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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]



August 4, 2023

Company name: T&K TOKA CO., LTD.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 4636  
 URL: <https://www.tk-toka.co.jp/>  
 Representative: Akihiro Takamizawa, Representative Director  
 Contact: Hideaki Sekine, Managing Director, Chief of Management Headquarters  
 Phone: +81-3-3963-0511  
 Scheduled date of filing quarterly securities report: August 10, 2023  
 Scheduled date of commencing dividend payments: -  
 Availability of supplementary explanatory materials 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, 2023 (April 1, 2023 - June 30, 2023)

(1) Consolidated Operating Results (cumulative) (% 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, 2023	10,833	(2.2)	78	(76.0)	462	(59.3)	144	(79.5)
June 30, 2022	11,079	1.5	325	72.1	1,137	94.0	705	(42.0)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥457 million [(73.4)%]  
 Three months ended June 30, 2022: ¥1,719 million [(14.6)%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	6.47		6.42	
June 30, 2022	31.27		30.98	

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	68,806	49,112	70.7
As of March 31, 2023	67,845	49,124	71.7

(Reference) Equity: As of June 30, 2023: ¥48,672 million  
 As of March 31, 2023: ¥48,612 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, 2023	—	20.00	—	20.00	40.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		20.00	—	20.00	40.00

(Note) Revision to the forecast for dividends announced most recently: None

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
2nd quarter (Cumulative)	23,350	6.5	330	1.9	610	(63.4)	270	(76.4)	12.02
Full year	49,180	12.6	1,400	229.7	2,140	15.4	1,360	22.8	60.54

(Note) Revision to the financial results forecast announced most recently: None

#### \* Notes:

(1) Changes in significant subsidiaries during the period under review (Changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: Yes

(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: None

4) Retrospective restatement: None

(4) Total number of issued and outstanding shares (common shares)

1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

June 30, 2023: 22,806,240 shares

March 31, 2023: 22,664,240 shares

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

June 30, 2023: 284,887 shares

March 31, 2023: 284,887 shares

3) Average number of shares during the period:

Three months ended June 30, 2023: 22,414,853 shares

Three months ended June 30, 2022: 22,564,576 shares

(Note) The figures indicated as the total numbers of treasury shares at the end of the respective periods include the numbers of the Company's shares held in a share delivery trust (June 30, 2023: 234,600 shares; March 31, 2023: 234,600 shares). Such shares are included in the numbers of treasury shares deduced in the calculation of the average numbers of shares during the respective periods (Three months ended June 30, 2023: 234,600 shares; Three months ended June 30, 2022: – shares).

\* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

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

The performance outlook and other forward-looking statements herein are based on information currently available to the Company and certain assumptions that have been deemed reasonable, and are not intended to guarantee the achievement. Actual performance may differ significantly from these forecasts due to a wide range of factors.

## (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	6,457	7,188
Notes and accounts receivable - trade	11,001	10,959
Electronically recorded monetary claims - operating	2,231	2,360
Merchandise and finished goods	5,165	5,471
Work in process	501	455
Raw materials and supplies	2,675	2,523
Other	624	636
Allowance for doubtful accounts	(6)	(6)
Total current assets	28,651	29,588
Non-current assets		
Property, plant and equipment		
Buildings and structures	25,357	25,417
Machinery, equipment and vehicles	22,906	23,326
Land	7,886	7,853
Other	4,923	5,073
Accumulated depreciation	(37,144)	(37,633)
Total property, plant and equipment	23,929	24,037
Intangible assets	430	420
Investments and other assets		
Investment securities	12,748	12,845
Retirement benefit asset	1,347	1,382
Other	1,224	1,028
Allowance for doubtful accounts	(484)	(497)
Total investments and other assets	14,835	14,759
Total non-current assets	39,194	39,217
Total assets	67,845	68,806

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	6,779	7,002
Electronically recorded obligations - operating	3,177	3,832
Short-term borrowings	2,898	2,765
Current portion of long-term borrowings	743	743
Current portion of bonds payable	10	10
Lease liabilities	248	231
Income taxes payable	54	314
Provision for bonuses	582	292
Provision for bonuses for directors	12	13
Other	1,202	1,669
<b>Total current liabilities</b>	<b>15,709</b>	<b>16,875</b>
Non-current liabilities		
Bonds payable	30	30
Long-term borrowings	1,509	1,323
Lease liabilities	380	337
Retirement benefit liability	247	263
Other provisions	93	105
Asset retirement obligations	34	34
Other	716	724
<b>Total non-current liabilities</b>	<b>3,012</b>	<b>2,818</b>
<b>Total liabilities</b>	<b>18,721</b>	<b>19,693</b>
Net assets		
Shareholders' equity		
Share capital	2,122	2,174
Capital surplus	2,114	2,167
Retained earnings	42,607	42,300
Treasury shares	(277)	(277)
<b>Total shareholders' equity</b>	<b>46,567</b>	<b>46,364</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	743	903
Foreign currency translation adjustment	855	976
Remeasurements of defined benefit plans	446	428
<b>Total accumulated other comprehensive income</b>	<b>2,045</b>	<b>2,307</b>
Share acquisition rights	125	20
Non-controlling interests	385	419
<b>Total net assets</b>	<b>49,124</b>	<b>49,112</b>
<b>Total liabilities and net assets</b>	<b>67,845</b>	<b>68,806</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Net sales	11,079	10,833
Cost of sales	8,996	9,005
Gross profit	2,082	1,828
Selling, general and administrative expenses	1,756	1,749
Operating profit	325	78
Non-operating income		
Interest income	12	28
Dividend income	19	19
Foreign exchange gains	588	233
Share of profit of entities accounted for using equity method	91	80
Subsidy income	96	7
Other	17	30
Total non-operating income	825	399
Non-operating expenses		
Interest expenses	6	9
Interest on bonds	0	0
Depreciation	3	3
Other	3	1
Total non-operating expenses	13	14
Ordinary profit	1,137	462
Extraordinary income		
Gain on sale of non-current assets	0	2
Gain on sale of investment securities	3	5
Total extraordinary income	3	7
Extraordinary losses		
Loss on sale of non-current assets	0	–
Loss on retirement of non-current assets	2	0
Total extraordinary losses	2	0
Profit before income taxes	1,138	470
Income taxes	410	287
Profit	728	182
Profit attributable to non-controlling interests	22	37
Profit attributable to owners of parent	705	144

Quarterly Consolidated Statements of Comprehensive Income  
Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	For the three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Profit	728	182
Other comprehensive income		
Valuation difference on available-for-sale securities	(68)	159
Foreign currency translation adjustment	486	(71)
Remeasurements of defined benefit plans	(17)	(19)
Share of other comprehensive income of entities accounted for using equity method	590	206
Total other comprehensive income	991	274
Comprehensive income	1,719	457
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,680	406
Comprehensive income attributable to non-controlling interests	39	50