

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 9, 2022

Company name: TAYCA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 4027 URL <https://www.tayca.co.jp/>
 Representative: Representative Director, President Executive Officer Shunji Idei
 Director, Managing Executive Officer
 Inquiries: General Manager Yasuyuki Nakatsuka TEL 06-6943-6401
 General Affairs Department
 Scheduled date to file Quarterly Securities Report: November 14, 2022
 Scheduled date to commence dividend payments: December 2, 2022
 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 six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(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	%
Six months ended September 30, 2022	27,767	26.0	2,746	41.4	3,090	44.9	2,165	34.1
Six months ended September 30, 2021	22,040	14.4	1,942	7.5	2,132	57.1	1,614	67.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	93.44		-	
Six months ended September 30, 2021	69.66		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2022	73,163	53,590	72.7	2,293.79
As of March 31, 2022	72,128	51,263	70.6	2,196.16

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, 2022	-	18.00	-	18.00	36.00
Year ending March 31, 2023	-	18.00	-	-	-
Year ending March 31, 2023 (Forecast)	-	-	-	18.00	36.00

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
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 six months ended September 30, 2022
(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: No
- 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 September 30, 2022	25,714,414 shares	As of March 31, 2022	25,714,414 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	2,539,325 shares	As of March 31, 2022	2,539,291 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	23,175,089 shares	Six months ended September 30, 2021	23,175,622 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	13,060	11,749
Notes and accounts receivable - trade	13,738	15,268
Electronically recorded monetary claims - operating	350	324
Merchandise and finished goods	8,044	9,871
Work in process	1,279	1,253
Raw materials and supplies	4,997	4,518
Other	831	427
Allowance for doubtful accounts	(2)	(3)
Total current assets	42,300	43,410
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,421	6,861
Machinery, equipment and vehicles, net	7,028	7,065
Other, net	3,796	3,184
Total property, plant and equipment	17,246	17,112
Intangible assets		
Goodwill	1,463	1,594
Other	164	132
Total intangible assets	1,628	1,726
Investments and other assets		
Investment securities	9,786	9,567
Other	1,186	1,367
Allowance for doubtful accounts	(20)	(20)
Total investments and other assets	10,953	10,913
Total non-current assets	29,827	29,752
Total assets	72,128	73,163

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,873	6,577
Short-term borrowings	2,906	2,754
Income taxes payable	864	950
Provision for bonuses	360	365
Other	3,485	3,181
Total current liabilities	14,490	13,829
Non-current liabilities		
Long-term borrowings	2,100	1,562
Retirement benefit liability	3,152	3,165
Other	1,121	1,015
Total non-current liabilities	6,374	5,743
Total liabilities	20,865	19,572
Net assets		
Shareholders' equity		
Share capital	9,855	9,855
Capital surplus	6,766	6,766
Retained earnings	31,562	33,311
Treasury shares	(2,460)	(2,460)
Total shareholders' equity	45,725	47,473
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,912	4,757
Deferred gains or losses on hedges	181	101
Foreign currency translation adjustment	72	810
Remeasurements of defined benefit plans	4	15
Total accumulated other comprehensive income	5,170	5,685
Non-controlling interests	367	431
Total net assets	51,263	53,590
Total liabilities and net assets	72,128	73,163

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	22,040	27,767
Cost of sales	17,134	21,897
Gross profit	4,905	5,870
Selling, general and administrative expenses	2,963	3,124
Operating profit	1,942	2,746
Non-operating income		
Interest income	0	3
Dividend income	107	121
Foreign exchange gains	45	166
Other	57	82
Total non-operating income	211	374
Non-operating expenses		
Interest expenses	14	20
Loss on abandonment of inventories	2	8
Other	3	1
Total non-operating expenses	20	30
Ordinary profit	2,132	3,090
Extraordinary income		
Gain on sales of investment in capital	67	–
Gain on cancellation of leases	21	–
Total extraordinary income	88	–
Extraordinary losses		
Loss on retirement of non-current assets	42	26
Total extraordinary losses	42	26
Profit before income taxes	2,179	3,063
Income taxes - current	606	886
Income taxes - deferred	(61)	(11)
Total income taxes	544	875
Profit	1,634	2,188
Profit attributable to non-controlling interests	20	22
Profit attributable to owners of parent	1,614	2,165

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	1,634	2,188
Other comprehensive income		
Valuation difference on available-for-sale securities	(212)	(154)
Deferred gains or losses on hedges	46	(79)
Foreign currency translation adjustment	208	779
Remeasurements of defined benefit plans, net of tax	17	11
Total other comprehensive income	59	556
Comprehensive income	1,694	2,744
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,673	2,679
Comprehensive income attributable to non-controlling interests	21	64

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,179	3,063
Depreciation	1,537	1,507
Amortization of goodwill	117	144
Interest and dividend income	(107)	(125)
Interest expenses	14	20
Decrease (increase) in trade receivables	(1,593)	(914)
Decrease (increase) in inventories	(949)	(1,144)
Increase (decrease) in trade payables	706	(742)
Other, net	821	266
Subtotal	2,726	2,076
Interest and dividends received	107	125
Interest paid	(14)	(20)
Income taxes paid	(323)	(742)
Net cash provided by (used in) operating activities	2,496	1,438
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,240)	(1,264)
Purchase of investment securities	(3)	(3)
Other, net	(213)	(356)
Net cash provided by (used in) investing activities	(1,456)	(1,624)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	237	62
Repayments of long-term borrowings	(976)	(980)
Purchase of treasury shares	(0)	(0)
Dividends paid	(415)	(415)
Other, net	(62)	(0)
Net cash provided by (used in) financing activities	(1,217)	(1,333)
Effect of exchange rate change on cash and cash equivalents	36	208
Net increase (decrease) in cash and cash equivalents	(141)	(1,311)
Cash and cash equivalents at beginning of period	13,250	12,981
Cash and cash equivalents at end of period	13,108	11,670