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## Consolidated Financial Results for the Year Ended March 31, 2023 [Japanese GAAP]

May 15, 2023

Company name: ASAHI YUKIZAI CORPORATION

Stock exchange listing: Tokyo

Code number: 4216

URL: <https://www.asahi-yukizai.co.jp/>

Representative: Kazuya Nakano

President & Representative Director

Contact: Yoshitada Hamasaki

General Manager General Affairs Department

Phone: +81-3-5826-8820

Scheduled date of Annual General Meeting of Shareholders: June 23, 2023

Scheduled date of commencing dividend payments: June 26, 2023

Scheduled date of filing annual securities report: June 26, 2023

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes

(Amounts are rounded to the nearest million yen.)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2023	77,099	19.1	11,947	81.7	12,140	73.1	9,425	97.5
March 31, 2022	64,732	20.9	6,575	93.1	7,012	92.2	4,773	71.2

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥ 10,554 million [ 88.5%]  
Fiscal year ended March 31, 2022: ¥ 5,600 million [ 47.7%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2023	491.99	-	16.8	15.1	15.5
March 31, 2022	249.21	-	9.7	9.8	10.2

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2023: ¥ - million  
Fiscal year ended March 31, 2022: ¥ - million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2023	86,256	61,179	70.3	3,163.80
March 31, 2022	74,925	51,867	68.6	2,681.92

(Reference) Equity: As of March 31, 2023: ¥ 60,613 million  
As of March 31, 2022: ¥ 51,363 million

#### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2023	5,841	(4,836)	(1,871)	13,928
March 31, 2022	7,175	(1,655)	(2,064)	14,311

## 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	Millions of yen	%	%
March 31, 2022	-	25.00	-	35.00	60.00	1,154	24.1	2.3
March 31, 2023	-	30.00	-	40.00	70.00	1,355	14.2	2.4
Fiscal year ending March 31, 2024 (Forecast)	-	40.00	-	40.00	80.00		19.2	

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

## 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 profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2023	42,000	16.9	6,500	21.7	6,600	13.0	4,400	15.4	229.68
Full year	84,000	9.0	12,000	0.4	12,200	0.5	8,000	(15.1)	417.60

\* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:	)
Exclusion:	-	(Company name:	)

(2) 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

(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, 2023:	19,800,400 shares
March 31, 2022:	19,800,400 shares

2) Number of treasury shares at the end of the period:

March 31, 2023:	642,081 shares
March 31, 2022:	648,752 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2023:	19,156,904 shares
Fiscal Year ended March 31, 2022:	19,151,908 shares

## (Reference) Summary of Non-consolidated Financial Results

## 1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

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

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	40,583	14.1	5,556	73.1	7,106	96.4	6,497	175.0
March 31, 2022	35,572	23.9	3,210	144.4	3,618	126.8	2,362	68.1

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	339.14	-
March 31, 2022	123.35	-

## (2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2023	59,924	44,905	74.9	2,343.87
March 31, 2022	54,831	39,813	72.6	2,078.81

(Reference) Equity: As of March 31, 2023: ¥ 44,905 million  
As of March 31, 2022: ¥ 39,813 million

## Consolidated Financial Statements

## Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	14,311	13,928
Notes receivable - trade	4,563	4,461
Electronically recorded monetary claims - operating	4,202	5,597
Accounts receivable - trade	8,684	10,068
Contract assets	2,104	1,445
Inventories	13,235	18,977
Other	787	1,303
Allowance for doubtful accounts	(57)	(59)
<b>Total current assets</b>	<b>47,830</b>	<b>55,720</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures	14,163	14,693
Accumulated depreciation	(7,819)	(8,303)
Buildings and structures, net	6,344	6,390
Machinery, equipment and vehicles	26,290	26,966
Accumulated depreciation	(23,030)	(23,841)
Machinery, equipment and vehicles, net	3,260	3,124
Land	6,715	6,822
Construction in progress	485	3,284
Other	11,640	11,710
Accumulated depreciation	(10,441)	(10,402)
Other, net	1,199	1,308
<b>Total property, plant and equipment</b>	<b>18,003</b>	<b>20,927</b>
Intangible assets		
Goodwill	968	909
Other	1,276	1,467
<b>Total intangible assets</b>	<b>2,245</b>	<b>2,376</b>
Investments and other assets		
Investment securities	3,333	3,028
Deferred tax assets	184	1,044
Retirement benefit asset	2,606	2,393
Other	748	788
Allowance for doubtful accounts	(23)	(21)
<b>Total investments and other assets</b>	<b>6,848</b>	<b>7,232</b>
<b>Total non-current assets</b>	<b>27,095</b>	<b>30,536</b>
<b>Total assets</b>	<b>74,925</b>	<b>86,256</b>

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	6,155	7,255
Electronically recorded obligations - operating	3,618	4,434
Short-term borrowings	2,575	2,022
Income taxes payable	1,722	1,951
Other	4,295	5,104
Total current liabilities	18,365	20,765
Non-current liabilities		
Long-term borrowings	195	203
Deferred tax liabilities	1,148	745
Retirement benefit liability	1,841	1,888
Provision for share awards	54	59
Provision for share awards for directors (and other officers)	94	152
Long-term advances received	617	549
Other	743	715
Total non-current liabilities	4,693	4,312
Total liabilities	23,058	25,077
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,000	5,000
Capital surplus	8,496	8,574
Retained earnings	36,861	45,032
Treasury shares	(1,100)	(1,166)
Total shareholders' equity	49,257	57,440
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	950	800
Foreign currency translation adjustment	1,151	2,547
Remeasurements of defined benefit plans	5	(174)
Total accumulated other comprehensive income	2,106	3,173
Non-controlling interests	504	566
Total net assets	51,867	61,179
<b>Total liabilities and net assets</b>	<b>74,925</b>	<b>86,256</b>

Consolidated Statements of Income and Comprehensive Income  
 Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Net sales	64,732	77,099
Cost of sales	43,108	47,356
Gross profit	21,624	29,743
Selling, general and administrative expenses	15,049	17,795
Operating profit	6,575	11,947
Non-operating income		
Interest income	10	20
Dividend income	119	139
Foreign exchange gains	268	-
Rental income from real estate	86	87
Other	40	58
Total non-operating income	524	303
Non-operating expenses		
Interest expenses	23	27
Foreign exchange losses	-	31
Rental expenses on real estate	11	11
Loss on valuation of investments in capital	5	7
Compensation expenses	19	5
Other	28	29
Total non-operating expenses	86	110
Ordinary profit	7,012	12,140
Extraordinary income		
Gain on sale of non-current assets	19	3
Gain on sale of investment securities	1	-
Total extraordinary income	19	3
Extraordinary losses		
Loss on sale of non-current assets	5	3
Loss on retirement of non-current assets	138	71
Loss on sale of investment securities	0	25
Impairment losses	-	51
Loss of compensation	11	-
Business restructuring expenses	105	-
Total extraordinary losses	259	150
Profit before income taxes	6,772	11,993
Income taxes - current	2,217	3,668
Income taxes - deferred	(259)	(1,143)
Profit	4,814	9,468
Profit attributable to non-controlling interests	41	43
Profit attributable to owners of parent	4,773	9,425

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit	4,814	9,468
Other comprehensive income		
Valuation difference on available-for-sale securities	201	(151)
Foreign currency translation adjustment	1,010	1,416
Remeasurements of defined benefit plans, net of tax	(425)	(179)
Total other comprehensive income	786	1,086
Comprehensive income	5,600	10,554
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,536	10,492
Comprehensive income attributable to non-controlling interests	64	62

Consolidated Statements of Changes in Equity  
For the fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,000	8,496	32,927	(1,099)	45,324
Cumulative effects of changes in accounting policies			123		123
Restated balance	5,000	8,496	33,050	(1,099)	45,447
Changes during period					
Dividends of surplus			(962)		(962)
Profit attributable to owners of parent			4,773		4,773
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares					-
Net changes in items other than shareholders' equity					
Total changes during period	-	-	3,811	(1)	3,810
Balance at end of period	5,000	8,496	36,861	(1,100)	49,257

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans		
Balance at beginning of period	746	167	430	441	47,108
Cumulative effects of changes in accounting policies					123
Restated balance	746	167	430	441	47,231
Changes during period					
Dividends of surplus					(962)
Profit attributable to owners of parent					4,773
Purchase of treasury shares					(1)
Disposal of treasury shares					-
Net changes in items other than shareholders' equity	204	984	(425)	63	826
Total changes during period	204	984	(425)	63	4,637
Balance at end of period	950	1,151	5	504	51,867



For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,000	8,496	36,861	(1,100)	49,257
Cumulative effects of changes in accounting policies					-
Restated balance	5,000	8,496	36,861	(1,100)	49,257
Changes during period					
Dividends of surplus			(1,254)		(1,254)
Profit attributable to owners of parent			9,425		9,425
Purchase of treasury shares				(279)	(279)
Disposal of treasury shares		78		213	291
Net changes in items other than shareholders' equity					
Total changes during period	-	78	8,171	(66)	8,183
Balance at end of period	5,000	8,574	45,032	(1,166)	57,440

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans		
Balance at beginning of period	950	1,151	5	504	51,867
Cumulative effects of changes in accounting policies					-
Restated balance	950	1,151	5	504	51,867
Changes during period					
Dividends of surplus					(1,254)
Profit attributable to owners of parent					9,425
Purchase of treasury shares					(279)
Disposal of treasury shares					291
Net changes in items other than shareholders' equity	(150)	1,396	(179)	61	1,128
Total changes during period	(150)	1,396	(179)	61	9,311
Balance at end of period	800	2,547	(174)	566	61,179

## Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
<b>Cash flows from operating activities</b>		
Profit before income taxes	6,772	11,993
Depreciation	2,080	2,121
Impairment losses	-	51
Amortization of goodwill	108	101
Increase (decrease) in allowance for doubtful accounts	(3)	(5)
Interest and dividend income	(129)	(158)
Interest expenses	23	27
Foreign exchange losses (gains)	(42)	22
Business restructuring expenses	105	-
Increase (decrease) in provision for share awards	13	4
Increase (decrease) in provision for share awards for directors (and other officers)	30	58
Loss (gain) on sale of non-current assets	(14)	1
Decrease (increase) in trade receivables	(1,388)	(1,822)
Decrease (increase) in inventories	(1,240)	(4,954)
Increase (decrease) in trade payables	1,237	1,693
Other, net	346	62
Subtotal	7,900	9,194
Interest and dividends received	127	157
Interest paid	(23)	(27)
Income taxes refund (paid)	(829)	(3,483)
Net cash provided by (used in) operating activities	7,175	5,841
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(0)	(0)
Proceeds from sale of investment securities	8	57
Proceeds from redemption of investment securities	3	-
Purchase of intangible assets	(203)	(439)
Purchase of property, plant and equipment	(1,500)	(4,411)
Proceeds from sale of property, plant and equipment	42	2
Payments for acquisition of businesses	-	(40)
Payments of leasehold deposits	(20)	(6)
Proceeds from refund of leasehold deposits	16	2
Net cash provided by (used in) investing activities	(1,655)	(4,836)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(967)	(540)
Repayments of long-term borrowings	(90)	(42)
Purchase of treasury shares	(1)	(1)
Dividends paid	(962)	(1,254)
Other, net	(45)	(34)
Net cash provided by (used in) financing activities	(2,064)	(1,871)
Effect of exchange rate change on cash and cash equivalents	457	483
Net increase (decrease) in cash and cash equivalents	3,913	(383)
Cash and cash equivalents at beginning of period	10,398	14,311
Cash and cash equivalents at end of period	14,311	13,928