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



November 10, 2022

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, Senior Managing Director and Chief Director of Business Management
 Phone: +81-49-246-7000
 Scheduled date of filing quarterly securities report: November 10, 2022
 Scheduled date of commencing dividend payments: December 5, 2022
 Availability of supplementary briefing material on quarterly financial results: Yes
 Schedule of quarterly financial results briefing session: Yes

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 1, 2022 to September 30, 2022)

(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	%
Six months ended September 30, 2022	279,856	3.9	15,965	(7.5)	15,730	(7.5)	10,759	(5.7)
September 30, 2021	269,426	4.2	17,250	9.0	17,000	8.0	11,406	6.8

(Note) Comprehensive income: Six months ended September 30, 2022: ¥10,772 million [(6.0)%]

Six months ended September 30, 2021: ¥11,455 million [5.8%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	277.00	260.19
September 30, 2021	293.71	275.94

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2022	307,772	137,937	44.8	3,550.37
As of March 31, 2022	305,997	128,828	42.1	3,317.02

(Reference) Equity: As of September 30, 2022: ¥137,937 million

As of March 31, 2022: ¥128,828 million

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	36.25	-	43.75	80.00
Fiscal year ending March 31, 2023	-	40.00			
Fiscal year ending March 31, 2023 (Forecast)			-	40.00	80.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% 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	546,000	1.9	25,500	5.9	24,700	6.1	16,000	4.0	411.97

(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
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: 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 stock)
 - 1) Total number of issued shares at the end of the period (including treasury stocks):
September 30, 2022: 40,013,722 shares
March 31, 2022: 40,013,722 shares
 - 2) Total number of treasury stocks at the end of the period:
September 30, 2022: 1,162,203 shares
March 31, 2022: 1,174,975 shares
 - 3) Average number of shares during the period:
Six months ended September 30, 2022: 38,843,117 shares
Six months ended September 30, 2021: 38,836,691 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 Six Months Ended September 30, 2022, (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, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and bank deposits	31,268	31,544
Accounts receivable—trade	8,255	8,502
Merchandise and finished products	9,112	9,101
Raw materials and supplies	311	384
Other	11,355	11,063
Total current assets	60,303	60,597
Non-current assets		
Tangible fixed assets		
Buildings and structures (net)	82,341	82,057
Land	93,176	93,237
Other (net)	23,115	24,352
Total tangible fixed assets	198,633	199,647
Intangible fixed assets	6,512	6,506
Investments and other assets		
Deferred tax assets	7,547	7,205
Deferred tax assets for land revaluation	8	-
Guarantee deposits paid	21,245	21,806
Other	11,725	11,992
Total investments and other assets	40,527	41,005
Total non-current assets	245,673	247,159
Deferred assets	20	15
Total assets	305,997	307,772

(Millions of Yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Accounts payable—trade	34,069	32,866
Current portion of long-term loans payable	4,671	4,338
Income taxes payable	4,712	5,122
Provision for bonuses for employees	2,733	3,482
Other	18,756	13,748
Total current liabilities	64,942	59,557
Long-term liabilities		
Bonds payable	15,032	15,025
Long-term loans payable	72,766	70,597
Deferred tax liabilities	1,106	1,065
Deferred tax liabilities on revaluation	-	34
Provision for retirement benefits for directors	228	229
Provision for retirement benefits for executive officers	34	25
Provision for stock compensation for employees	2,524	2,490
Provision for stock compensation for directors	160	175
Liability for retirement benefits	4,100	4,235
Asset retirement obligations	5,360	5,429
Other	10,912	10,968
Total long-term liabilities	112,226	110,277
Total liabilities	177,168	169,835
Net assets		
Shareholders' equity		
Common stock	4,199	4,199
Capital surplus	7,160	7,160
Retained earnings	125,180	134,208
Treasury stock	(4,888)	(4,820)
Total shareholders' equity	131,652	140,748
Accumulated other comprehensive income		
Unrealized gains on available-for-sale securities	171	168
Revaluation reserve for land	(2,939)	(2,939)
Remeasurements of defined benefit plans	(55)	(39)
Total accumulated other comprehensive income	(2,823)	(2,810)
Total net assets	128,828	137,937
Total liabilities and net assets	305,997	307,772

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

(Millions of Yen)

	Six months ended September 30, 2021 (April 1, 2021 – September 30, 2021)	Six months ended September 30, 2022 (April 1, 2022 – September 30, 2022)
Net sales	258,444	268,579
Cost of sales	192,027	200,760
Gross profit	66,416	67,819
Operating revenue	10,982	11,276
Operating gross profit	77,398	79,096
Selling, general and administrative expenses	60,148	63,131
Operating income	17,250	15,965
Non-operating income		
Interest income	52	54
Dividend income	4	5
Share of profit of entities accounted for using equity method	-	148
Subsidy income	92	-
Other	34	38
Total non-operating income	184	246
Non-operating expenses		
Interest expenses	426	475
Other	8	5
Total non-operating expenses	434	480
Ordinary income	17,000	15,730
Extraordinary income		
Gain on sales of fixed assets	1	-
Penalty income on lease contracts	-	2
Total extraordinary income	1	2
Extraordinary losses		
Loss on sales of fixed assets	0	-
Loss on disposal of fixed assets	24	14
Total extraordinary losses	24	14
Income before income taxes	16,977	15,717
Income taxes - current	5,502	4,619
Income taxes - deferred	68	338
Total income taxes	5,570	4,958
Net income	11,406	10,759
Net income attributable to owners of parent	11,406	10,759

Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Six months ended September 30, 2021 (April 1, 2021 – September 30, 2021)	Six months ended September 30, 2022 (April 1, 2022 – September 30, 2022)
Net income	11,406	10,759
Other comprehensive income		
Unrealized gains on available-for-sale securities	(10)	(2)
Remeasurements of defined benefit plans	58	15
Share of other comprehensive income of entities accounted for using equity method	-	(0)
Total other comprehensive income	48	12
Comprehensive income	11,455	10,772
Comprehensive income attributable to Owners of parent	11,455	10,772

(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.