

Summary of Consolidated Financial Results

(Japanese Accounting Standards)

for the Nine Months Ended December 31, 2021 (Q3 FY 2021)

Company name:	Itoham Yonekyu Holdings Inc.
Stock exchange listing:	Tokyo Stock Exchange
Stock code:	2296
URL:	https://www.itoham-yonekyu-holdings.com
Representative:	Isao Miyashita, President and Representative Director
Contact:	Kenji Uchiyama, Manager, Investor Relations Section
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Scheduled date for filing of securities report:	February 14, 2022
Scheduled date of commencement of dividend payment:	-
Supplementary documents for financial results:	Yes
Quarterly results briefing:	No

(Amounts of less than one million yen are truncated)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2021 (April 1, 2021–December 31, 2021)

(1) Consolidated Results of Operations (Accumulated Total)

(% figures show year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Nine months ended								
December 31, 2021	655,708	—	23,135	—	26,796	—	18,582	—
December 31, 2020	646,827	-2.1	22,172	32.9	24,161	30.1	18,304	58.0

(Note) Comprehensive income: Nine months ended December 31, 2021 18,627 million Yen (—%)
 Nine months ended December 31, 2020 19,596 million Yen (82.5%)

	Earnings per share	Earnings per share (diluted)
	Yen	Yen
Nine months ended		
December 31, 2021	63.46	63.43
December 31, 2020	62.12	62.08

(Note) The Accounting Standard for Revenue Recognition (Accounting Standards Board of Japan (ASBJ) Statement No. 29), etc. has been applied since the beginning of the six months of the consolidated fiscal year under review. As a result, the accounting treatment of revenue differs from that of the six months of the previous fiscal year. Therefore, Consolidated Financial Results is provided without stating the amount of the year-on-year comparison (%).

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million Yen	Million Yen	%
As of December 31, 2021	416,921	259,388	62.1
As of March 31, 2021	394,086	247,648	62.7

(Reference) Shareholders' equity: As of December 31, 2021 258,704 million Yen
 As of March 31, 2021 246,931 million Yen

(Note) The Accounting Standard for Revenue Recognition (Accounting Standards Board of Japan (ASBJ) Statement No. 29), etc. has been applied since the beginning of the six months of the consolidated fiscal year under review. As a result, the accounting treatment of revenue differs from that of the six months of the previous fiscal year.

2. Dividends

	First	Second	Third	Fiscal	Total
	Yen	Yen	Yen	Yen	Yen
For the fiscal year ended					
March 31, 2021	—	0.00	—	21.00	21.00
March 31, 2022	—	0.00			
For the fiscal year ending					
March 31, 2022 (Forecast)			—	22.00	22.00

(Note) Changes to most recent dividend forecast: None

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2022

(April 1, 2021 to March 31, 2022)

(% figures show year-on-year change)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Full year	820,000	—	24,000	—	26,000	—	16,500	—	56.35

(Note) Changes to most recent financial results forecast: None

(Note) The Accounting Standard for Revenue Recognition (Accounting Standards Board of Japan (ASBJ) Statement No. 29), etc. has been applied since the beginning of the six months of the consolidated fiscal year under review. As a result, the accounting treatment of revenue differs from that of the six months of the previous fiscal year. Therefore, the Forecast of Consolidated Financial Results is provided without stating the amount of the year-on-year comparison (%).

(1) Consolidated Balance Sheets

(Million Yen)

	As of March 31, 2021	As of December 31, 2021
ASSETS		
Current assets		
Cash and deposits	50,952	20,208
Notes and accounts receivable-trade	86,591	126,222
Merchandise and finished goods	63,313	71,421
Work in process	1,745	1,268
Raw materials and supplies	17,174	20,136
Other	6,617	10,944
Allowance for doubtful accounts	(10)	(16)
Total current assets	226,384	250,183
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	36,433	36,192
Machinery, equipment and vehicles, net	28,919	28,315
Tools, furniture & fixtures, net	1,468	1,451
Land	25,745	25,933
Leased assets, net	2,758	2,515
Others, net	2,269	1,802
Total property, plant and equipment	97,595	96,210
Intangible assets		
Goodwill	19,573	18,512
Other	2,150	3,518
Total intangible assets	21,724	22,030
Investments and other assets		
Investment securities	29,331	29,011
Retirement benefit asset	12,162	12,981
Other	6,993	6,603
Allowance for doubtful receivables	(105)	(99)
Total investments and other assets	48,382	48,495
Total non-current assets	167,702	166,737
Total Assets	394,086	416,921

(Million Yen)

	As of March 31, 2021	As of December 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable-trade	56,615	70,945
Electronically recorded obligations	1,660	1,936
Short-term loans payable	25,704	20,421
Current portion of Long-term loans payable	155	150
Income taxes payable	4,149	1,747
Provision for bonuses	6,397	3,470
Provision for directors' bonuses	147	112
Provision for loss on disaster	467	329
Other	27,743	34,277
Total current liabilities	123,041	133,390
Non-current liabilities		
Long-term loans payable	10,717	10,606
Net defined benefit liability	1,725	1,733
Asset retirement obligations	1,475	1,488
Other	9,477	10,312
Total non-current liabilities	23,396	24,141
Total liabilities	146,438	157,532
Net assets		
Shareholders' equity		
Capital stock	30,003	30,003
Capital surplus	96,624	96,615
Retained earnings	116,989	129,268
Treasury shares	(3,624)	(4,150)
Total shareholders' equity	239,992	251,737
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	7,298	6,474
Deferred gains or losses on hedges	(329)	(356)
Foreign currency translation adjustment	(3,073)	(1,868)
Remeasurements of defined benefit plans	3,042	2,716
Total accumulated other comprehensive income	6,939	6,967
Subscription rights to shares	131	118
Non-controlling interests	585	565
Total net assets	247,648	259,388
Total liabilities and net assets	394,086	416,921

Consolidated Statements of Income
(April 1, 2021 – December 31, 2021)

(Million Yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Net sales	646,827	655,708
Cost of goods sold	536,396	550,913
Gross profit	110,431	104,795
Selling, general and administrative expenses	88,259	81,660
Operating profit	22,172	23,135
Non-operating income		
Interest income	42	27
Dividend income	321	437
Rent income	311	320
Insurance income	159	244
Share of profit in investments accounted for using the equity method	712	1,101
Subsidy income	606	1,335
Other	468	627
Total non-operating income	2,622	4,093
Non-operating expenses		
Interest expenses	292	237
Rent on real estate	110	100
Other	230	93
Total non-operating expenses	633	432
Ordinary profit	24,161	26,796
Extraordinary income		
Gain on sale of non-current assets	55	5
Gain on sale of investment securities	6	55
Insurance income	3,003	134
Gain on donation of non-current assets	-	906
Other	-	24
Total extraordinary income	3,065	1,126
Extraordinary losses		
Loss on retirement of non-current assets	249	170
Loss on valuation of investment securities	469	-
Loss on compression of non-current assets	-	904
Others	12	20
Total extraordinary losses	731	1,095
Profit before income taxes	26,495	26,827
Income taxes-current	7,182	6,315
Income taxes-deferred	923	1,898
Total income taxes	8,106	8,213
Profit	18,388	18,613
Profit attributable to non-controlling interests	84	30
Profit attributable to owners of parent	18,304	18,582

(Consolidated statements of comprehensive income)
 (April 1, 2021 – December 31, 2021)

(Million Yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	18,388	18,613
Other comprehensive income		
Valuation difference on available-for- sale securities	2,202	(844)
Deferred gains or losses on hedges	(261)	(27)
Foreign currency translation adjustment	(570)	883
Remeasurements of defined benefit plan	143	(344)
Share of profit in investments accounted for using the equity method	(306)	346
Total other comprehensive income	1,207	13
Comprehensive income	19,596	18,627
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,545	18,610
Comprehensive income attributable to non-controlling interests	50	16