quarter- end	3rd quarter- end	Year- end	Total
Fiscal year ended March 31, 2022	Yen —	Yen 8.00	Yen —	Yen 16.00	Yen 24.00
Fiscal year ending March 31, 2023	—	13.00			
Fiscal year ending March 31, 2023 (Forecast)			—	13.00	26.00

(Note) Revision to the forecast for dividends announced most recently: Yes

## 3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share	
Full year	Million yen 61,100	% 10.1	Million yen 1,660	% 32.5	Million yen 2,110	% 35.9	Million yen 1,500	% 9.7	Yen 66.08	

(Note) Revision to the forecast of consolidated results announced most recently: Yes

**\* Notes:**

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Application of an accounting method specific to the preparation of Quarterly Consolidated Financial Statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(4) Total number of outstanding shares (common shares)

1) Total number of outstanding shares at the end of the period (including treasury shares):

September 30, 2022: 22,968,000 shares

March 31, 2022: 23,968,000 shares

2) Total number of treasury shares at the end of the period:

September 30, 2022: 269,086 shares

March 31, 2022: 1,299,663 shares

3) Average number of shares during the period:

Six months ended September 30, 2022: 22,680,702 shares

Six months ended September 30, 2021: 24,607,798 shares

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

\* Explanation of the proper use of performance forecast and other notes

The above forecasts are estimated based on the information currently available, and actual results may differ from these forecasts due to a wide range of factors. For assumptions that form the basis of the performance forecast and cautionary notes, etc. on the use of performance forecast, please see “Explanation regarding information on future prospects such as forecast of consolidated results” on page 3 of this Quarterly Consolidated Financial Statements (attached materials, Japanese only).

## 2. Quarterly Consolidated Financial Statements and Primary Notes

### (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	7,482	6,732
Notes and accounts receivable - trade, and contract assets	35,903	39,126
Merchandise and finished goods	1,266	1,798
Other	674	588
Allowance for doubtful accounts	(112)	(121)
Total current assets	45,213	48,124
Non-current assets		
Property, plant and equipment	2,191	2,774
Intangible assets	210	169
Investments and other assets		
Investment securities	12,471	11,968
Distressed receivables	12	6
Other	769	770
Allowance for doubtful accounts	(14)	(7)
Total investments and other assets	13,239	12,738
Total non-current assets	15,641	15,682
Total assets	60,854	63,807

(Million yen)

	As of March 31, 2022	As of September 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	27,627	30,177
Short-term borrowings	2,766	3,180
Income taxes payable	314	382
Contract liabilities	231	177
Provisions	338	350
Other	598	553
Total current liabilities	31,877	34,821
Non-current liabilities		
Deferred tax liabilities	1,653	1,482
Retirement benefit liability	1,234	1,266
Other	859	826
Total non-current liabilities	3,747	3,575
Total liabilities	35,625	38,397
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,762	3,762
Capital surplus	3,116	3,116
Retained earnings	13,892	13,609
Treasury shares	(930)	(192)
Total shareholders' equity	19,841	20,295
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,174	4,833
Deferred gains or losses on hedges	3	0
Revaluation reserve for land	198	196
Foreign currency translation adjustment	69	136
Remeasurements of defined benefit plans	(57)	(52)
Total accumulated other comprehensive income	5,388	5,114
Total net assets	25,229	25,409
Total liabilities and net assets	60,854	63,807

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

For the Six-Month Period

(Million yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	26,480	30,027
Cost of sales	22,975	26,082
Gross profit	3,505	3,944
Selling, general and administrative expenses		
Freight and incidental costs	642	637
Salaries and allowances	945	984
Provision for bonuses	283	307
Provision for bonuses for directors (and other officers)	12	16
Retirement benefit expenses	52	62
Other	1,006	1,103
Total selling, general and administrative expenses	2,942	3,111
Operating profit	563	833
Non-operating income		
Interest income	1	1
Dividend income	163	209
Other	36	67
Total non-operating income	201	278
Non-operating expenses		
Interest expenses	15	11
Commission for syndicated loans	85	6
Other	9	2
Total non-operating expenses	109	20
Ordinary profit	655	1,092
Extraordinary income		
Gain on sale of non-current assets	–	19
Gain on bargain purchase	90	–
Gain on sale of investment securities	–	40
Total extraordinary income	90	60
Extraordinary losses		
Provision of loss reserve for loss compensation	14	–
Total extraordinary losses	14	–
Profit before income taxes	730	1,152
Income taxes - current	175	370
Income taxes - deferred	39	(15)
Total income taxes	215	355
Profit	515	797
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	515	797

Consolidated Statements of Comprehensive Income  
For the Six-Month Period

(Million yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	515	797
Other comprehensive income		
Valuation difference on available-for-sale securities	315	(341)
Deferred gains or losses on hedges	(6)	(3)
Foreign currency translation adjustment	31	67
Remeasurements of defined benefit plans, net of tax	5	4
Total other comprehensive income	345	(272)
Comprehensive income	861	524
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	861	524
Comprehensive income attributable to non-controlling interests	—	—

## (3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	730	1,152
Depreciation	107	101
Increase (decrease) in allowance for doubtful accounts	(149)	0
Increase (decrease) in retirement benefit liability	30	38
Interest and dividend income	(164)	(210)
Interest expenses	15	11
Commission for syndicate loan	85	6
Loss (gain) on sale and retirement of non-current assets	1	(19)
Decrease (increase) in trade receivables	(188)	(3,173)
Decrease (increase) in inventories	128	(510)
Decrease (increase) in distressed receivables	146	6
Increase (decrease) in trade payables	91	2,531
Loss (gain) on sale of investment securities	—	(40)
Gain on bargain purchase	(90)	—
Other, net	281	(69)
Subtotal	1,024	(175)
Interest and dividends received	166	210
Interest paid	(23)	(9)
Income taxes paid	(278)	(306)
Net cash provided by (used in) operating activities	890	(281)
<b>Cash flows from investing activities</b>		
Payments into time deposits	(84)	(83)
Proceeds from withdrawal of time deposits	119	93
Purchase of property, plant and equipment	(62)	(650)
Purchase of intangible assets	(16)	(11)
Purchase of investment securities	(14)	(16)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(7)	—
Other, net	18	84
Net cash provided by (used in) investing activities	(46)	(583)
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	150	517
Repayments of short-term borrowings	(2,128)	(113)
Purchase of treasury shares	(777)	—
Dividends paid	(175)	(361)
Commission for syndicate loan paid	(81)	(3)
Other, net	(10)	38
Net cash provided by (used in) financing activities	(3,022)	78
Effect of exchange rate change on cash and cash equivalents	13	47
Net increase (decrease) in cash and cash equivalents	(2,165)	(739)
Cash and cash equivalents at beginning of period	10,684	7,352
Cash and cash equivalents at end of period	8,519	6,612