

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2021 (Based on Japanese GAAP)

May 12, 2021

Company name: TAYCA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 4027 URL <http://www.tayca.co.jp/>
 Representative: Representative Director Hirofumi Yamazaki
 President Executive Officer
 Senior Executive Officer
 Inquiries: General Manager Yasuyuki Nakatsuka TEL 06-6943-6401
 General Affairs Department
 Scheduled date of ordinary general meeting of shareholders: June 25, 2021
 Scheduled date to file Securities Report: June 28, 2021
 Scheduled date to commence dividend payments: June 8, 2021
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2021	38,402	(15.5)	2,927	(49.6)	2,740	(52.7)	1,927	(49.7)
Year ended March 31, 2020	45,435	(4.1)	5,808	0.1	5,798	(3.9)	3,830	(4.4)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2021	83.16	—	4.0	4.1	7.6
Year ended March 31, 2020	163.70	—	8.4	9.1	12.8

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2021	69,177	50,230	72.1	2,152.62
As of March 31, 2020	63,554	46,940	73.3	2,010.70

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2021	4,953	(4,905)	2,519	13,250
Year ended March 31, 2020	5,165	(5,498)	(2,346)	10,713

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2020	—	18.00	—	22.00	40.00	933	24.4	2.0
Year ended March 31, 2021	—	18.00	—	18.00	36.00	834	43.3	1.7
Year ending March 31, 2022 (Forecast)	—	18.00	—	18.00	36.00		46.3	

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2021	20,200	—	1,150	—	1,350	—	900	—	38.83
Full year	42,200	—	2,200	—	2,800	—	1,800	—	77.67

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2021

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of March 31, 2021	25,714,414 shares	As of March 31, 2020	25,714,414 shares
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Number of treasury shares at the end of the period

As of March 31, 2021	2,538,667 shares	As of March 31, 2020	2,538,313 shares
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Average number of shares during the period

Year ended March 31, 2021	23,176,061 shares	Year ended March 31, 2020	23,398,215 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and deposits	10,792	13,329
Notes and accounts receivable - trade	13,302	11,395
Merchandise and finished goods	6,913	7,164
Work in process	982	1,116
Raw materials and supplies	3,728	3,342
Other	546	634
Allowance for doubtful accounts	(2)	(2)
Total current assets	36,261	36,979
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,151	6,724
Machinery, equipment and vehicles, net	5,646	7,774
Land	1,699	1,695
Construction in progress	2,959	936
Other, net	444	493
Total property, plant and equipment	15,901	17,624
Intangible assets		
Goodwill	1,858	1,536
Other	274	230
Total intangible assets	2,133	1,767
Investments and other assets		
Investment securities	8,435	11,797
Long-term prepaid expenses	481	637
Deferred tax assets	71	71
Other	292	323
Allowance for doubtful accounts	(23)	(23)
Total investments and other assets	9,258	12,806
Total non-current assets	27,293	32,198
Total assets	63,554	69,177

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,787	3,914
Short-term borrowings	605	465
Current portion of long-term borrowings	754	1,950
Income taxes payable	1,034	442
Provision for bonuses	405	350
Other	3,346	2,875
Total current liabilities	10,934	9,999
Non-current liabilities		
Long-term borrowings	1,652	4,038
Lease obligations	89	56
Deferred tax liabilities	608	1,692
Long-term accounts payable - other	16	9
Provision for environmental measures	1	—
Retirement benefit liability	3,236	3,152
Other	75	—
Total non-current liabilities	5,679	8,948
Total liabilities	16,613	18,947
Net assets		
Shareholders' equity		
Share capital	9,855	9,855
Capital surplus	6,766	6,766
Retained earnings	28,551	29,551
Treasury shares	(2,458)	(2,459)
Total shareholders' equity	42,714	43,714
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,008	6,370
Deferred gains or losses on hedges	(85)	61
Foreign currency translation adjustment	112	(187)
Remeasurements of defined benefit plans	(151)	(71)
Total accumulated other comprehensive income	3,885	6,173
Non-controlling interests	340	341
Total net assets	46,940	50,230
Total liabilities and net assets	63,554	69,177

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Net sales	45,435	38,402
Cost of sales	33,072	29,377
Gross profit	12,362	9,025
Selling, general and administrative expenses	6,554	6,097
Operating profit	5,808	2,927
Non-operating income		
Interest income	3	1
Dividend income	225	213
Compensation income	—	162
Income on compensation	—	119
Foreign exchange gains	—	24
Other	68	210
Total non-operating income	296	732
Non-operating expenses		
Interest expenses	45	50
Loss on abandonment of inventories	81	19
Costs related to the suspension of operations	—	826
Foreign exchange losses	87	—
Other	92	23
Total non-operating expenses	307	918
Ordinary profit	5,798	2,740
Extraordinary income		
Compensation for forced relocation	—	180
Gain on sale of investment securities	425	129
Total extraordinary income	425	309
Extraordinary losses		
Impairment losses	309	—
Loss on retirement of non-current assets	162	261
Loss on valuation of investments in capital	25	48
Head office relocation expenses	—	12
Loss on valuation of investment securities	14	—
Loss on sale of golf club membership	4	—
Total extraordinary losses	515	321
Profit before income taxes	5,708	2,728
Income taxes - current	1,864	829
Income taxes - deferred	(8)	(49)
Total income taxes	1,855	779
Profit	3,852	1,949
Profit attributable to non-controlling interests	22	22
Profit attributable to owners of parent	3,830	1,927

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Profit	3,852	1,949
Other comprehensive income		
Valuation difference on available-for-sale securities	(848)	2,362
Deferred gains or losses on hedges	(118)	146
Foreign currency translation adjustment	81	(316)
Remeasurements of defined benefit plans, net of tax	90	79
Total other comprehensive income	(795)	2,272
Comprehensive income	3,056	4,222
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,017	4,215
Comprehensive income attributable to non-controlling interests	39	6

Consolidated statements of changes in equity

Fiscal year ended March 31, 2020

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	9,855	6,766	25,520	(1,791)	40,351
Changes during period					
Dividends of surplus			(799)		(799)
Profit attributable to owners of parent			3,830		3,830
Purchase of treasury shares				(667)	(667)
Disposal of treasury shares				0	0
Net changes in items other than shareholders' equity					
Total changes during period	—	—	3,030	(667)	2,363
Balance at end of period	9,855	6,766	28,551	(2,458)	42,714

	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 period	4,856	33	48	(241)	4,698	306	45,356
Changes during period							
Dividends of surplus							(799)
Profit attributable to owners of parent							3,830
Purchase of treasury shares							(667)
Disposal of treasury shares							0
Net changes in items other than shareholders' equity	(848)	(118)	64	90	(812)	34	(778)
Total changes during period	(848)	(118)	64	90	(812)	34	1,584
Balance at end of period	4,008	(85)	112	(151)	3,885	340	46,940

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	9,855	6,766	28,551	(2,458)	42,714
Changes during period					
Dividends of surplus			(927)		(927)
Profit attributable to owners of parent			1,927		1,927
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				0	0
Net changes in items other than shareholders' equity					
Total changes during period	—	—	1,000	(0)	999
Balance at end of period	9,855	6,766	29,551	(2,459)	43,714

	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 period	4,008	(85)	112	(151)	3,885	340	46,940
Changes during period							
Dividends of surplus							(927)
Profit attributable to owners of parent							1,927
Purchase of treasury shares							(0)
Disposal of treasury shares							0
Net changes in items other than shareholders' equity	2,362	146	(300)	79	2,288	0	2,289
Total changes during period	2,362	146	(300)	79	2,288	0	3,289
Balance at end of period	6,370	61	(187)	(71)	6,173	341	50,230

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from operating activities		
Profit before income taxes	5,708	2,728
Depreciation	2,590	2,496
Amortization of goodwill	232	219
Loss (gain) on sale of investment securities	(425)	(129)
Impairment losses	309	—
Loss on retirement of non-current assets	162	261
Increase (decrease) in retirement benefit liability	38	31
Interest and dividend income	(228)	(215)
Interest expenses	45	50
Decrease (increase) in trade receivables	1,577	1,782
Decrease (increase) in inventories	(2,672)	(48)
Increase (decrease) in trade payables	(590)	(794)
Increase (decrease) in accrued consumption taxes	(168)	50
Other, net	116	(263)
Subtotal	6,693	6,168
Interest and dividends received	228	215
Interest paid	(45)	(50)
Income taxes paid	(1,711)	(1,380)
Net cash provided by (used in) operating activities	5,165	4,953
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,534)	(4,857)
Purchase of investment securities	(11)	(6)
Proceeds from sale of investment securities	536	175
Other, net	(489)	(216)
Net cash provided by (used in) investing activities	(5,498)	(4,905)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(66)	(107)
Proceeds from long-term borrowings	—	5,000
Repayments of long-term borrowings	(777)	(1,411)
Purchase of treasury shares	(667)	(0)
Dividends paid	(798)	(924)
Dividends paid to non-controlling interests	(5)	(5)
Other, net	(31)	(31)
Net cash provided by (used in) financing activities	(2,346)	2,519
Effect of exchange rate change on cash and cash equivalents	4	(29)
Net increase (decrease) in cash and cash equivalents	(2,675)	2,537
Cash and cash equivalents at beginning of period	13,388	10,713
Cash and cash equivalents at end of period	10,713	13,250