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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

August 8, 2023

Company name: RHEON AUTOMATIC MACHINERY CO., LTD.

Stock exchange listing: Tokyo

Code number: 6272

URL: <https://www.rheon.com>

Representative: Mikio Kobayashi

President &amp; C.E.O.

Contact: Tadao Fukuda

Managing Operating Officer

Phone: +81-28-665-1111

Scheduled date of filing quarterly securities report: August 10, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

## (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	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, 2023	8,134	3.0	802	353.9	876	221.4	576	421.8
June 30, 2022	7,897	49.5	176	-	272	-	110	-

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 1,503 million [ 49.3%]

Three months ended June 30, 2022: ¥ 1,006 million [ -%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	21.50		21.45	
June 30, 2022	4.12		4.11	

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2023	41,787	32,378	77.3	1,204.87
March 31, 2023	40,212	31,384	77.9	1,167.80

(Reference) Equity: As of June 30, 2023: ¥ 32,299 million

As of March 31, 2023: ¥ 31,305 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, 2023	-	12.00	-	19.00	31.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		15.00	-	16.00	31.00

(Note) Revision to the forecast for dividends announced most recently: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	16,600	(4.3)	1,550	81.7	1,610	62.2	1,270	54.7	47.38
Full year	34,800	(1.3)	3,450	14.7	3,540	10.3	2,700	(1.4)	100.72

(Note) Revision to the financial results forecast announced most recently: No

## \* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023

(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):

June 30, 2023: 28,392,000 shares

March 31, 2023: 28,392,000 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 1,584,643 shares

March 31, 2023: 1,584,469 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 26,807,444 shares

Three months ended June 30, 2022: 26,806,493 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	11,440,477	11,181,046
Notes and accounts receivable - trade	3,234,012	3,346,366
Merchandise and finished goods	5,339,139	6,107,539
Work in process	1,632,710	2,024,824
Raw materials and supplies	401,263	527,556
Other	637,868	615,850
Allowance for doubtful accounts	(21,490)	(28,972)
Total current assets	22,663,980	23,774,212
Non-current assets		
Property, plant and equipment		
Buildings and structures	16,073,737	16,597,423
Accumulated depreciation	(8,720,808)	(9,101,001)
Buildings and structures, net	7,352,928	7,496,422
Machinery, equipment and vehicles	9,366,488	9,955,797
Accumulated depreciation	(7,855,260)	(8,422,243)
Machinery, equipment and vehicles, net	1,511,228	1,533,554
Tools, furniture and fixtures	2,031,752	2,085,094
Accumulated depreciation	(1,874,688)	(1,914,709)
Tools, furniture and fixtures, net	157,064	170,385
Land	3,976,623	4,048,828
Leased assets	8,741	11,627
Accumulated depreciation	(2,331)	(2,964)
Leased assets, net	6,410	8,662
Construction in progress	482,361	630,798
Total property, plant and equipment	13,486,616	13,888,651
Intangible assets	1,176,670	1,188,014
Investments and other assets		
Investment securities	1,241,474	1,372,435
Retirement benefit asset	1,350,370	1,363,186
Other	297,672	205,415
Allowance for doubtful accounts	(4,109)	(4,537)
Total investments and other assets	2,885,407	2,936,500
Total non-current assets	17,548,694	18,013,166
Total assets	40,212,675	41,787,379

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,195,475	1,400,929
Short-term borrowings	794,722	469,722
Lease liabilities	1,999	2,667
Accrued expenses	610,501	1,337,697
Income taxes payable	381,540	333,607
Advances received	2,295,474	2,852,969
Provision for bonuses	762,834	374,928
Provision for bonuses for directors (and other officers)	16,800	5,800
Accounts payable - other	683,952	677,038
Other	205,561	119,729
Total current liabilities	6,948,863	7,575,090
Non-current liabilities		
Long-term borrowings	1,138,204	1,062,023
Lease liabilities	5,051	6,864
Deferred tax liabilities	341,304	370,543
Deferred tax liabilities for land revaluation	347,009	347,009
Asset retirement obligations	36,294	36,321
Other	11,158	11,064
Total non-current liabilities	1,879,023	1,833,827
Total liabilities	8,827,886	9,408,918
<b>Net assets</b>		
Shareholders' equity		
Share capital	7,351,750	7,351,750
Capital surplus	7,078,397	7,078,397
Retained earnings	17,780,924	17,848,055
Treasury shares	(770,280)	(770,520)
Total shareholders' equity	31,440,791	31,507,682
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	544,701	636,124
Revaluation reserve for land	(1,692,816)	(1,692,816)
Foreign currency translation adjustment	943,612	1,774,846
Remeasurements of defined benefit plans	69,528	73,652
Total accumulated other comprehensive income	(134,974)	791,806
Share acquisition rights	78,971	78,971
Total net assets	31,384,788	32,378,460
Total liabilities and net assets	40,212,675	41,787,379

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	7,897,934	8,134,881
Cost of sales	4,928,285	4,427,746
Gross profit	2,969,648	3,707,134
Selling, general and administrative expenses		
Advertising expenses	82,779	119,900
Packing and transportation costs	520,536	374,423
Provision of allowance for doubtful accounts	(7,630)	3,775
Sales commission	181,417	205,078
Salaries and allowances	724,015	760,386
Provision for bonuses	179,299	213,333
Provision for bonuses for directors (and other officers)	4,200	5,800
Retirement benefit expenses	37,478	39,263
Travel and transportation expenses	96,225	116,770
Depreciation	131,951	132,304
Research and development expenses	175,417	176,490
Other	667,233	757,463
Total selling, general and administrative expenses	2,792,924	2,904,990
Operating profit	176,724	802,144
Non-operating income		
Interest income	1,341	1,300
Dividend income	11,776	15,175
Gain on sale of goods	5,683	3,692
Foreign exchange gains	66,281	21,681
Surrender value of insurance policies	-	2,210
Sold power	6,719	5,983
Other	15,072	30,161
Total non-operating income	106,874	80,206
Non-operating expenses		
Interest expenses	3,065	2,736
Sold power expenses	2,182	2,035
Other	5,603	1,069
Total non-operating expenses	10,851	5,841
Ordinary profit	272,747	876,509
Profit before income taxes	272,747	876,509
Income taxes - current	134,024	244,703
Income taxes - deferred	28,250	55,331
Total income taxes	162,275	300,035
Profit	110,472	576,474
Profit attributable to owners of parent	110,472	576,474

## Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousands of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	110,472	576,474
Other comprehensive income		
Valuation difference on available-for-sale securities	47,526	91,422
Foreign currency translation adjustment	826,738	831,234
Remeasurements of defined benefit plans, net of tax	22,186	4,123
Total other comprehensive income	896,451	926,781
Comprehensive income	1,006,924	1,503,255
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,006,924	1,503,255