

Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]



October 30, 2024

Company name: Toyo Machinery & Metal Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 6210

URL: <http://www.toyo-mm.co.jp/>

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Scheduled date of filing semi-annual securities report: November 14, 2024

Scheduled date of commencing dividend payments: December 2, 2024

Availability of supplementary briefing materials on semi-annual financial results: Yes

Schedule of semi-annual financial results briefing session: None

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2024	12,745	(9.3)	(431)	-	(396)	-	(518)	-
Six months ended September 30, 2023	14,058	(17.5)	2	(99.7)	55	(92.9)	(318)	-

(Note) Comprehensive income: Six months ended September 30, 2024: ¥76 million [185.4%]

Six months ended September 30, 2023: ¥26 million [(96.9)%]

	Profit per share	Diluted profit per share
Six months ended September 30, 2024	Yen (25.24)	Yen -
Six months ended September 30, 2023	(15.51)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of September 30, 2024	Million yen 31,628	Million yen 18,308	% 56.3
As of March 31, 2024	30,062	18,584	60.3

(Reference) Equity: As of September 30, 2024: ¥17,816 million

As of March 31, 2024: ¥18,138 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2024	Yen -	Yen 17.50	Yen -	Yen 17.50	Yen 35.00
Fiscal year ending March 31, 2025	-	17.50			
Fiscal year ending March 31, 2025 (Forecast)			-	17.50	35.00

(Note) Revision to the most recent dividend forecast: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	Profit per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	Yen
	28,000	(2.9)	(250)	-	(80)	-	(350)	(17.04)

(Note) Revision to the most recent financial results forecast: Yes

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): None
 New companies:-
 Excluded companies: -
- (2) Application of specific accounting methods in the preparation of semi-annual consolidated financial statements:
 None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 1) Changes in accounting policies due to the revision of accounting standards: None
 2) Changes in accounting policies other than 1) above: None
 3) Changes in accounting estimates: Yes
 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
 1) Total number of issued shares at the end of the period (including treasury shares):
 September 30, 2024: 20,703,000 shares
 March 31, 2024: 20,703,000 shares
 2) Total number of treasury shares at the end of the period:
 September 30, 2024: 159,330 shares
 March 31, 2024: 168,020shares
 3) Average number of shares during the period:
 Six months ended September 30, 2024: 20,538,731 shares
 Six months ended September 30, 2023: 20,529,620 shares
- * Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

*** Proper use of earnings forecasts, and other special matters**

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.

1. Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheets

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	6,167	6,799
Notes and accounts receivable - trade	4,692	4,658
Electronically recorded monetary claims - operating	2,197	1,394
Merchandise and finished goods	2,963	4,118
Work in process	3,594	3,547
Raw materials and supplies	990	1,282
Other	1,315	1,258
Allowance for doubtful accounts	(7)	(7)
Total current assets	21,912	23,051
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,354	4,320
Machinery, equipment and vehicles, net	1,157	1,044
Tools, furniture and fixtures, net	134	122
Land	782	782
Leased assets, net	48	107
Construction in progress	31	648
Total property, plant and equipment	6,508	7,026
Intangible assets	397	346
Investments and other assets		
Investment securities	1,048	1,010
Deferred tax assets	142	140
Other	615	674
Allowance for doubtful accounts	(562)	(622)
Total investments and other assets	1,243	1,203
Total non-current assets	8,149	8,577
Total assets	30,062	31,628

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,400	3,481
Electronically recorded obligations - operating	993	1,100
Short-term loans payable	2,000	2,000
Current portion of long-term loans payable	160	400
Accrued expenses	607	608
Income taxes payable	139	155
Accrued consumption taxes	16	12
Provision for product warranties	55	51
Provision for directors' bonuses	-	1
Provision for loss on disaster	-	271
Other	1,492	1,778
Total current liabilities	8,866	9,861
Non-current liabilities		
Long-term loans payable	100	960
Net defined benefit liability	1,813	1,715
Provision for share awards for directors	-	1
Deferred tax liabilities	651	684
Other	47	97
Total non-current liabilities	2,612	3,458
Total liabilities	11,478	13,320
Net assets		
Shareholders' equity		
Capital stock	2,506	2,506
Capital surplus	2,393	2,398
Retained earnings	11,947	11,069
Treasury shares	(32)	(30)
Total shareholders' equity	16,814	15,943
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	208	219
Deferred gains or losses on hedges	(17)	0
Foreign currency translation adjustment	970	1,491
Remeasurements of defined benefit plans	163	161
Total accumulated other comprehensive income	1,323	1,873
Non-controlling interests	446	491
Total net assets	18,584	18,308
Total liabilities and net assets	30,062	31,628

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income
Semi-annual Consolidated Statements of Income
Six Months Ended September 30

(Million yen)

	For the Six months ended September 30, 2023	For the Six months ended September 30, 2024
Net sales	14,058	12,745
Cost of sales	11,423	10,491
Gross profit	2,635	2,253
Selling, general and administrative expenses	2,633	2,685
Operating profit(loss)	2	(431)
Non-operating income		
Interest and dividend income	11	17
Rent income on non-current assets	33	34
Foreign exchange gain	-	27
Compensation income	7	-
Share of loss of entities accounted for using the equity method	12	-
Other	10	20
Total non-operating income	75	99
Non-operating expenses		
Interest expenses	1	15
Commission fee	1	1
Rent expenses on non-current assets	4	4
Loss on sale of notes receivable - trade	-	1
Loss on retirement of non-current assets	-	4
Foreign exchange losses	11	-
Share of loss of entities accounted for using equity method	-	33
Other	3	4
Total non-operating expenses	21	64
Ordinary profit(loss)	55	(396)
Extraordinary income		
Disaster insurance income	-	301
Total extraordinary income	-	301
Extraordinary losses		
Provision of allowance for doubtful accounts	106	-
Loss on valuation of investment securities	-	4
Loss on special investigation	140	-
Provision for loss on disaster	-	273
Total extraordinary losses	246	278
Loss before income taxes	(190)	(374)
Income taxes – current	108	101
Income taxes – deferred	(4)	22
Total income taxes	103	123
Loss	(294)	(497)
Profit attributable to non-controlling interests	23	20
Loss attributable to owners of parent	(318)	(518)

Semi-annual Consolidated Statements of Comprehensive Income
Six Months Ended September 30

(Million yen)

	For the Six months ended September 30, 2023	For the Six months ended September 30, 2024
Loss	(294)	(497)
Other comprehensive income		
Valuation difference on available-for-sale securities	15	11
Deferred gains or losses on hedges	(28)	17
Foreign currency translation adjustment	266	502
Remeasurements of defined benefit plans, net of tax	0	(2)
Share of other comprehensive income of entities accounted for using the equity method	68	45
Total other comprehensive income	321	574
Comprehensive income	26	76
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(23)	31
Comprehensive income attributable to non-controlling interests	50	45

(3) Semi-annual Consolidated Statement of Cash Flows

Semi-annual Consolidated Statement of Cash Flows

Six Months Ended September 30

(Million yen)

	For the Six months ended September 30, 2023	For the Six months ended September 30, 2024
Cash flows from operating activities		
Loss before income taxes	(190)	(374)
Depreciation	402	419
Increase (decrease) in allowance for doubtful accounts	102	(0)
Increase (decrease) in provision for bonuses for directors	(10)	1
Increase (decrease) in provision for share awards for directors	-	1
Increase (decrease) in provision for product warranties	(3)	(4)
Increase (decrease) in retirement benefit liability	(66)	(101)
Increase (decrease) in provision for loss on disaster	-	271
Interest and dividend income	(11)	(17)
Interest expenses	1	15
Foreign exchange losses (gains)	(4)	15
Subsidy income	(7)	-
Proceeds from insurance income	-	(301)
Loss on retirement of non-current assets	0	4
Share of loss (profit) of entities accounted for using equity method	(12)	33
Loss (gain) on valuation of investment securities	-	4
Decrease (increase) in trade receivables	2,624	928
Decrease (increase) in inventories	(1,284)	(1,251)
Increase (decrease) in trade payables	(668)	110
Increase (decrease) in accrued consumption taxes	4	(4)
Decrease (increase) in consumption taxes refund receivable	363	414
Loss on special investigation	140	-
Other, net	(501)	135
Subtotal	878	301
Interest and dividends received	68	17
Subsidies received	7	-
Interest paid	(3)	(16)
Amount paid for special investigation costs	(52)	-
Income taxes paid	(90)	(13)
Net cash provided by (used in) operating activities	807	288
Cash flows from investing activities		
Purchase of property, plant and equipment	(240)	(600)
Purchase of intangible assets	(29)	(2)
Proceeds from sale of investment securities	31	-
Proceeds from sale of non-current assets	0	-
Other payments	-	(0)
Net cash provided by (used in) investing activities	(237)	(603)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	500	-
Proceeds from long-term borrowings	-	1,200
Repayments of long-term borrowings	(100)	(100)
Dividends paid	(307)	(354)
Other, net	(2)	(8)
Net cash provided by (used in) financing activities	89	737
Effect of exchange rate change on cash and cash equivalents	132	208
Net increase (decrease) in cash and cash equivalents	792	631
Cash and cash equivalents at beginning of period	6,502	6,167
Cash and cash equivalents at end of period	7,294	6,799