

Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 [Japanese GAAP]



April 24, 2024

Company name: Toyo Machinery & Metal Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6210
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 Scheduled date of Annual General Meeting of Shareholders: June 25, 2024
 Scheduled date of filing Annual securities report: June 25, 2024
 Scheduled date of commencing dividend payments: June 26, 2024
 Availability of supplementary briefing material on annual financial results: Yes
 Schedule of annual financial results briefing session: No

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	28,842	(18.3)	(119)	-	(64)	-	(1,293)	-
March 31, 2023	35,298	6.1	1,319	(25.0)	1,538	(21.9)	648	(49.3)

(Note) Comprehensive income: Year ended March 31, 2024: ¥ (739)million [- %]

Year ended March 31, 2023: ¥ 1,050 million [(38.7)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets	Operating income to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	(62.99)	-	-	-	-
March 31, 2023	31.59	-	3.3	4.9	3.7

(Reference) Share of profit of entities accounted for using equity method:

Fiscal year ended March 31, 2024: ¥ 4 million

Fiscal year ended March 31, 2023: ¥ 67 million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	30,062	18,584	60.3	883.30
As of March 31, 2023	31,901	19,985	61.5	955.97

(Reference) Equity: As of March 31, 2024: ¥ 18,138 million

As of March 31, 2023: ¥ 19,621 million

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2024	552	(643)	(370)	6,167
March 31, 2023	256	(565)	(470)	6,502

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2023	-	15.00	-	15.00	30.00	615	95.0	3.1
March 31, 2024	-	17.50	-	17.50	35.00	718	-	3.7
Fiscal year ending March 31, 2025 (Forecast)	-	17.50	-	17.50	35.00		718.7	

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 income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	13,500	(4.0)	(250)	-	(200)	-	(350)	-	(17.04)
Full year	31,000	7.5	300	-	400	-	100	-	4.87

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
New companies: –
Excluded companies: –
- (2) 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
- (3) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
March 31, 2024: 20,703,000 shares
March 31, 2023: 20,703,000 shares
 - 2) Total number of treasury shares at the end of the period:
March 31, 2024: 168,020 shares
March 31, 2023: 177,429 shares
 - 3) Average number of shares during the period:
Fiscal Year ended March 31, 2024: 20,532,135 shares
Fiscal Year ended March 31, 2023: 20,522,028 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	25,147	12.7	(652)	-	0	(100)	(822)	-
March 31, 2023	28,803	8.8	(96)	-	539	(7.1)	448	0.9

Fiscal year ended	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
March 31, 2024	(40.06)		-	
March 31, 2023	21.84		-	

(2) Non-consolidated Financial Position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
As of March 31, 2024	24,380		13,319		54.6		648.63	
As of March 31, 2023	26,440		14,754		55.8		718.82	

(Reference) Equity: As of March 31, 2024: ¥13,319 million

As of March 31, 2023: ¥14,754 million

* This Consolidated Financial Results is not subject to auditing performed by certified public accountant or audit firm.

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

(Notice about forward-looking statements)

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions which the Company deems as reasonable, and do not constitute a guarantee that they will be achieved by the Company. Actual results may differ significantly from these forecasts due to a wide range of factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	6,502	6,167
Notes and accounts receivable - trade	5,750	4,692
Electronically recorded monetary claims -	2,701	2,197
Merchandise and finished goods	3,153	2,963
Work in process	3,328	3,594
Raw materials and supplies	909	990
Other	1,395	1,315
Allowance for doubtful accounts	(10)	(7)
Total current assets	23,731	21,912
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,821	4,354
Machinery, equipment and vehicles, net	1,238	1,157
Tools, furniture and fixtures, net	100	134
Land	780	782
Leased assets, net	11	48
Construction in progress	452	31
Total property, plant and equipment	6,404	6,508
Intangible assets	438	397
Investments and other assets		
Investment securities	1,048	1,048
Deferred tax assets	215	142
Other	498	615
Allowance for doubtful accounts	(435)	(562)
Total investments and other assets	1,327	1,243
Total non-current assets	8,170	8,149
Total assets	31,901	30,062

(Million yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,184	3,400
Electronically recorded obligations - operating	1,178	993
Short-term loans payable	1,500	2,000
Current portion of long-term loans payable	200	160
Accrued expenses	665	607
Income taxes payable	126	139
Accrued consumption taxes	8	16
Provision for product warranties	65	55
Provision for directors' bonuses	11	-
Other	1,595	1,492
Total current liabilities	9,535	8,866
Non-current liabilities		
Long-term loans payable	260	100
Net defined benefit liability	2,102	1,813
Provision for share awards for directors	-	651
Other	17	47
Total non-current liabilities	2,380	2,612
Total liabilities	11,916	11,478
Net assets		
Shareholders' equity		
Capital stock	2,506	2,506
Capital surplus	2,389	2,393
Retained earnings	13,907	11,947
Treasury shares	(34)	(32)
Total shareholders' equity	18,769	16,814
Accumulated other comprehensive income		
Valuation difference on available-for-sale	142	208
Deferred gains or losses on hedges	(3)	(17)
Foreign currency translation adjustment	674	970
Remeasurements of defined benefit plans	39	163
Total accumulated other comprehensive income	852	1,323
Non-controlling interests	363	446
Total net assets	19,985	18,584
Total liabilities and net assets	31,901	30,062

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	35,298	28,842
Cost of sales	28,370	23,555
Gross profit	6,928	5,286
Selling, general and administrative expenses	5,608	5,405
Operating profit (Loss)	1,319	(119)
Non-operating income		
Interest and dividend income	24	31
Rent income on non-current assets	67	67
Foreign exchange gain	52	-
Share of profit of entities accounted for using equity method	67	4
Other	32	26
Total non-operating income	244	130
Non-operating expenses		
Interest expenses	6	8
Rent expenses on non-current assets	8	8
Loss on disposal of fixed assets	4	0
Foreign exchange losses	-	49
Commission fee	2	2
Other	4	6
Total non-operating expenses	25	74
Ordinary profit(loss)	1,538	(64)
Extraordinary profit		
Gain on sales of investment securities	27	1
Total extraordinary profit	27	1
Extraordinary losses		
Loss on retirement of non-current assets	17	61
Provision of allowance for doubtful accounts	383	105
Loss on special investigation	-	140
Total extraordinary losses	401	307
Profit (Loss) before income tax	1,163	(370)
Income taxes - current	346	224
Income taxes - deferred	138	648
Total income taxes	484	873
Profit (Loss)	678	(1,243)
Profit attributable to non-controlling interests	30	49
Profit (Loss) attributable to owners of parent	648	(1,293)

Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit (Loss)	678	(1,243)
Other comprehensive income		
Valuation difference on available-for-sale securities	46	65
Deferred gains or losses on hedges	-	(16)
Foreign currency translation adjustment	284	269
Remeasurements of defined benefit plans, net of tax	6	124
Share of other comprehensive income of entities accounted for using equity method	34	60
Total other comprehensive income	372	503
Comprehensive income	1,050	(739)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	989	(822)
Comprehensive income attributable to non-controlling interests	61	82

(3) Consolidated Statement of Changes in Equity
For the fiscal year ended March 31, 2023

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,506	2,385	13,926	(36)	18,781
Changes of items during period					
Dividends of surplus			(666)		(666)
Profit(loss) attributable to owners of parent			648		648
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		4		2	6
Net changes of items other than shareholders' equity					
Total changes of items during period	-	4	(18)	2	(12)
Balance at end of current period	2,506	2,389	13,907	(34)	18,769

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	95	(0)	383	32	511	301	19,595
Changes of items during period							
Dividends of surplus							(666)
Profit(loss) attributable to owners of parent							648
Purchase of treasury shares							(0)
Disposal of treasury shares							6
Net changes of items other than shareholders' equity	46	(3)	291	6	340	61	402
Total changes of items during period	46	(3)	291	6	340	61	390
Balance at end of current period	142	(3)	674	39	852	363	19,985

For the fiscal year ended March 31, 2024

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,506	2,389	13,907	(34)	18,769
Changes of items during period					
Dividends of surplus			(667)		(667)
Profit(loss) attributable to owners of parent			(1,293)		(1,293)
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		4		1	6
Net changes of items other than shareholders' equity					
Total changes of items during period	-	4	(1,960)	1	(1,954)
Balance at end of current period	2,506	2,393	11,947	(32)	16,814

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	142	(3)	674	39	852	363	19,985
Changes of items during period							
Dividends of surplus							(667)
Profit(loss) attributable to owners of parent							(1,293)
Purchase of treasury shares							(0)
Disposal of treasury shares							6
Net changes of items other than shareholders' equity	65	(13)	295	124	471	82	553
Total changes of items during period	65	(13)	295	124	471	82	(1,400)
Balance at end of current period	208	(17)	970	163	1,323	446	18,584

(4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit (loss) before income taxes	1,163	(370)
Depreciation	838	845
Increase (decrease) in allowance for doubtful accounts	428	103
Increase (decrease) in provision for directors' bonuses	(8)	(11)
Increase (decrease) in provision for share awards for directors	(4)	-
Increase (decrease) in provision for product warranties	4	(9)
Increase (decrease) in net defined benefit liability	(109)	(109)
Interest and dividend income	(24)	(31)
Interest expenses	6	8
Foreign exchange gain	(8)	0
Subsidy income	(2)	(7)
Loss on retirement of non-current assets	22	61
Share of loss (profit) of entities accounted for using equity	(67)	(4)
Gain on sale of investment securities	(27)	(1)
Decrease (increase) in notes and accounts receivable - trade	(965)	1,597
Decrease (increase) in inventories	(704)	(241)
Increase (decrease) in notes and accounts payable – trade	388	(1,032)
Increase (decrease) in accrued consumption taxes	(32)	8
Decrease (increase) in consumption taxes refund receivable	(114)	(9)
Loss on special investigation	-	140
Other	(134)	(186)
Subtotal	648	749
Interest and dividend income received	106	145
Subsidies received	2	7
Interest expenses paid	(7)	(10)
Loss on Special Investigation paid	-	(140)
Income taxes paid	(493)	(199)
Net cash provided by (used in) operating activities	256	552
Cash flows from investing activities		
Purchase of property, plant and equipment	(493)	(594)
Purchase of intangible assets	(64)	(82)
Purchase of investment securities	(7)	-
Proceeds from sale of investment securities	-	33
Other	0	0
Net cash provided by (used in) investing activities	(565)	(643)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	400	500
Repayments of long-term loans payable	(200)	(200)
Cash dividends paid	(666)	(663)
Other	(3)	(6)
Net cash provided by (used in) financing activities	(470)	(370)
Effect of exchange rate change on cash and cash equivalents	137	125
Net increase (decrease) in cash and cash equivalents	(641)	(335)
Cash and cash equivalents at beginning of period	7,143	6,502
Cash and cash equivalents at end of period	6,502	6,167