

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2022 (Based on Japanese GAAP)

May 11, 2022

Company name: TAYCA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 4027 URL <https://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 of ordinary general meeting of shareholders: June 28, 2022
 Scheduled date to file Securities Report: June 29, 2022
 Scheduled date to commence dividend payments: June 13, 2022
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Consolidated operating results

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	%
Year ended March 31, 2022	46,362	20.7	3,651	24.7	4,156	51.6	2,845	47.6
Year ended March 31, 2021	38,402	(15.5)	2,927	(49.6)	2,740	(52.7)	1,927	(49.7)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2022	122.79	–	5.6	5.9	7.9
Year ended March 31, 2021	83.16	–	4.0	4.1	7.6

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	72,128	51,263	70.6	2,196.16
As of March 31, 2021	69,177	50,230	72.1	2,152.62

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2022	4,841	(2,807)	(2,363)	12,981
Year ended March 31, 2021	4,953	(4,905)	2,519	13,250

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2021	–	18.00	–	18.00	36.00	834	43.3	1.7
Year ended March 31, 2022	–	18.00	–	18.00	36.00	834	29.3	1.7
Year ending March 31, 2023 (Forecast)	–	18.00	–	18.00	36.00		28.8	

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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, 2022	26,000	18.0	2,000	3.0	2,100	(1.5)	1,500	(7.1)	64.72
Full year	54,000	16.5	3,900	6.8	4,200	1.1	2,900	1.9	125.13

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2022

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

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2022	25,714,414 shares	As of March 31, 2021	25,714,414 shares
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Number of treasury shares at the end of the period

As of March 31, 2022	2,539,291 shares	As of March 31, 2021	2,538,667 shares
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Average number of shares during the period

Year ended March 31, 2022	23,175,426 shares	Year ended March 31, 2021	23,175,994 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	13,329	13,060
Notes and accounts receivable - trade	11,202	13,738
Electronically recorded monetary claims - operating	193	350
Merchandise and finished goods	7,164	8,044
Work in process	1,116	1,279
Raw materials and supplies	3,342	4,997
Other	634	831
Allowance for doubtful accounts	(2)	(2)
Total current assets	36,979	42,300
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,724	6,421
Machinery, equipment and vehicles, net	7,774	7,028
Land	1,695	1,695
Construction in progress	936	1,662
Other, net	493	438
Total property, plant and equipment	17,624	17,246
Intangible assets		
Goodwill	1,536	1,463
Other	230	164
Total intangible assets	1,767	1,628
Investments and other assets		
Investment securities	11,797	9,786
Long-term prepaid expenses	637	800
Deferred tax assets	71	80
Other	323	305
Allowance for doubtful accounts	(23)	(20)
Total investments and other assets	12,806	10,953
Total non-current assets	32,198	29,827
Total assets	69,177	72,128

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,914	6,873
Short-term borrowings	465	963
Current portion of long-term borrowings	1,950	1,942
Income taxes payable	442	864
Provision for bonuses	350	360
Other	2,875	3,485
Total current liabilities	9,999	14,490
Non-current liabilities		
Long-term borrowings	4,038	2,100
Lease liabilities	56	–
Deferred tax liabilities	1,692	1,112
Long-term accounts payable - other	9	9
Retirement benefit liability	3,152	3,152
Total non-current liabilities	8,948	6,374
Total liabilities	18,947	20,865
Net assets		
Shareholders' equity		
Share capital	9,855	9,855
Capital surplus	6,766	6,766
Retained earnings	29,551	31,562
Treasury shares	(2,459)	(2,460)
Total shareholders' equity	43,714	45,725
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,370	4,912
Deferred gains or losses on hedges	61	181
Foreign currency translation adjustment	(187)	72
Remeasurements of defined benefit plans	(71)	4
Total accumulated other comprehensive income	6,173	5,170
Non-controlling interests	341	367
Total net assets	50,230	51,263
Total liabilities and net assets	69,177	72,128

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	38,402	46,362
Cost of sales	29,377	36,709
Gross profit	9,025	9,653
Selling, general and administrative expenses	6,097	6,001
Operating profit	2,927	3,651
Non-operating income		
Interest income	1	5
Dividend income	213	208
Compensation income	162	–
Income on compensation	119	–
Subsidies for employment adjustment	118	43
Foreign exchange gains	24	251
Other	92	61
Total non-operating income	732	570
Non-operating expenses		
Interest expenses	50	34
Loss on abandonment of inventories	19	11
Costs related to the suspension of operations	826	–
Other	23	19
Total non-operating expenses	918	65
Ordinary profit	2,740	4,156
Extraordinary income		
Gain on sales of investment in capital	–	67
Gain on cancellation of leases	–	21
Gain on sale of investment securities	129	5
Compensation for forced relocation	180	–
Total extraordinary income	309	94
Extraordinary losses		
Loss on retirement of non-current assets	261	157
Loss on valuation of investments in capital	48	–
Head office relocation expenses	12	–
Total extraordinary losses	321	157
Profit before income taxes	2,728	4,093
Income taxes - current	829	1,244
Income taxes - deferred	(49)	(31)
Total income taxes	779	1,212
Profit	1,949	2,880
Profit attributable to non-controlling interests	22	34
Profit attributable to owners of parent	1,927	2,845

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	1,949	2,880
Other comprehensive income		
Valuation difference on available-for-sale securities	2,362	(1,458)
Deferred gains or losses on hedges	146	120
Foreign currency translation adjustment	(316)	258
Remeasurements of defined benefit plans, net of tax	79	75
Total other comprehensive income	2,272	(1,003)
Comprehensive income	4,222	1,876
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,215	1,842
Comprehensive income attributable to non-controlling interests	6	33

Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	9,855	6,766	28,551	(2,458)	42,714
Changes during period					
Dividends of surplus			(927)		(927)
Profit attributable to owners of parent			1,927		1,927
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				0	0
Net changes in items other than shareholders' equity					
Total changes during period	–	–	1,000	(0)	999
Balance at end of period	9,855	6,766	29,551	(2,459)	43,714

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	4,008	(85)	112	(151)	3,885	340	46,940
Changes during period							
Dividends of surplus							(927)
Profit attributable to owners of parent							1,927
Purchase of treasury shares							(0)
Disposal of treasury shares							0
Net changes in items other than shareholders' equity	2,362	146	(300)	79	2,288	0	2,289
Total changes during period	2,362	146	(300)	79	2,288	0	3,289
Balance at end of period	6,370	61	(187)	(71)	6,173	341	50,230

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	9,855	6,766	29,551	(2,459)	43,714
Changes during period					
Dividends of surplus			(834)		(834)
Profit attributable to owners of parent			2,845		2,845
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	-	-	2,011	(0)	2,010
Balance at end of period	9,855	6,766	31,562	(2,460)	45,725

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	6,370	61	(187)	(71)	6,173	341	50,230
Changes during period							
Dividends of surplus							(834)
Profit attributable to owners of parent							2,845
Purchase of treasury shares							(0)
Net changes in items other than shareholders' equity	(1,458)	120	259	75	(1,002)	25	(977)
Total changes during period	(1,458)	120	259	75	(1,002)	25	1,033
Balance at end of period	4,912	181	72	4	5,170	367	51,263

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	2,728	4,093
Depreciation	2,737	3,212
Amortization of goodwill	219	243
Loss (gain) on sale of investment securities	(129)	(5)
Loss on retirement of non-current assets	261	157
Increase (decrease) in retirement benefit liability	31	108
Interest and dividend income	(215)	(213)
Interest expenses	50	34
Decrease (increase) in trade receivables	1,782	(2,654)
Decrease (increase) in inventories	(48)	(2,646)
Increase (decrease) in trade payables	(794)	2,880
Increase (decrease) in accrued consumption taxes	50	372
Other, net	(505)	(89)
Subtotal	6,168	5,493
Interest and dividends received	215	213
Interest paid	(50)	(34)
Income taxes paid	(1,380)	(831)
Net cash provided by (used in) operating activities	4,953	4,841
Cash flows from investing activities		
Purchase of property, plant and equipment	(4,857)	(2,473)
Purchase of investment securities	(6)	(106)
Proceeds from sale of investment securities	175	19
Other, net	(216)	(245)
Net cash provided by (used in) investing activities	(4,905)	(2,807)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(107)	493
Proceeds from long-term borrowings	5,000	–
Repayments of long-term borrowings	(1,411)	(1,954)
Purchase of treasury shares	(0)	(0)
Dividends paid	(924)	(830)
Dividends paid to non-controlling interests	(5)	(8)
Other, net	(31)	(62)
Net cash provided by (used in) financing activities	2,519	(2,363)
Effect of exchange rate change on cash and cash equivalents	(29)	60
Net increase (decrease) in cash and cash equivalents	2,537	(268)
Cash and cash equivalents at beginning of period	10,713	13,250
Cash and cash equivalents at end of period	13,250	12,981