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Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 [Japanese GAAP]

May 10, 2024

Company name: **Yamatane Corporation**
Stock exchange listing: Tokyo Stock Exchange
Securities code: 9305
URL: https://www.yamatane.co.jp
Representative: Motohiro Yamazaki, Representative Director, President
Contact: Ichiro Tasaki, General Manager, Accounting & Finance Department, Administration Division
Phone: +81-3-3820-1111

Scheduled date for annual general meeting of shareholders: June 21, 2024
Scheduled date for commencing dividend payments: June 4, 2024
Scheduled date for filing annual securities report: June 21, 2024
Preparation of supplementary briefing materials for financial results: Yes
Holding of financial results briefing: Yes

(Amounts of less than one million yen are truncated.)

1. Consolidated financial results for the fiscal year ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Consolidated operating results (% indicates year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	64,512	26.3	3,489	(2.8)	3,184	(9.0)	2,442	13.6
March 31, 2023	51,090	9.2	3,588	19.5	3,501	31.9	2,150	17.3

Note: Comprehensive income: Fiscal year ended March 31, 2024: ¥8,969 million [206.6%]
Fiscal year ended March 31, 2023: ¥2,925 million [(15.3)%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	237.50	—	5.1	2.3	5.4
March 31, 2023	208.27	—	4.9	2.8	7.0

Reference: Share of profit of entities accounted for using equity method:
Fiscal year ended March 31, 2024: ¥— million Fiscal year ended March 31, 2023: ¥— million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2024	153,687	56,006	33.7	5,063.89
March 31, 2023	126,188	47,878	35.4	4,321.59

Reference: Equity: As of March 31, 2024: ¥51,764 million
As of March 31, 2023: ¥44,612 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 end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2024	3,683	(16,973)	11,221	6,347
March 31, 2023	6,982	(3,051)	(2,974)	8,415

2. 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			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2023	—	25.00	—	31.00	56.00	578	26.9	1.3
March 31, 2024	—	25.00	—	40.00	65.00	666	27.4	1.4
Fiscal year ending March 31, 2025 (Forecast)	—	40.00	—	50.00	90.00		35.1	

3. Consolidated financial results forecast for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% indicates year-on-year change)

	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
First half	37,500	35.6	1,440	(21.4)	1,390	(7.2)	810	(42.8)	78.37
Full year	76,500	18.6	3,500	0.3	3,310	3.9	2,640	8.1	256.68

*** Notes:**

(1) Changes in significant subsidiaries during the current period (changes in specified subsidiaries resulting in a change in the scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
1) Changes in accounting policies due to application of revised accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatements: None

(3) Number of common shares issued
1) Number of shares issued at the end of the period (including treasury shares):
As of March 31, 2024: 11,344,181 shares
As of March 31, 2023: 11,344,181 shares

2) Number of treasury shares at the end of the period:
As of March 31, 2024: 1,121,808 shares
As of March 31, 2023: 1,021,118 shares

3) Average number of common shares during the period:
Fiscal year ended March 31, 2024: 10,284,889 shares
Fiscal year ended March 31, 2023: 10,323,322 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results (% indicates year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	47,844	9.9	1,066	(16.5)	1,049	(24.3)	1,149	13.6
March 31, 2023	43,531	5.7	1,277	5.9	1,386	14.6	1,012	(5.4)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2024	111.81	—
March 31, 2023	98.07	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2024	107,206	42,424	39.6	4,150.13
March 31, 2023	87,722	38,179	43.5	3,698.49

Reference: Equity: As of March 31, 2024: ¥42,424 million
As of March 31, 2023: ¥38,179 million

* These financial results are outside the scope of audits by certified public accountants or an audit firm.

* Explanation on appropriate use of financial results forecasts and other matters of note

- Financial results forecasts and other forward-looking statements provided in these materials are based on information available to the Company and certain assumptions deemed reasonable as of the date of publication of this document, and actual financial results and other aspects of business performance may differ significantly from these forecasts owing to various factors. Please refer to “1. Overview of business performance (4) Future outlook” on page 4 of the Japanese version of the attached materials for conditions forming the basis for financial results forecasts, notes regarding the use of financial results forecasts, and other information.

Consolidated Financial Statements
(1) Consolidated Balance Sheet

(Million yen)

	Previous fiscal year (As of March 31, 2023)	Fiscal year under review (As of March 31, 2024)
Assets		
Current assets		
Cash and deposits	8,416	6,348
Notes and accounts receivable - trade, and contract assets	6,699	9,146
Investments in leases	3,306	3,791
Inventories	612	2,331
Other	646	944
Allowance for doubtful accounts	-	(90)
Total current assets	19,681	22,472
Non-current assets		
Property, plant and equipment		
Buildings and structures	58,399	60,359
Accumulated depreciation	(31,742)	(32,066)
Buildings and structures, net	26,656	28,292
Land	50,533	55,513
Construction in progress	1,564	2,664
Other	17,057	15,689
Accumulated depreciation	(8,681)	(7,822)
Other, net	8,376	7,866
Total property, plant and equipment	87,131	94,337
Intangible assets		
Goodwill	295	9,123
Customer-related intangible assets	1,094	1,036
Other	957	1,186
Total intangible assets	2,346	11,347
Investments and other assets		
Investment securities	15,066	23,408
Deferred tax assets	21	97
Other	1,874	1,990
Allowance for doubtful accounts	(36)	(53)
Total investments and other assets	16,926	25,442
Total non-current assets	106,405	131,127
Deferred assets		
Bond issuance costs	101	87
Total deferred assets	101	87
Total assets	126,188	153,687

(Million yen)

	Previous fiscal year (As of March 31, 2023)	Fiscal year under review (As of March 31, 2024)
Liabilities		
Current liabilities		
Trade accounts payable	2,298	5,063
Short-term borrowings	4,100	5,800
Current portion of long-term borrowings	3,338	5,375
Current portion of bonds payable	9,983	1,938
Income taxes payable	514	673
Other	5,444	2,503
Total current liabilities	25,678	21,355
Non-current liabilities		
Bonds payable	13,347	18,409
Long-term borrowings	23,279	39,024
Deferred tax liabilities for land revaluation	4,823	4,823
Deferred tax liabilities	2,001	4,650
Retirement benefit liability	1,607	1,706
Asset retirement obligations	2,573	2,478
Other	4,998	5,232
Total non-current liabilities	52,630	76,325
Total liabilities	78,309	97,680
Net assets		
Shareholders' equity		
Share capital	10,555	10,555
Capital surplus	3,747	3,747
Retained earnings	23,961	25,826
Treasury shares	(2,235)	(2,462)
Total shareholders' equity	36,030	37,667
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,711	11,192
Deferred gains or losses on hedges	9	42
Revaluation reserve for land	2,872	2,872
Remeasurements of defined benefit plans	(12)	(11)
Total accumulated other comprehensive income	8,581	14,096
Non-controlling interests	3,266	4,241
Total net assets	47,878	56,006
Total liabilities and net assets	126,188	153,687

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Million yen)

	Previous fiscal year (April 1, 2022 to March 31, 2023)	Fiscal year under review (April 1, 2023 to March 31, 2024)
Operating revenue	51,090	64,512
Operating costs	43,829	55,874
Operating gross profit	7,260	8,637
Selling, general and administrative expenses	3,672	5,148
Operating profit	3,588	3,489
Non-operating income		
Interest income	1	0
Dividend income	459	519
Subsidy income	-	107
Other	30	46
Total non-operating income	491	674
Non-operating expenses		
Interest expenses	491	552
Commission for syndicated loans	3	352
Amortization of bond issuance costs	59	50
Other	25	22
Total non-operating expenses	578	978
Ordinary profit	3,501	3,184
Extraordinary income		
Gain on sale of non-current assets	74	1,239
Gain on sale of investment securities	52	234
Subsidy income	-	6
Total extraordinary income	126	1,479
Extraordinary losses		
Loss on retirement of non-current assets	33	146
Impairment losses	-	57
Bad debt expenses	-	13
Loss on tax purpose reduction entry of non-current assets	-	6
Other	0	-
Total extraordinary losses	33	224
Profit before income taxes	3,594	4,439
Income taxes - current	1,032	1,280
Income taxes - deferred	88	56
Total income taxes	1,121	1,336
Profit	2,473	3,103
Profit attributable to non-controlling interests	323	660
Profit attributable to owners of parent	2,150	2,442

Consolidated Statement of Comprehensive Income

(Million yen)

	Previous fiscal year (April 1, 2022 to March 31, 2023)	Fiscal year under review (April 1, 2023 to March 31, 2024)
Profit	2,473	3,103
Other comprehensive income		
Valuation difference on available-for-sale securities	432	5,818
Deferred gains or losses on hedges	13	47
Remeasurements of defined benefit plans, net of tax	5	0
Total other comprehensive income	451	5,866
Comprehensive income	2,925	8,969
Comprehensive income attributable to:		
Owners of parent	2,572	7,958
Non-controlling interests	353	1,011

(3) Consolidated Statement of Changes in Equity

Previous fiscal year (April 1, 2022 to March 31, 2023)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,555	3,747	22,379	(2,234)	34,448
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests		—			—
Dividends of surplus			(567)		(567)
Profit attributable to owners of parent			2,150		2,150
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	—	—	1,582	(0)	1,581
Balance at end of period	10,555	3,747	23,961	(2,235)	36,030

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of period	5,304	—	2,872	(17)	8,159
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Net changes in items other than shareholders' equity	406	9	—	5	422
Total changes during period	406	9	—	5	422
Balance at end of period	5,711	9	2,872	(12)	8,581

	Non-controlling interests	Total net assets
Balance at beginning of period	2,950	45,558
Changes during period		
Change in ownership interest of parent due to transactions with non-controlling interests		—
Dividends of surplus		(567)
Profit attributable to owners of parent		2,150
Purchase of treasury shares		(0)
Net changes in items other than shareholders' equity	316	738
Total changes during period	316	2,320
Balance at end of period	3,266	47,878

Fiscal year under review (April 1, 2023 to March 31, 2024)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,555	3,747	23,961	(2,235)	36,030
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests		—			—
Dividends of surplus			(578)		(578)
Profit attributable to owners of parent			2,442		2,442
Purchase of treasury shares				(226)	(226)
Net changes in items other than shareholders' equity					
Total changes during period	—	—	1,864	(226)	1,637
Balance at end of period	10,555	3,747	25,826	(2,462)	37,667

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of period	5,711	9	2,872	(12)	8,581
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Net changes in items other than shareholders' equity	5,481	32	—	0	5,515
Total changes during period	5,481	32	—	0	5,515
Balance at end of period	11,192	42	2,872	(11)	14,096

	Non-controlling interests	Total net assets
Balance at beginning of period	3,266	47,878
Changes during period		
Change in ownership interest of parent due to transactions with non-controlling interests		—
Dividends of surplus		(578)
Profit attributable to owners of parent		2,442
Purchase of treasury shares		(226)
Net changes in items other than shareholders' equity	975	6,490
Total changes during period	975	8,127
Balance at end of period	4,241	56,006

(4) Consolidated Statement of Cash Flows

(Million yen)

	Previous fiscal year (April 1, 2022 to March 31, 2023)	Fiscal year under review (April 1, 2023 to March 31, 2024)
Cash flows from operating activities		
Profit before income taxes	3,594	4,439
Depreciation	2,730	2,730
Impairment losses	-	57
Amortization of goodwill	73	380
Increase (decrease) in allowance for doubtful accounts	(2)	4
Increase (decrease) in retirement benefit liability	(57)	47
Interest and dividend income	(460)	(520)
Interest expenses	491	552
Commission for syndicated loans	-	352
Loss (gain) on sale of investment securities	(52)	(234)
Loss (gain) on sale and retirement of property, plant and equipment and intangible assets	(41)	(1,092)
Decrease (increase) in trade receivables	(164)	(232)
Decrease (increase) in investments in leases	43	(223)
Decrease (increase) in inventories	956	(450)
Increase (decrease) in trade payables	(254)	392
Decrease (increase) in consumption taxes refund receivable	830	(292)
Increase (decrease) in accounts payable - other	(164)	(365)
Increase (decrease) in accrued expenses	125	(265)
Increase (decrease) in accrued consumption taxes	709	(809)
Increase (decrease) in guarantee deposits received	14	270
Other, net	(321)	159
Subtotal	8,049	4,901
Interest and dividends received	459	520
Interest paid	(487)	(518)
Income taxes paid	(1,040)	(1,219)
Income taxes refund	0	0
Net cash provided by (used in) operating activities	6,982	3,683
Cash flows from investing activities		
Purchase of investment securities	(226)	(73)
Proceeds from sale of investment securities	77	360
Purchase of property, plant and equipment and intangible assets	(1,909)	(12,361)
Proceeds from sale of property, plant and equipment and intangible assets	150	1,401
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,041)	(6,256)
Proceeds from collection of loans receivable	10	0
Payments for retirement of property, plant and equipment	(16)	(26)
Other, net	(95)	(17)
Net cash provided by (used in) investing activities	(3,051)	(16,973)

(Million yen)

	Previous fiscal year (April 1, 2022 to March 31, 2023)	Fiscal year under review (April 1, 2023 to March 31, 2024)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,041)	1,700
Proceeds from long-term borrowings	5,112	20,776
Repayments of long-term borrowings	(5,438)	(7,284)
Proceeds from issuance of bonds	-	6,962
Redemption of bonds	(901)	(9,983)
Repayments of lease obligations	(102)	(101)
Purchase of treasury shares	(0)	(226)
Dividends paid	(566)	(576)
Dividends paid to non-controlling interests	(36)	(36)
Other, net	-	(9)
Net cash provided by (used in) financing activities	(2,974)	11,221
Net increase (decrease) in cash and cash equivalents	955	(2,068)
Cash and cash equivalents at beginning of period	7,459	8,415
Cash and cash equivalents at end of period	8,415	6,347