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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 08, 2022

Company name: RHEON AUTOMATIC MACHINERY CO., LTD.

Stock exchange listing: Tokyo

Code number: 6272

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

Representative: Mikio Kobayashi

President & C.E.O.

Contact: Tadao Fukuda

Managing Operating Officer

Phone: 028-665-1111

Scheduled date of filing quarterly securities report: August 10, 2022

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, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	7,897	49.5	176	-	272	-	110	-
June 30, 2021	5,281	22.0	(104)	-	(75)	-	(69)	-

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 1,006 million [-%]
Three months ended June 30, 2021: ¥ (39) million [-%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	4.12		4.11	
June 30, 2021	(2.58)		-	

(2) Consolidated Financial Position

	Total assets		Net assets		Capital adequacy ratio	Net assets per share
	Million yen		Million yen		%	Yen
As of June 30, 2022	37,937		29,169		76.7	1,085.53
March 31, 2022	36,651		28,377		77.2	1,055.92

(Reference) Equity: As of June 30, 2022: ¥ 29,100 million
As of March 31, 2022: ¥ 28,303 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, 2022	-	8.00	-	8.00	16.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		12.00	-	12.00	24.00

(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 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	14,800	16.6	870	11.2	900	8.3	840	8.0	31.34
Full year	31,420	18.2	2,540	131.0	2,550	73.7	2,190	47.3	81.70

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022

(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: Yes

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, 2022: 28,392,000 shares

March 31, 2022: 28,392,000 shares

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

June 30, 2022: 1,583,857 shares

March 31, 2022: 1,587,157 shares

3) Average number of shares during the period:

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

Three months ended June 30, 2021: 26,798,209 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2022	As of June 30,2022
Assets		
Current assets		
Cash and deposits	10,000,186	9,199,745
Notes and accounts receivable - trade	2,330,771	3,112,093
Merchandise and finished goods	4,474,788	5,122,542
Work in process	1,675,657	1,660,381
Raw materials and supplies	431,829	567,304
Other	903,724	766,971
Allowance for doubtful accounts	(24,604)	(19,813)
Current assets	19,792,353	20,409,226
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,340,529	15,952,571
Accumulated depreciation	(8,077,671)	(8,487,730)
Buildings and structures, net	7,262,857	7,464,841
Machinery, equipment and vehicles	8,516,409	9,238,600
Accumulated depreciation	(7,112,203)	(7,755,895)
Machinery, equipment and vehicles, net	1,404,205	1,482,705
Tools, furniture and fixtures	1,964,886	2,018,880
Accumulated depreciation	(1,819,455)	(1,860,108)
Tools, furniture and fixtures, net	145,431	158,771
Land	3,908,191	3,992,079
Leased assets	45,286	46,160
Accumulated depreciation	(44,203)	(43,767)
Leased assets, net	1,082	2,392
Construction in progress	241,252	563,572
Property, plant and equipment	12,963,021	13,664,363
Intangible assets	1,237,879	1,161,343
Investments and other assets		
Investment securities	975,683	1,039,732
Retirement benefit asset	1,454,691	1,473,454
Other	233,886	193,291
Allowance for doubtful accounts	(5,581)	(4,261)
Investments and other assets	2,658,680	2,702,218
Non-current assets	16,859,580	17,527,925
Assets	36,651,934	37,937,152

(Thousand yen)

	As of March 31,2022	As of June 30,2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,143,424	1,564,168
Short-term borrowings	703,678	510,726
Lease liabilities	583	825
Accrued expenses	594,887	1,179,355
Income taxes payable	422,950	289,422
Advances received	1,936,308	2,259,781
Provision for bonuses	600,348	314,197
Provision for bonuses for directors (and other officers)	2,500	4,200
Accounts payable - other	643,548	592,829
Other	226,682	109,719
Current liabilities	6,274,914	6,825,226
Non-current liabilities		
Long-term borrowings	1,362,927	1,286,746
Lease liabilities	571	1,711
Deferred tax liabilities	204,669	222,276
Deferred tax liabilities for land revaluation	347,009	347,009
Asset retirement obligations	36,266	36,273
Other	48,078	47,923
Non-current liabilities	1,999,523	1,941,940
Liabilities	8,274,437	8,767,166
Net assets		
Shareholders' equity		
Share capital	7,351,750	7,351,750
Capital surplus	7,075,427	7,078,397
Retained earnings	15,579,255	15,475,289
Treasury shares	(771,143)	(769,539)
Shareholders' equity	29,235,289	29,135,897
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	349,537	397,064
Revaluation reserve for land	(1,692,816)	(1,692,816)
Foreign currency translation adjustment	245,826	1,072,565
Remeasurements of defined benefit plans	166,023	188,209
Valuation and translation adjustments	(931,429)	(34,977)
Share acquisition rights	73,636	69,066
Net assets	28,377,496	29,169,985
Liabilities and net assets	36,651,934	37,937,152

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

(Thousand yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	5,281,658	7,897,934
Cost of sales	3,152,979	4,928,285
Gross profit	2,128,679	2,969,648
Selling, general and administrative expenses		
Advertising expenses	41,774	82,779
Packing and transportation costs	292,786	520,536
Provision of allowance for doubtful accounts	386	(7,630)
Sales commission	122,712	181,417
Salaries and allowances	698,885	724,015
Provision for bonuses	138,843	179,299
Provision for bonuses for directors (and other officers)	6,050	4,200
Retirement benefit expenses	38,192	37,478
Travel and transportation expenses	56,791	96,225
Depreciation	152,190	131,951
Research and development expenses	88,533	175,417
Other	595,960	667,233
Total selling, general and administrative expenses	2,233,107	2,792,924
Operating profit (loss)	(104,427)	176,724
Non-operating income		
Interest income	1,064	1,341
Dividend income	10,979	11,776
Gain on sale of goods	3,381	5,683
Foreign exchange gains	2,942	66,281
Subsidy income	1,914	-
Sold power	7,348	6,719
Other	9,563	15,072
Total non-operating income	37,194	106,874
Non-operating expenses		
Interest expenses	2,948	3,065
Sold power expenses	2,456	2,182
Other	2,590	5,603
Total non-operating expenses	7,994	10,851
Ordinary profit (loss)	(75,228)	272,747
Profit (loss) before income taxes	(75,228)	272,747
Income taxes - current	57,487	134,024
Income taxes - deferred	(63,519)	28,250
Total income taxes	(6,032)	162,275
Profit (loss)	(69,195)	110,472
Profit (loss) attributable to owners of parent	(69,195)	110,472

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

(Thousand yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit (loss)	(69,195)	110,472
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,432)	47,526
Foreign currency translation adjustment	29,321	826,738
Remeasurements of defined benefit plans, net of tax	5,404	22,186
Total other comprehensive income	29,294	896,451
Comprehensive income	(39,901)	1,006,924
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(39,901)	1,006,924