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

November 11, 2022

Company name: YOTAI REFRACTORIES CO.,LTD.

Stock exchange listing: Tokyo

Code number: 5357

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

Representative: Mitsuo Taguchi

Contact: Shinichiro Takebayashi

Phone: 072-430-2100

Scheduled date of filing quarterly securities report: November 14, 2022

Scheduled date of commencing dividend payments: December 09, 2022

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

President

Managing Director, General Manager of General Affairs
Department of Head Office

(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	13,569	10.1	1,997	(6.8)	2,037	(5.6)	1,424	(11.6)
September 30, 2021	12,325	10.1	2,143	68.9	2,158	62.1	1,611	78.7

(Note) Comprehensive income: Six months ended September 30, 2022: ¥ 1,528 million [(9.8)%]
Six months ended September 30, 2021: ¥ 1,694 million [79.6%]

	Basic earnings per share	Diluted earnings per share
Six months ended September 30, 2022	Yen 69.72	-
September 30, 2021	75.39	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of September 30, 2022	Million yen 38,968	Million yen 30,437	78.1
March 31, 2022	38,750	30,109	77.7

(Reference) Equity: As of September 30, 2022: ¥ 30,437 million
As of March 31, 2022: ¥ 30,109 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	-	16.00	-	27.00	43.00
Fiscal year ending March 31, 2023	-	20.00			
Fiscal year ending March 31, 2023 (Forecast)			-	18.00	38.00

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

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	26,500	2.3	3,400	(16.9)	3,500	(15.1)	2,400	(19.1)	116.45

(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

(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: No

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: 25,587,421 shares

March 31, 2022: 25,587,421 shares

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

September 30, 2022: 5,411,331 shares

March 31, 2022: 4,977,129 shares

3) Average number of shares during the period:

Six months ended September 30, 2022: 20,434,697 shares

Six months ended September 30, 2021: 21,373,096 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2022	As of September 30,2022
Assets		
Current assets		
Cash and deposits	8,537,563	6,948,096
Notes and accounts receivable - trade, and contract assets	9,851,329	9,791,520
Electronically recorded monetary claims - operating	2,554,830	1,978,017
Finished goods	3,960,175	4,651,684
Work in process	280,783	299,478
Raw materials and supplies	4,772,665	5,309,381
Other	327,940	954,316
Allowance for doubtful accounts	(2,894)	(4,824)
Total current assets	30,282,393	29,927,671
Non-current assets		
Property, plant and equipment	5,838,968	6,302,684
Intangible assets	71,284	132,784
Investments and other assets		
Investment securities	2,279,417	2,187,989
Other	295,357	436,988
Allowance for doubtful accounts	(16,986)	(19,989)
Total investments and other assets	2,557,789	2,604,988
Total non-current assets	8,468,042	9,040,458
Total assets	38,750,436	38,968,129

(Thousand yen)

	As of March 31,2022	As of September 30,2022
Liabilities		
Current liabilities		
Accounts payable - trade	2,387,340	2,042,219
Electronically recorded obligations - operating	2,104,994	2,451,862
Income taxes payable	724,299	696,881
Provision for bonuses	-	395,155
Provision for bonuses for directors (and other officers)	35,600	19,020
Other	1,983,827	1,334,226
Total current liabilities	7,236,062	6,939,364
Non-current liabilities		
Retirement benefit liability	1,381,292	1,377,413
Other	23,580	213,871
Total non-current liabilities	1,404,872	1,591,284
Total liabilities	8,640,935	8,530,649
Net assets		
Shareholders' equity		
Share capital	2,654,519	2,654,519
Capital surplus	1,762,031	1,803,525
Retained earnings	26,994,021	27,862,181
Treasury shares	(2,319,009)	(3,004,267)
Total shareholders' equity	29,091,563	29,315,960
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	757,432	688,313
Deferred gains or losses on hedges	468	(48)
Foreign currency translation adjustment	285,705	453,052
Remeasurements of defined benefit plans	(25,668)	(19,797)
Total accumulated other comprehensive income	1,017,937	1,121,519
Total net assets	30,109,501	30,437,480
Total liabilities and net assets	38,750,436	38,968,129

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the six months)

(Thousand yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Net sales	12,325,314	13,569,672
Cost of sales	9,048,082	10,383,091
Gross profit	3,277,231	3,186,581
Selling, general and administrative expenses	1,133,386	1,189,023
Operating profit	2,143,845	1,997,558
Non-operating income		
Interest income	3,472	4,740
Dividend income	36,897	50,680
Rental income from real estate	10,062	9,104
Other	15,716	9,195
Total non-operating income	66,148	73,721
Non-operating expenses		
Interest expenses	236	140
Commission for purchase of treasury shares	8,841	4,256
Foreign exchange losses	705	1,174
Loss on retirement of non-current assets	38,364	20,829
Other	3,673	6,981
Total non-operating expenses	51,821	33,381
Ordinary profit	2,158,172	2,037,898
Profit before income taxes	2,158,172	2,037,898
Income taxes - current	586,481	649,753
Income taxes - deferred	(39,535)	(36,493)
Total income taxes	546,945	613,260
Profit	1,611,227	1,424,638
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	1,611,227	1,424,638

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

(Thousand yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Profit	1,611,227	1,424,638
Other comprehensive income		
Valuation difference on available-for-sale securities	10,402	(69,119)
Deferred gains or losses on hedges	443	(516)
Foreign currency translation adjustment	63,999	167,347
Remeasurements of defined benefit plans, net of tax	8,020	5,871
Total other comprehensive income	82,866	103,582
Comprehensive income	1,694,093	1,528,220
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,694,093	1,528,220
Comprehensive income attributable to non-controlling interests	-	-

Quarterly Consolidated Statements of Cash Flows

(Thousand yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Cash flows from operating activities		
Profit before income taxes	2,158,172	2,037,898
Depreciation	398,630	452,905
Increase (decrease) in allowance for doubtful accounts	(13,852)	2,771
Increase (decrease) in retirement benefit liability	20,428	(3,879)
Increase (decrease) in provision for bonuses	367,030	395,155
Increase (decrease) in provision for bonuses for directors (and other officers)	(16,872)	(16,580)
Interest and dividend income	(40,369)	(55,421)
Interest expenses	236	140
Decrease (increase) in trade receivables	(129,606)	1,162,864
Decrease (increase) in inventories	(1,265,131)	(1,198,205)
Increase (decrease) in trade payables	998,812	(467,628)
Other, net	(545,498)	(486,284)
Subtotal	1,931,979	1,823,735
Interest and dividends received	40,369	55,421
Interest paid	(236)	(140)
Income taxes paid	(391,910)	(634,799)
Net cash provided by (used in) operating activities	1,580,202	1,244,217
Cash flows from investing activities		
Purchase of property, plant and equipment	(466,205)	(753,763)
Proceeds from sale of property, plant and equipment	5,745	-
Purchase of intangible assets	(6,389)	(27,544)
Purchase of investment securities	(33,264)	(7,650)
Other, net	(3,500)	(7,591)
Net cash provided by (used in) investing activities	(503,612)	(796,549)
Cash flows from financing activities		
Purchase of treasury shares	(1,263,095)	(713,752)
Dividends paid	(260,879)	(558,890)
Decrease (increase) in deposits for purchase of treasury shares	(277,207)	(825,952)
Other, net	(12,023)	(15,903)
Net cash provided by (used in) financing activities	(1,813,205)	(2,114,499)
Effect of exchange rate change on cash and cash equivalents	22,324	77,364
Net increase (decrease) in cash and cash equivalents	(714,291)	(1,589,467)
Cash and cash equivalents at beginning of period	11,390,772	8,537,563
Cash and cash equivalents at end of period	10,676,481	6,948,096