

Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (IFRS)

AMADA CO., LTD. Listed on the Prime Market of the TSE

Stock Code: 6113

(URL <http://www.amada.co.jp>)

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Scheduled date to hold the general meeting of shareholders: June 28, 2023

Scheduled date to commence dividend payments: June 29, 2023

Scheduled date to file securities report: June 28, 2023

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (for investment analysts and institutional investors)

(Amounts less than one million yen are truncated.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Operating Results

Percentages indicate year-on-year increase (decrease).

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2023	365,687	17.0	49,867	29.4	49,608	22.5	34,431	23.0	34,158	23.0
Fiscal year ended March 31, 2022	312,658	24.8	38,538	44.3	40,496	40.5	27,999	49.4	27,769	49.6

Note: Comprehensive income: Fiscal year ended March 31, 2023: ¥39,641 millions (10.9) %
Fiscal year ended March 31, 2022: ¥44,495 millions 48.3 %

	Basic earnings per share	Diluted earnings per share	Ratio of profit to equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of profit before tax to total assets
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2023	98.25	—	6.9	7.9	13.6
Fiscal year ended March 31, 2022	79.88	—	6.0	6.9	12.3

Reference: Share of profit (loss) of investments accounted for using equity method: Fiscal year ended March 31, 2023 ¥225 millions
Fiscal year ended March 31, 2022 ¥126 millions

(2) Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent	Owners' equity per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2023	647,562	508,521	504,127	77.8	1,450.07
As of March 31, 2022	614,439	484,034	479,788	78.1	1,380.05

(3) 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
Fiscal year ended March 31, 2023	24,949	(13,323)	(20,392)	98,556
Fiscal year ended March 31, 2022	56,865	(7,921)	(22,308)	106,791

2. Dividends

	Dividends per share					Total amount of dividends (for the entire fiscal year)	Payout ratio (consolidated)	Ratio of dividends to equity attributable to owners of parent (consolidated)
	First quarter	Second quarter	Third quarter	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen			
Fiscal year ended March 31, 2022	—	17.00	—	21.00	38.00	13,211	47.6	2.9
Fiscal year ended March 31, 2023	—	22.00	—	26.00	48.00	16,687	48.9	3.4
Fiscal year ended March 31, 2024 (Forecast)	—	25.00	—	25.00	50.00		50.4	

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year increase (decrease).

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ended March 31, 2024 (Forecast)	375,000	2.5	50,000	0.3	34,500	1.0	99.24

4. Other Items

(1) Changes in the scope of consolidation for significant subsidiaries during the fiscal year ended March 31, 2023: None

(Changes in specified subsidiaries resulting in change in the scope of consolidation)

(2) Changes in accounting policies and changes in accounting estimates:

1) Changes in accounting policies required by IFRS: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

(3) Number of shares issued (common stock)

1) Number of shares issued at end of period (including treasury shares)

As of March 31, 2023 359,115,217 shares

As of March 31, 2022 359,115,217 shares

2) Number of treasury shares at end of period

As of March 31, 2023 11,458,462 shares

As of March 31, 2022 11,455,307 shares

3) Average number of shares during period

Fiscal year ended March 31, 2023 347,658,299 shares

Fiscal year ended March 31, 2022 347,661,317 shares

(Reference)

(Amounts less than one million yen are truncated.)

Non-Consolidated Business Performance for the Fiscal Year Ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Operating Results

Percentages indicate year-on-year increase (decrease).

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2023	183,433	19.0	23,095	45.0	40,801	59.5	31,763	74.1
Fiscal year ended March 31, 2022	154,208	26.7	15,932	178.7	25,573	61.5	18,241	(67.4)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2023	91.36	—
Fiscal year ended March 31, 2022	52.47	—

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2023	443,867	372,649	84.0	1,071.89
As of March 31, 2022	439,038	362,461	82.6	1,042.58

Reference: Total shareholders' equity: As of March 31, 2023 ¥372,649 million

As of March 31, 2022 ¥362,461 million

* These financial results are outside the scope of audit by a certified public accountant or an auditing firm.

* Explanation regarding the appropriate use of financial results forecasts and other special notes

The consolidated financial forecasts mentioned in this document and other forward-looking statements are based on information available to and on certain reasonable assumptions by the Company as of today. Accordingly, actual results may differ significantly from the forecasts herein due to various factors.

Consolidated Financial Statements and Primary Notes

Consolidated Statement of Financial Position

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	As of March 31, 2022	As of March 31, 2023
(Assets)			
Current assets:			
Cash and cash equivalents		106,791	98,556
Trade and other receivables		123,468	130,319
Inventories		101,885	134,536
Other financial assets		23,388	24,937
Other current assets		8,598	10,367
Total current assets		364,132	398,716
Non-current assets:			
Property, plant and equipment		164,429	176,668
Goodwill		6,251	6,426
Intangible assets		11,900	11,810
Investments accounted for using equity method		487	702
Other financial assets		52,834	32,656
Deferred tax assets		5,343	11,124
Other non-current assets		9,059	9,457
Total non-current assets		250,307	248,846
Total asset		614,439	647,562

(Millions of yen; amounts less than one million yen are truncated.)

Period		
Item	As of March 31, 2022	As of March 31, 2023
(Liabilities and Equity)		
Liabilities		
Current liabilities:		
Trade and other payables	58,828	62,972
Borrowings	4,822	4,657
Income taxes payable	9,120	10,595
Other financial liabilities	4,172	3,355
Provisions	2,076	1,877
Other current liabilities	32,635	37,555
Total current liabilities	111,655	121,013
Non-current liabilities:		
Borrowings	2,244	667
Other financial liabilities	9,712	10,300
Retirement benefit liability	3,025	3,058
Provisions	7	7
Deferred tax liabilities	503	933
Other non-current liabilities	3,255	3,061
Total non-current liabilities	18,749	18,028
Total liabilities	130,405	139,041
Equity		
Share capital	54,768	54,768
Capital surplus	143,883	143,883
Retained earnings	269,067	288,300
Treasury shares	(12,095)	(12,099)
Other components of equity	24,164	29,273
Total equity attributable to owners of parent	479,788	504,127
Non-controlling interests	4,246	4,393
Total equity	484,034	508,521
Total liabilities and equity	614,439	647,562

Consolidated Statement of Profit or Loss

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Revenue		312,658	365,687
Cost of sales		(179,015)	(206,332)
Gross profit		133,643	159,355
Selling, general and administrative expenses		(94,432)	(109,790)
Other income		1,568	1,369
Other expenses		(2,240)	(1,067)
Operating profit		38,538	49,867
Finance income		3,899	2,894
Finance costs		(2,067)	(3,378)
Share of profit of investments accounted for using equity method		126	225
Profit before tax		40,496	49,608
Income tax expense		(12,497)	(15,177)
Profit		27,999	34,431
Profit attributable to:			
Owners of parent		27,769	34,158
Non-controlling interests		229	272
Profit		27,999	34,431
Earnings per share			
Basic earnings per share (Yen)		79.88	98.25
Diluted earnings per share (Yen)		—	—

Consolidated Statement of Comprehensive Income

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit		27,999	34,431
Other comprehensive income			
Items that will not be reclassified to profit or loss:			
Remeasurements of defined benefit plans		121	23
Equity financial assets measured at fair value through other comprehensive income		1,811	(4,716)
Total of items		1,932	(4,692)
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations		14,563	9,905
Debt financial assets measured at fair value through other comprehensive income		(14)	(6)
Share of other comprehensive income of investments accounted for using equity method		14	4
Total of items		14,563	9,903
Total other comprehensive income		16,495	5,210
Comprehensive income		44,495	39,641
Comprehensive income attributable to:			
Owners of parent		43,839	39,291
Non-controlling interests		655	349
Comprehensive income		44,495	39,641

Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Millions of yen; amounts less than one million yen are truncated.)

	Equity attributable to owners of parent										Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity					Total		
					Re-measurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of investments accounted for using equity method	Total			
Balance at April 1, 2021	54,768	143,883	252,315	(12,092)	—	4,291	3,915	(4)	8,202	447,077	3,735	450,813
Profit	—	—	27,769	—	—	—	—	—	—	27,769	229	27,999
Other comprehensive income	—	—	—	—	121	1,796	14,137	14	16,069	16,069	426	16,495
Comprehensive income	—	—	27,769	—	121	1,796	14,137	14	16,069	43,839	655	44,495
Dividends	—	—	(11,125)	—	—	—	—	—	—	(11,125)	(145)	(11,270)
Purchase of treasury shares	—	—	—	(3)	—	—	—	—	—	(3)	—	(3)
Disposal of treasury shares	—	0	—	0	—	—	—	—	—	0	—	0
Transfer from other components of equity to retained earnings	—	—	107	—	(121)	13	—	—	(107)	—	—	—
Total transactions with owners	—	0	(11,017)	(3)	(121)	13	—	—	(107)	(11,128)	(145)	(11,274)
Balance at March 31, 2022	54,768	143,883	269,067	(12,095)	—	6,101	18,052	9	24,164	479,788	4,246	484,034

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Millions of yen; amounts less than one million yen are truncated.)

	Equity attributable to owners of parent										Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity					Total		
					Re-measurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Share of other comprehensive income of investments accounted for using equity method	Total			
Balance at April 1, 2022	54,768	143,883	269,067	(12,095)	—	6,101	18,052	9	24,164	479,788	4,246	484,034
Profit	—	—	34,158	—	—	—	—	—	—	34,158	272	34,431
Other comprehensive income	—	—	—	—	23	(4,723)	9,828	4	5,133	5,133	77	5,210
Comprehensive income	—	—	34,158	—	23	(4,723)	9,828	4	5,133	39,291	349	39,641
Dividends	—	—	(14,949)	—	—	—	—	—	—	(14,949)	(202)	(15,151)
Purchase of treasury shares	—	—	—	(3)	—	—	—	—	—	(3)	—	(3)
Disposal of treasury shares	—	0	—	0	—	—	—	—	—	0	—	0
Transfer from other components of equity to retained earnings	—	—	23	—	(23)	—	—	—	(23)	—	—	—
Total transactions with owners	—	0	(14,925)	(3)	(23)	—	—	—	(23)	(14,952)	(202)	(15,154)
Balance at March 31, 2023	54,768	143,883	288,300	(12,099)	—	1,378	27,881	13	29,273	504,127	4,393	508,521

Consolidated Statement of Cash Flows

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities			
Profit before tax		40,496	49,608
Depreciation and amortization		17,609	17,623
Finance income and finance costs		559	2,264
Share of profit of investments accounted for using equity method		(126)	(225)
Loss (gain) on sales and retirement of fixed assets		1,674	497
Decrease (increase) in inventories		(15,294)	(28,870)
Decrease (increase) in trade and other receivables		(1,722)	(1,791)
Increase (decrease) in trade and other payables		15,769	3,054
Increase (decrease) in retirement benefit liability		(238)	(271)
Increase (decrease) in provisions		224	(283)
Other		2,120	(1,357)
Subtotal		61,070	40,248
Interest received		729	863
Dividends received		160	105
Interest paid		(145)	(220)
Income taxes paid		(4,949)	(16,045)
Net cash provided by (used in) operating activities		56,865	24,949
Cash flows from investing activities			
Net decrease (increase) in time deposits		1,838	(10,003)
Purchase of securities		(23,000)	(24,000)
Proceeds from sales and redemption of securities		24,600	33,500
Purchase of investment securities		(0)	—
Proceeds from sales and redemption of investment securities		4,547	11,925
Purchase of property, plant and equipment		(12,154)	(20,448)
Proceeds from sale of property, plant and equipment		587	741
Purchase of intangible assets		(3,117)	(4,501)
Other		(1,223)	(536)
Net cash provided by (used in) investing activities		(7,921)	(13,323)
Cash flows from financing activities			
Proceeds from short-term borrowings		200	338
Repayments of short-term borrowings		(221)	—
Net increase (decrease) in short-term borrowings		(9,203)	(54)
Proceeds from long-term borrowings		2,247	18
Repayments of long-term borrowings		(1,685)	(2,715)
Repayments of lease liabilities		(2,360)	(2,852)
Purchase of treasury shares		(3)	(3)
Dividends paid		(11,131)	(14,920)
Dividends paid to non-controlling interests		(150)	(202)
Other		0	0
Net cash provided by (used in) financing activities		(22,308)	(20,392)
Effect of exchange rate changes on cash and cash equivalents		4,288	530
Net increase (decrease) in cash and cash equivalents		30,923	(8,235)
Cash and cash equivalents at beginning of period		75,868	106,791
Cash and cash equivalents at end of period		106,791	98,556

Notes on Going Concern Assumption

Not applicable.

Segment Information

1. Overview of Reportable Segments

The Group's reportable segments comprise business units for which separate financial information is available. The reportable segments are regularly reviewed by the Company's Board of Directors for such purposes as making decisions on the allocation of management resources and evaluating business performance.

The Group's business is divided into two parts: the Metalworking Machinery business, which manufactures and sells sheet metal processing machines and micro welding machines; and the Metal Machine Tools business, which manufactures and sells cutting machines, grinders and presses.

The Metalworking Machinery business is principally operated by the Company and Amada Weld Tech Co., Ltd., while the Metal Machine Tools business is principally operated by Amada Machinery Co., Ltd. and Amada Press System Co., Ltd.

Each companies develop comprehensive strategies for their respective products and services both in Japan and overseas.

Consequently, the Group has two reportable segments—Metalworking Machinery and Metal Machine Tools—based on its business segment-delineated production and marketing structure.

The Metalworking Machinery business manufactures products for the sheet metalworking market, including laser machines, punch presses and press brakes, as well as micro welding machines for the micro welding market. The Metal Machine Tools business manufactures products for the cutting market, including metal-cutting bandsaws, and grinders and other products for the grinder market as well as mechanical presses for the press market.

2. Information on Reportable Segments

Information by reportable segment of the Group is as follows. Further, profit for reportable segments is based on operating profit, and intersegment transactions are based on selling prices, which take into account market prices.

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Millions of yen; amounts less than one million yen are truncated.)

	Metalworking Machinery	Metal Machine Tools	Other	Total	Reconciliations	Consolidated
Revenue						
Revenue from external customers	255,892	55,513	1,252	312,658	—	312,658
Intersegment revenue	—	—	—	—	—	—
Total	255,892	55,513	1,252	312,658	—	312,658
Segment profit	31,176	6,676	685	38,538	—	38,538
Finance income						3,899
Finance costs						(2,067)
Share of profit of investments accounted for using equity method						126
Profit before tax						40,496
Segment assets	400,744	67,841	9,441	478,028	136,411	614,439
(Other items)						
Depreciation and amortization	14,194	2,372	2	16,569	1,039	17,609
Investments in affiliates accounted for by equity method	383	104	—	487	—	487
Increase in property, plant and equipment and intangible assets	8,633	1,277	—	9,910	5,935	15,845

Notes:

- The “Other” classification refers to businesses not included within reportable segments. It principally comprises real estate leasing and automobile leasing.
- Reconciliations comprise the following.
 - The ¥136,411 million presented for segment assets under reconciliations is the amount for corporate assets not allocated to any reportable segment. These assets mainly comprise invested surplus funds at the Company (deposits, short-term investment securities and others), long term invested funds (investment securities) and customer training and reception facilities.
 - Income and expenses pertaining to customer training and reception facilities are shown included in each reportable segment, based on a rational allocation method. Assets, however, because of the difficulty of rational allocation, are shown in “Reconciliations” as common assets.
 - The adjustment of Increase in property, plant and equipment and intangible assets of ¥5,935 million is the capital investment for corporate assets.
- Segment profit is adjusted from operating profit in the Consolidated Statement of Profit or Loss.
- Increase in property, plant and equipment and intangible assets include an increase in right-of-use assets.

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Millions of yen; amounts less than one million yen are truncated.)

	Metalworking Machinery	Metal Machine Tools	Other	Total	Reconciliations	Consolidated
Revenue						
Revenue from external customers	301,371	63,028	1,286	365,687	—	365,687
Intersegment revenue	—	—	—	—	—	—
Total	301,371	63,028	1,286	365,687	—	365,687
Segment profit	41,513	7,632	721	49,867	—	49,867
Finance income						2,894
Finance costs						(3,378)
Share of profit of investments accounted for using equity method						225
Profit before tax						49,608
Segment assets	456,447	73,475	9,259	539,182	108,379	647,562
(Other items)						
Depreciation and amortization	14,182	2,136	2	16,320	1,302	17,623
Investments in affiliates accounted for by equity method	591	111	—	702	—	702
Increase in property, plant and equipment and intangible assets	23,094	1,621	—	24,715	1,164	25,879

Notes:

- The “Other” classification refers to businesses not included within reportable segments. It principally comprises real estate leasing and automobile leasing.
- Reconciliations comprise the following.
 - The ¥108,379 million presented for segment assets under reconciliations is the amount for corporate assets not allocated to any reportable segment. These assets mainly comprise invested surplus funds at the Company (deposits, short-term investment securities and others), long term invested funds (investment securities) and customer training and reception facilities.
 - Income and expenses pertaining to customer training and reception facilities are shown included in each reportable segment, based on a rational allocation method. Assets, however, because of the difficulty of rational allocation, are shown in “Reconciliations” as common assets.
 - The adjustment of Increase in property, plant and equipment and intangible assets of ¥1,164 million is the capital investment for corporate assets.
- Segment profit is adjusted from operating profit in the Consolidated Statement of Profit or Loss.
- Increase in property, plant and equipment and intangible assets include an increase in right-of-use assets.

3. Product and Service Information

Revenue from external customers by product and service is as follows.

(Millions of yen; amounts less than one million yen are truncated.)

	Revenue from external customers	
	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Metalworking Machinery		
Sheet Metal Division	229,609	270,461
Micro Welding Division	26,282	30,910
Metal Machine Tools		
Cutting and Grinding Division	39,513	43,552
Stamping Presses Division	15,999	19,476
Others	1,252	1,286
Total	312,658	365,687

4. Regional Information

Revenue from external customers and non-current assets by geographic region are as follows.

(1) Revenue from External Customers

(Millions of yen; amounts less than one million yen are truncated.)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Japan	126,954	141,769
North America	72,709	96,260
Europe	63,382	71,840
China	15,557	15,502
Asia and other regions	34,055	40,315
Total	312,658	365,687

Note: Revenue is classified into countries or regions according to the location of customers.

(2) Non-current Assets

(Millions of yen; amounts less than one million yen are truncated.)

	As of March 31, 2022	As of March 31, 2023
Japan	131,308	142,177
North America	25,797	26,145
Europe	19,776	21,045
China	6,765	7,001
Asia and other regions	7,830	7,793
Total	191,477	204,162

Note:

1. Non-current assets are classified into countries or regions according to the location of customers and do not include financial instruments, deferred tax assets or retirement benefit asset.

5. Information on Major Customers

This information is omitted because among revenue from external customers there is no single external customer who accounts for 10% or more of revenue in the Consolidated Statement of Profit or Loss.

Supplementary Information

Status of Orders Received and Sales (Consolidated)

1. Orders Received

(Millions of yen; amounts less than one million yen are truncated.)

	Fiscal year ended March 31, 2022				Fiscal year ended March 31, 2023			
	Orders received		Balance of outstanding orders		Orders received		Balance of outstanding orders	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Sheet Metal Division	278,313	74.2	108,371	78.5	288,522	73.0	130,596	75.9
Micro Welding Division	30,387	8.1	9,864	7.2	34,225	8.7	13,700	7.9
Cutting and Grinding Division	43,781	11.7	9,691	7.0	51,148	13.0	17,609	10.2
Stamping Presses Division	21,305	5.7	10,077	7.3	19,625	5.0	10,246	6.0
Others	1,252	0.3	—	—	1,286	0.3	—	—
Total	375,040	100.0	138,005	100.0	394,808	100.0	172,152	100.0

2. Sales Results

(Millions of yen; amounts less than one million yen are truncated.)

	Fiscal year ended March 31, 2022		Fiscal year ended March 31, 2023	
	Amount	Ratio	Amount	Ratio
Sheet Metal Division	229,609	73.4	270,461	74.0
Micro Welding Division	26,282	8.4	30,910	8.4
Cutting and Grinding Division	39,513	12.7	43,552	11.9
Stamping Presses Division	15,999	5.1	19,476	5.3
Others	1,252	0.4	1,286	0.4
Total	312,658	100.0	365,687	100.0

Status of Sales revenue to Customers by Geographic Region

(Millions of yen; amounts less than one million yen are truncated.)

Period	Fiscal year ended March 31, 2022		Fiscal year ended March 31, 2023		Percentage change
	Amount	Ratio	Amount	Ratio	
Regions		%		%	%
Japan	126,954	40.6	141,769	38.8	11.7
Overseas	185,704	59.4	223,918	61.2	20.6
North America	72,709	23.3	96,260	26.3	32.4
Europe	63,382	20.3	71,840	19.6	13.3
Asia and other regions	49,612	15.8	55,817	15.3	12.5
	312,658	100.0	365,687	100.0	17.0