

# Consolidated Financial Results for the Three Months Ended March 31, 2022 (Japanese GAAP)



May 12, 2022

Company Name: RYOBI LIMITED  
 Stock Code: 5851  
 (URL: <https://www.ryobi-group.co.jp/>)  
 Stock Exchange Listing: Tokyo  
 Representative: Akira Urakami, President and CEO  
 Contact: Hiromu Arihiro, Corporate Officer  
           Divisional Deputy General Manager of Corporate Planning Division  
           General Manager of Finance Department  
 Phone: +81-3-3501-0511  
 Scheduled date to submit the Quarterly Securities Report : May 12, 2022  
 Date of scheduled payment of dividend : —  
 Availability of supplementary briefing material on quarterly results : Yes  
 Presentation Meeting : No

(Any amount less than one million is disregarded.)

## 1. Consolidated Financial Results for the Three Months Ended March 31, 2022 (From January 1, 2022 to March 31, 2022)

### (1) Consolidated Results of Operations (% indicates changes from the corresponding period of the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2022	57,384	19.0	2,733	327.2	3,153	203.8	2,143	159.1
Three months ended March 31, 2021	48,235	4.4	639	157.1	1,038	360.6	827	—

(Note) Comprehensive income: Three months ended March 31, 2022: 7,435 million yen [15.6%]  
 Three months ended March 31, 2021: 6,429 million yen [—%]

	Profit per share	Fully diluted profit per share
	Yen	Yen
Three months ended March 31, 2022	66.21	—
Three months ended March 31, 2021	25.56	—

\*Since the year-on-year rate of profit attributable to owners of parent from the corresponding period of the previous fiscal year is over 1,000%, “-” is indicated.

### (2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2022	290,089	139,590	45.0
As of December 31, 2021	279,422	131,717	44.0

(Reference) Shareholders' Equity: As of March 31, 2022: 130,639 million yen  
 As of December 31, 2021: 122,926 million yen

## 2. Dividends

	Cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY December 2021	–	10.00	–	10.00	20.00
FY December 2022	–				
FY December 2022 (Forecast)		20.00	–	20.00	40.00

(Reference) Correction from the dividend forecast, which is published in the most recent: No

## 3. Forecast of Consolidated Financial Results for the Fiscal Year Ending December 31, 2022 (From January 1, 2022 to December 31, 2022)

(% indicates percentage changes as compared with the previous corresponding fiscal period or fiscal year, as applicable.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First Half	114,800	20.1	1,800	–	1,800	–	1,200	431.6	37.07
Full year	240,000	21.2	5,300	–	5,400	–	3,800	–	117.40

(Reference) Correction from the consolidated forecast, which is published in the most recent: No

\*Since the year-on-year rate of ordinary profit from the previous fiscal year and the corresponding period of the previous fiscal year is over 1,000%, “-” is indicated.

### \*Notes

- (1) Significant changes of companies during the three months ended March 31, 2022 (changes in specific companies involving changes in the scope of consolidation): Not applicable  
New Company: –  
Excluded companies: –
- (2) Adoption of specific accounting treatments to the preparation of consolidated quarterly financial statements: Not applicable
- (3) Changes in accounting policies, changes in accounting estimates and restatements
  - 1) Changes in accounting policies due to the revision of accounting standards: Applicable
  - 2) Changes in accounting policies other than 1): Not applicable
  - 3) Changes in accounting estimates: Not applicable
  - 4) Restatements: Not applicable

### (4) Shares issued (common stock)

1) Shares issued (including treasury stock)	As of March 31, 2022	32,646,143	As of December 31, 2021	32,646,143
2) Treasury stock	As of March 31, 2022	277,443	As of December 31, 2021	277,412
3) Average shares outstanding during the period	Three months ended March 31, 2022	32,368,700	Three months ended March 31, 2021	32,368,844

\* These consolidated quarterly financial results are outside the scope of quarterly review.

\* Explanation for the appropriate use of performance forecasts and other special notes:

The statements regarding forecast of financial results in this report are based on the information that is available, as well as estimates, assumptions and projections that are believed to be reasonable at the time of publication, and they are not meant to be a commitment by the Company. Therefore, there might be cases in which actual results differ from forecast values.

## Comparative Balance Sheets (Consolidated)

(Millions of yen)

	December 31, 2021	March 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	28,538	23,134
Notes and accounts receivable - trade	44,327	53,080
Securities	740	746
Merchandise and finished goods	19,603	18,349
Work in process	14,813	15,952
Raw materials and supplies	18,092	20,008
Other	3,505	4,491
Allowance for doubtful accounts	(30)	(26)
Total current assets	129,591	135,737
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	32,793	33,559
Machinery, equipment and vehicles, net	51,314	54,339
Land	15,598	15,699
Construction in progress	11,733	11,127
Other, net	5,718	6,428
Total property, plant and equipment	117,158	121,153
Intangible assets		
Other	3,159	3,136
Total intangible assets	3,159	3,136
Investments and other assets		
Investment securities	15,772	16,062
Other	13,802	14,063
Allowance for doubtful accounts	(62)	(62)
Total investments and other assets	29,512	30,063
Total non-current assets	149,830	154,352
Deferred assets		
Bond issuance costs	0	—
Total deferred assets	0	—
<b>Total assets</b>	<b>279,422</b>	<b>290,089</b>

## Comparative Balance Sheets (Consolidated)

(Millions of yen)

	December 31, 2021	March 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	41,606	41,006
Short-term borrowings	36,498	39,681
Current portion of bonds payable	1,500	1,500
Current portion of long-term borrowings	13,005	12,758
Income taxes payable	636	811
Provision for bonuses	387	1,081
Other	17,131	17,520
Total current liabilities	110,765	114,361
Non-current liabilities		
Long-term borrowings	22,765	21,382
Retirement benefit liability	7,872	7,859
Other	6,301	6,896
Total non-current liabilities	36,939	36,138
Total liabilities	147,705	150,499
<b>Net assets</b>		
Shareholders' equity		
Share capital	18,472	18,472
Capital surplus	21,875	21,880
Retained earnings	71,587	74,124
Treasury shares	(346)	(346)
Total shareholders' equity	111,588	114,130
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,503	5,593
Revaluation reserve for land	811	811
Foreign currency translation adjustment	4,288	9,334
Remeasurements of defined benefit plans	734	768
Total accumulated other comprehensive income	11,337	16,508
Non-controlling interests	8,790	8,951
Total net assets	131,717	139,590
<b>Total liabilities and net assets</b>	<b>279,422</b>	<b>290,089</b>

## Comparative Statements of Income (Consolidated)

(Millions of yen)

	Three months ended March 31, 2021	Three months ended March 31, 2022
Net sales	48,235	57,384
Cost of sales	42,932	49,683
Gross profit	5,303	7,701
Selling, general and administrative expenses	4,663	4,967
Operating profit	639	2,733
Non-operating income		
Interest income	42	33
Dividend income	2	2
Rental income	42	38
Foreign exchange gains	99	333
Share of profit of entities accounted for using equity method	12	17
Usage income of trademark	81	75
Subsidy income	164	28
Other	216	183
Total non-operating income	661	714
Non-operating expenses		
Interest expenses	228	220
Depreciation	5	3
Other	29	69
Total non-operating expenses	263	293
Ordinary profit	1,038	3,153
Extraordinary income		
Gain on disposal of non-current assets	1	0
Gain on sale of investment securities	0	—
Total extraordinary income	1	0
Extraordinary losses		
Loss on disposal of non-current assets	11	57
Total extraordinary losses	11	57
Profit before income taxes	1,028	3,096
Income taxes	231	818
Profit	797	2,278
Profit (loss) attributable to non-controlling interests	(29)	134
Profit attributable to owners of parent	827	2,143

## Comparative Statements of Comprehensive Income (Consolidated)

(Millions of yen)

	Three months ended March 31, 2021	Three months ended March 31, 2022
Profit	797	2,278
Other comprehensive income		
Valuation difference on available-for-sale securities	1,029	76
Foreign currency translation adjustment	4,367	4,890
Remeasurements of defined benefit plans, net of tax	111	34
Share of other comprehensive income of entities accounted for using equity method	124	156
Total other comprehensive income	5,631	5,157
Comprehensive income	6,429	7,435
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,433	7,313
Comprehensive income attributable to non-controlling interests	(3)	121

## Comparative Statements of Cash Flows (Consolidated)

(Millions of yen)

	Three months ended March 31, 2021	Three months ended March 31, 2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	1,028	3,096
Depreciation	4,159	4,409
Increase (decrease) in allowance for doubtful accounts	(14)	(4)
Increase (decrease) in provision for bonuses	722	693
Increase (decrease) in retirement benefit liability	106	70
Interest and dividend income	(44)	(36)
Interest expenses	228	220
Subsidy income	(164)	(28)
Share of loss (profit) of entities accounted for using equity method	(12)	(17)
Loss (gain) on disposal of non-current assets	9	57
Decrease (increase) in trade receivables	376	(7,066)
Decrease (increase) in inventories	(1,378)	(767)
Decrease (increase) in other current assets	(801)	(889)
Increase (decrease) in trade payables	1,830	(1,330)
Increase (decrease) in other current liabilities	(947)	242
Other, net	(153)	298
Subtotal	4,943	(1,051)
Interest and dividends received	43	19
Interest paid	(241)	(234)
Subsidies received	205	41
Income taxes paid	(210)	(39)
Net cash provided by (used in) operating activities	4,740	(1,265)
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(2,982)	(4,243)
Proceeds from sale of property, plant and equipment	321	43
Purchase of investment securities	(5)	(0)
Proceeds from sale of investment securities	13	2
Payments into time deposits	(15)	(15)
Proceeds from withdrawal of time deposits	15	15
Other, net	(208)	3
Net cash provided by (used in) investing activities	(2,861)	(4,194)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	909	2,008
Proceeds from long-term borrowings	807	—
Repayments of long-term borrowings	(1,844)	(2,157)
Redemption of bonds	(300)	—
Purchase of treasury shares	(0)	(0)
Dividends paid	(0)	(313)
Other, net	(54)	(53)
Net cash provided by (used in) financing activities	(482)	(515)
Effect of exchange rate change on cash and cash equivalents	691	576
Net increase (decrease) in cash and cash equivalents	2,087	(5,398)
Cash and cash equivalents at beginning of period	25,405	27,388
Cash and cash equivalents at end of period	27,493	21,990

## Segment Information

### Industry Segment Information

(Three months ended March 31, 2021)

(Millions of yen)

	Die Castings	Builders' Hardware	Printing Equipment	Other	Eliminations / Corporate	Consolidated
Net Sales:						
Unaffiliated customers	41,965	2,196	4,040	33	—	48,235
Intersegment	16	—	—	4	(20)	—
Total	41,981	2,196	4,040	38	(20)	48,235
Operating profit (loss)	878	115	(342)	(10)	0	639

(Three months ended March 31, 2022)

(Millions of yen)

	Die Castings	Builders' Hardware	Printing Equipment	Other	Eliminations / Corporate	Consolidated
Net Sales:						
Unaffiliated customers	49,490	2,513	5,350	30	—	57,384
Intersegment	17	—	—	5	(22)	—
Total	49,507	2,513	5,350	35	(22)	57,384
Operating profit (loss)	2,237	103	407	(15)	(0)	2,733

\* All amounts have been rounded down to the nearest million yen.