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Consolidated Financial Results for the Three Months Ended June 30, 2021 [Japanese GAAP]



August 10, 2021

Company name: YAOKO CO., LTD.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 8279
 URL: <https://www.yaoko-net.com/>
 Representative: Kawano Sumito, President and Representative Director
 Contact: Kamiike Masanobu, Managing Director and Chief Director of Business Management
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 Scheduled date of filing quarterly securities report: August 10, 2021
 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, 2021 (April 1, 2021 to June 30, 2021)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Total revenue		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2021	131,523	1.2	8,134	(2.3)	8,068	(3.3)	5,422	(3.7)
June 30, 2020	129,925	17.3	8,328	60.1	8,342	59.6	5,632	62.6

(Note) Comprehensive income: Three months ended June 30, 2021: ¥5,423 million [(5.3) %]
 Three months ended June 30, 2020: ¥5,727 million [63.7 %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2021	139.63	131.18
June 30, 2020	145.06	136.32

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2021	271,736	119,964	44.1	3,088.92
As of March 31, 2021	269,121	116,625	43.3	3,003.15

(Reference) Equity: As of June 30, 2021: ¥119,964 million
 As of March 31, 2021: ¥116,625 million

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2021	Yen -	Yen 32.50	Yen -	Yen 53.00	Yen 85.50
Fiscal year ending March 31, 2022	-				
Fiscal year ending March 31, 2022 (Forecast)		36.25	-	36.25	72.50

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022 (April 1, 2021 to March 31, 2022)

(% indicates changes from the previous corresponding period.)

	Total revenue		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	508,600	0.1	22,300	(0.7)	21,800	(1.9)	14,200	(2.7)	365.67

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2021 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New: - company (Name of company) Exclusion: - company (Name of company)

(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: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(Note) For details, please refer to page 8 of the Attachment, "Consolidated Financial Statements and Primary Notes, (3) Notes to the Consolidated Financial Statements, Changes in accounting policies."

(4) Total number of issued shares (common stock)

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

June 30, 2021: 40,013,722 shares

March 31, 2021: 40,013,722 shares

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

June 30, 2021: 1,176,583 shares

March 31, 2021: 1,179,180 shares

3) Average number of shares during the period:

Three months ended June 30, 2021: 38,836,065 shares

Three months ended June 30, 2020: 38,831,411 shares

* These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit firms.

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on certain assumptions in light of information currently available and deemed reasonable and are not a guarantee of future performance. Actual results may differ significantly from these forecasts due to a wide range of factors. For details on conditions for the assumptions of financial results forecasts and notes for the use of financial results forecasts, please refer to page 4 of the Japanese version of the Attachment, “1. Qualitative Information on Financial Results for the Three Months Ended June 30, 2021, (3) Explanation of financial results forecast and forward-looking information.”

Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and bank deposits	32,080	31,081
Accounts receivable—trade	7,044	6,956
Merchandise and finished products	8,126	8,799
Raw materials and supplies	244	243
Other	10,596	9,354
Total current assets	58,091	56,436
Non-current assets		
Tangible fixed assets		
Buildings and structures (net)	68,312	69,521
Land	72,922	77,022
Other (net)	28,399	28,422
Total tangible fixed assets	169,634	174,966
Intangible fixed assets		
Goodwill	1,015	761
Other	7,014	6,881
Total intangible fixed assets	8,030	7,643
Investments and other assets		
Deferred tax assets	7,019	6,157
Guarantee deposits paid	19,998	20,272
Other	6,316	6,233
Total investments and other assets	33,333	32,662
Total non-current assets	210,999	215,272
Deferred assets	29	27
Total assets	269,121	271,736

(Millions of Yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Accounts payable—trade	31,314	30,664
Current portion of long-term loans payable	12,639	12,108
Income taxes payable	4,138	1,995
Provision for bonuses for employees	2,611	1,657
Other	18,584	13,262
Total current liabilities	69,287	59,688
Long-term liabilities		
Bonds payable	15,047	15,043
Long-term loans payable	45,437	53,139
Deferred tax liabilities	1,111	1,124
Deferred tax liabilities on revaluation	34	34
Provision for retirement benefits for directors	225	226
Provision for retirement benefits for executive officers	31	32
Provision for stock compensation for employees	1,980	1,966
Provision for stock compensation for directors	179	188
Liability for retirement benefits	4,039	4,105
Asset retirement obligations	4,914	4,955
Other	10,205	11,264
Total long-term liabilities	83,207	92,082
Total liabilities	152,495	151,771
Net assets		
Shareholders' equity		
Common stock	4,199	4,199
Capital surplus	7,017	7,017
Retained earnings	113,716	117,042
Treasury stock	(4,767)	(4,754)
Total shareholders' equity	120,166	123,504
Accumulated other comprehensive income		
Unrealized gains on available-for-sale securities	194	165
Revaluation reserve for land	(3,370)	(3,370)
Remeasurements of defined benefit plans	(364)	(335)
Total accumulated other comprehensive income	(3,540)	(3,539)
Total net assets	116,625	119,964
Total liabilities and net assets	269,121	271,736

(2) Consolidated Statements of Income and Comprehensive Income
Consolidated Statements of Income

(Millions of Yen)

	Three months ended June 30, 2020 (April 1, 2020 - June 30, 2020)	Three months ended June 30, 2021 (April 1, 2021 - June 30, 2021)
Net sales	124,775	126,125
Cost of sales	92,287	93,799
Gross profit	32,487	32,326
Operating revenue	5,149	5,397
Operating gross profit	37,637	37,723
Selling, general and administrative expenses	29,309	29,589
Operating income	8,328	8,134
Non-operating income		
Interest income	24	25
Dividend income	4	4
Subsidy income	98	92
Other	26	22
Total non-operating income	153	144
Non-operating expenses		
Interest expenses	136	205
Other	3	6
Total non-operating expenses	139	211
Ordinary income	8,342	8,068
Extraordinary income		
Gain on sales of fixed assets	-	1
Penalty income on lease contracts	0	-
Total extraordinary income	0	1
Extraordinary losses		
Loss on sales of fixed assets	-	0
Loss on disposal of fixed assets	13	8
Total extraordinary losses	13	9
Income before income taxes	8,330	8,060
Income taxes - current	1,881	1,763
Income taxes - deferred	815	874
Total income taxes	2,697	2,637
Net income	5,632	5,422
Net income attributable to owners of parent	5,632	5,422

Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Three months ended June 30, 2020 (April 1, 2020 - June 30, 2020)	Three months ended June 30, 2021 (April 1, 2021 - June 30, 2021)
Net income	5,632	5,422
Other comprehensive income		
Unrealized gains on available-for-sale securities	52	(29)
Remeasurements of defined benefit plans	41	29
Total other comprehensive income	94	0
Comprehensive income	5,727	5,423
Comprehensive income attributable to		
Owners of parent	5,727	5,423

(3) Notes to the Consolidated Financial Statements

Notes on going concern assumption

Not applicable.

Notes in the Event of Material Changes in the Amount of Shareholders' Equity

Not applicable.

Changes in accounting policies

The Company has adopted the “Accounting Standard for Fair Value Measurement” (ASBJ Statement No. 30, July 4, 2019; hereinafter referred to as “Fair Value Measurement Accounting Standard”), etc. from the beginning of the first quarter under review, and will apply new accounting policies prescribed by the Fair Value Measurement Accounting Standard, etc. into the future in accordance with the transitional treatment stipulated in Paragraph 19 of the Fair Value Measurement Accounting Standard and Paragraph 44-2 of the “Accounting Standard for Financial Instruments” (ASBJ Statement No. 10, July 4, 2019). The adoption has no impact on quarterly consolidated financial statements.