



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

November 07, 2022

Company name: TOKAI Corp.

Stock exchange listing: Tokyo

Code number: 9729

URL: <https://www.tokai-corp.com/>

Representative: Koji Onogi

Contact: Tetsuyuki Fujii

Phone: 058(263)-5111

Scheduled date of filing quarterly securities report: November 08, 2022

Scheduled date of commencing dividend payments: December 08, 2022

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes

Chief Executive Officer

Chief Financial Officer

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 01, 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	64,091	6.3	3,567	(6.8)	3,720	(12.6)	3,130	11.9
September 30, 2021	60,269	4.9	3,828	31.6	4,255	29.7	2,799	27.7

(Note) Comprehensive income: Six months ended September 30, 2022: ¥ 3,100 million [16.1%]
Six months ended September 30, 2021: ¥ 2,669 million [(2.2) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2022	88.91	-
September 30, 2021	79.03	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of September 30, 2022	107,741	79,754	73.5
March 31, 2022	105,900	77,519	72.7

(Reference) Equity: As of September 30, 2022: ¥ 79,207 million
As of March 31, 2022: ¥ 77,002 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	19.00	-	23.00	42.00
Fiscal year ending March 31, 2023	-	21.00			
Fiscal year ending March 31, 2023 (Forecast)			-	39.00	60.00

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

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending March 31, 2023 :

Commemorative dividend - yen
Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	130,307	5.5	7,782	(5.7)	8,109	(8.7)	5,998	3.3	170.27

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for 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: 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 shares)

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

September 30, 2022: 36,041,346 shares

March 31, 2022: 36,041,346 shares

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

September 30, 2022: 814,584 shares

March 31, 2022: 835,839 shares

3) Average number of shares during the period:

Six months ended September 30, 2022: 35,213,869 shares

Six months ended September 30, 2021: 35,414,936 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of September 30,2022
Assets		
Current assets		
Cash and deposits	35,794	34,932
Notes and accounts receivable - trade	18,137	18,486
Securities	361	672
Inventories	4,635	5,806
Other	857	1,270
Allowance for doubtful accounts	(39)	(37)
Total current assets	59,748	61,131
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,585	10,420
Machinery, equipment and vehicles, net	4,385	4,269
Land	11,436	11,198
Other, net	4,332	5,527
Total property, plant and equipment	30,739	31,416
Intangible assets		
Goodwill	97	224
Other	1,480	1,516
Total intangible assets	1,577	1,741
Investments and other assets		
Investment securities	7,325	7,068
Deferred tax assets	1,381	1,334
Other	5,365	5,276
Allowance for doubtful accounts	(238)	(227)
Total investments and other assets	13,834	13,451
Total non-current assets	46,151	46,609
Total assets	105,900	107,741

(Million yen)

	As of March 31,2022	As of September 30,2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,305	13,104
Short-term borrowings	1,627	1,659
Income taxes payable	1,765	1,313
Provision for bonuses	2,140	2,037
Provision for bonuses for directors (and other officers)	77	33
Other	5,278	4,945
Total current liabilities	23,194	23,094
Non-current liabilities		
Long-term borrowings	660	458
Deferred tax liabilities	161	115
Provision for retirement benefits for directors (and other officers)	496	443
Retirement benefit liability	2,097	2,147
Other	1,770	1,727
Total non-current liabilities	5,186	4,891
Total liabilities	28,381	27,986
Net assets		
Shareholders' equity		
Share capital	8,108	8,108
Capital surplus	4,949	4,934
Retained earnings	64,246	66,478
Treasury shares	(1,951)	(1,901)
Total shareholders' equity	75,352	77,620
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,677	1,611
Remeasurements of defined benefit plans	(28)	(23)
Total accumulated other comprehensive income	1,649	1,587
Non-controlling interests	516	546
Total net assets	77,519	79,754
Total liabilities and net assets	105,900	107,741

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the six months)

(Million yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Net sales	60,269	64,091
Cost of sales	45,108	48,583
Gross profit	15,161	15,508
Selling, general and administrative expenses	11,333	11,940
Operating profit	3,828	3,567
Non-operating income		
Interest income	8	16
Dividend income	62	69
Gain on sale of investment securities	179	-
Other	231	156
Total non-operating income	482	243
Non-operating expenses		
Interest expenses	15	14
Compensation for damage	4	61
Other	35	14
Total non-operating expenses	55	89
Ordinary profit	4,255	3,720
Extraordinary income		
Gain on sale of non-current assets	0	1,079
Total extraordinary income	0	1,079
Extraordinary losses		
Loss on retirement of non-current assets	10	91
Impairment losses	56	-
Loss on disaster	17	13
Provision for loss on store closings	1	-
Total extraordinary losses	86	105
Profit before income taxes	4,169	4,695
Income taxes - current	1,371	1,502
Income taxes - deferred	(15)	30
Total income taxes	1,355	1,533
Profit	2,814	3,161
Profit attributable to non-controlling interests	15	31
Profit attributable to owners of parent	2,799	3,130

Quarterly Consolidated Statements of Comprehensive Income (For the six months)

(Million yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Profit	2,814	3,161
Other comprehensive income		
Valuation difference on available-for-sale securities	(150)	(65)
Remeasurements of defined benefit plans, net of tax	5	4
Total other comprehensive income	(144)	(61)
Comprehensive income	2,669	3,100
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,654	3,069
Comprehensive income attributable to non-controlling interests	15	31