

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

August 6, 2021

Company name: TAYCA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 4027 URL <http://www.tayca.co.jp/>
 Representative: Representative Director Hirofumi Yamazaki
 President Executive Officer
 Managing Executive Officer
 Inquiries: General Manager Yasuyuki Nakatsuka TEL 06-6943-6401
 General Affairs Department
 Scheduled date to file Quarterly Securities Report: August 13, 2021
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|----------------------------------|-----------------|--------|------------------|--------|-----------------|--------|---|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Three months ended June 30, 2021 | 10,766 | 7.2 | 1,036 | (12.5) | 1,185 | (7.5) | 904 | (0.9) |
| Three months ended June 30, 2020 | 10,045 | (12.9) | 1,184 | (24.0) | 1,281 | (18.1) | 913 | (16.4) |

| | Earnings per share | | Diluted earnings per share | |
|----------------------------------|--------------------|--|----------------------------|--|
| | Yen | | Yen | |
| Three months ended June 30, 2021 | 39.05 | | – | |
| Three months ended June 30, 2020 | 39.41 | | – | |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of June 30, 2021 | 70,349 | 50,705 | 71.6 | 2,172.33 |
| As of March 31, 2021 | 69,177 | 50,230 | 72.1 | 2,152.62 |

2. Cash dividends

| | Annual dividends per share | | | | |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2021 | – | 18.00 | – | 18.00 | 36.00 |
| Year ending March 31, 2022 | – | – | – | – | – |
| Year ending March 31, 2022 (Forecast) | – | 18.00 | – | 18.00 | 36.00 |

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Earnings per share |
|--------------------------------------|-----------------|-----|------------------|--------|-----------------|-------|---|-------|--------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Six months ending September 30, 2021 | 20,200 | 4.8 | 1,150 | (36.4) | 1,350 | (0.6) | 900 | (6.7) | 38.83 |
| Full year | 42,200 | 9.9 | 2,200 | (24.8) | 2,800 | 2.2 | 1,800 | (6.6) | 77.67 |

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

| | | | |
|---------------------|-------------------|----------------------|-------------------|
| As of June 30, 2021 | 25,714,414 shares | As of March 31, 2021 | 25,714,414 shares |
|---------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

| | | | |
|---------------------|------------------|----------------------|------------------|
| As of June 30, 2021 | 2,538,757 shares | As of March 31, 2021 | 2,538,667 shares |
|---------------------|------------------|----------------------|------------------|

Average number of shares during the period (cumulative from the beginning of the fiscal year)

| | | | |
|----------------------------------|-------------------|----------------------------------|-------------------|
| Three months ended June 30, 2021 | 23,175,717 shares | Three months ended June 30, 2020 | 23,176,086 shares |
|----------------------------------|-------------------|----------------------------------|-------------------|

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2021 | As of June 30, 2021 |
|--|----------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 13,329 | 13,021 |
| Notes and accounts receivable - trade | 11,395 | 12,294 |
| Merchandise and finished goods | 7,164 | 7,736 |
| Work in process | 1,116 | 1,170 |
| Raw materials and supplies | 3,342 | 3,917 |
| Other | 634 | 593 |
| Allowance for doubtful accounts | (2) | (2) |
| Total current assets | 36,979 | 38,730 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 6,724 | 6,642 |
| Machinery, equipment and vehicles, net | 7,774 | 7,431 |
| Other, net | 3,125 | 3,216 |
| Total property, plant and equipment | 17,624 | 17,289 |
| Intangible assets | | |
| Goodwill | 1,536 | 1,585 |
| Other | 230 | 217 |
| Total intangible assets | 1,767 | 1,802 |
| Investments and other assets | | |
| Investment securities | 11,797 | 11,296 |
| Other | 1,032 | 1,250 |
| Allowance for doubtful accounts | (23) | (20) |
| Total investments and other assets | 12,806 | 12,526 |
| Total non-current assets | 32,198 | 31,618 |
| Total assets | 69,177 | 70,349 |

(Millions of yen)

| | As of March 31, 2021 | As of June 30, 2021 |
|---|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 3,914 | 5,169 |
| Short-term borrowings | 2,415 | 2,601 |
| Income taxes payable | 442 | 305 |
| Provision for bonuses | 350 | 185 |
| Other | 2,875 | 3,093 |
| Total current liabilities | 9,999 | 11,356 |
| Non-current liabilities | | |
| Long-term borrowings | 4,038 | 3,553 |
| Retirement benefit liability | 3,152 | 3,135 |
| Other | 1,757 | 1,598 |
| Total non-current liabilities | 8,948 | 8,287 |
| Total liabilities | 18,947 | 19,643 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 9,855 | 9,855 |
| Capital surplus | 6,766 | 6,766 |
| Retained earnings | 29,551 | 30,039 |
| Treasury shares | (2,459) | (2,459) |
| Total shareholders' equity | 43,714 | 44,202 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 6,370 | 6,022 |
| Deferred gains or losses on hedges | 61 | 99 |
| Foreign currency translation adjustment | (187) | 83 |
| Remeasurements of defined benefit plans | (71) | (62) |
| Total accumulated other comprehensive income | 6,173 | 6,142 |
| Non-controlling interests | 341 | 360 |
| Total net assets | 50,230 | 50,705 |
| Total liabilities and net assets | 69,177 | 70,349 |

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2020 | Three months ended June 30, 2021 |
|--|-------------------------------------|-------------------------------------|
| Net sales | 10,045 | 10,766 |
| Cost of sales | 7,299 | 8,228 |
| Gross profit | 2,745 | 2,537 |
| Selling, general and administrative expenses | 1,560 | 1,500 |
| Operating profit | 1,184 | 1,036 |
| Non-operating income | | |
| Interest income | 0 | 0 |
| Dividend income | 115 | 103 |
| Foreign exchange gains | – | 13 |
| Other | 15 | 42 |
| Total non-operating income | 130 | 159 |
| Non-operating expenses | | |
| Interest expenses | 10 | 7 |
| Foreign exchange losses | 11 | – |
| Loss on abandonment of inventories | 6 | 1 |
| Other | 5 | 2 |
| Total non-operating expenses | 34 | 10 |
| Ordinary profit | 1,281 | 1,185 |
| Extraordinary income | | |
| Gain on cancellation of leases | – | 21 |
| Total extraordinary income | – | 21 |
| Extraordinary losses | | |
| Loss on retirement of non-current assets | 17 | 13 |
| Total extraordinary losses | 17 | 13 |
| Profit before income taxes | 1,263 | 1,194 |
| Income taxes - current | 243 | 263 |
| Income taxes - deferred | 99 | 15 |
| Total income taxes | 343 | 279 |
| Profit | 920 | 915 |
| Profit attributable to non-controlling interests | 6 | 10 |
| Profit attributable to owners of parent | 913 | 904 |

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2020 | Three months ended June 30, 2021 |
|--|-------------------------------------|-------------------------------------|
| Profit | 920 | 915 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 579 | (348) |
| Deferred gains or losses on hedges | 42 | 38 |
| Foreign currency translation adjustment | (183) | 279 |
| Remeasurements of defined benefit plans, net of tax | 6 | 8 |
| Total other comprehensive income | 444 | (22) |
| Comprehensive income | 1,364 | 892 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 1,382 | 873 |
| Comprehensive income attributable to non-controlling interests | (17) | 19 |