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## Consolidated Financial Results for the Six months Ended September 30, 2023 [Japanese GAAP]



November 7, 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: November 14, 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 Six Months Ended September 30, 2023 (April 1, 2023 - September 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	%
Six months ended September 30, 2023	22,048	0.6	197	(39.1)	1,334	(20.0)	632	(44.7)
September 30, 2022	21,919	1.2	323	2.9	1,667	57.7	1,144	(32.0)

(Note) Comprehensive income: Six months ended September 30, 2023: ¥1,945 million [(38.4)%]  
 Six months ended September 30, 2022: ¥3,159 million [12.9%]

	Basic earnings per share	Diluted earnings per share
Six months ended September 30, 2023	Yen 28.17	Yen 27.95
September 30, 2022	50.77	50.28

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2023	69,751	50,617	71.8
As of March 31, 2023	67,845	49,124	71.7

(Reference) Equity: As of September 30, 2023: ¥50,104 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	—	0.00			
Fiscal year ending March 31, 2024 (Forecast)			—	0.00	0.00

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

(Note) We don't schedule dividends for second quarter of fiscal year March 2024 and for fiscal year March 2024, due to schedule of the tender offer for the Company's common shares and the share options by K.K. BCJ-74, as informed by "Announcement of Opinion in Support of and Recommendation to Tender in Scheduled Tender Offer for the Company's Share Certificates, Etc. by K.K. BCJ-74" and "Announcement of Revision of Dividend Forecast for the Fiscal Year Ending March 2024 (No Dividend) and Abolition of Shareholder Benefit Plan" released on August 17, 2023.

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
Full year	45,500	4.2	900	111.9	2,600	40.3	1,500	35.5	66.77

(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):

September 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:

September 30, 2023: 268,887 shares

March 31, 2023: 284,887 shares

3) Average number of shares during the period:

Six months ended September 30, 2023: 22,465,739 shares

Six months ended September 30, 2022: 22,536,540 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 (September 30, 2023: 218,600 shares; March 31, 2023: 234,600 shares). Such shares are included in the numbers of treasury shares reduced in the calculation of the average numbers of shares during the respective periods (six months ended September 30, 2023: 229,357 shares; six months ended September 30, 2022: 234,600 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 September 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	6,457	6,809
Notes and accounts receivable - trade	11,001	11,610
Electronically recorded monetary claims - operating	2,231	2,590
Merchandise and finished goods	5,165	5,234
Work in process	501	515
Raw materials and supplies	2,675	2,656
Other	624	219
Allowance for doubtful accounts	(6)	(6)
<b>Total current assets</b>	<b>28,651</b>	<b>29,630</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures	25,357	25,707
Machinery, equipment and vehicles	22,906	23,784
Land	7,886	7,978
Other	4,923	5,059
Accumulated depreciation	(37,144)	(38,311)
<b>Total property, plant and equipment</b>	<b>23,929</b>	<b>24,218</b>
Intangible assets	430	420
Investments and other assets		
Investment securities	12,748	13,510
Retirement benefit asset	1,347	1,413
Other	1,224	1,094
Allowance for doubtful accounts	(484)	(536)
<b>Total investments and other assets</b>	<b>14,835</b>	<b>15,481</b>
<b>Total non-current assets</b>	<b>39,194</b>	<b>40,121</b>
<b>Total assets</b>	<b>67,845</b>	<b>69,751</b>

(Million yen)

	As of March 31, 2023	As of September 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	6,779	6,745
Electronically recorded obligations - operating	3,177	3,725
Short-term borrowings	2,898	2,664
Current portion of long-term borrowings	743	742
Current portion of bonds payable	10	10
Lease liabilities	248	215
Income taxes payable	54	434
Provision for bonuses	582	628
Provision for bonuses for directors	12	5
Other	1,202	1,274
<b>Total current liabilities</b>	<b>15,709</b>	<b>16,444</b>
Non-current liabilities		
Bonds payable	30	25
Long-term borrowings	1,509	1,137
Lease liabilities	380	300
Retirement benefit liability	247	292
Other provisions	93	90
Asset retirement obligations	34	34
Other	716	809
<b>Total non-current liabilities</b>	<b>3,012</b>	<b>2,689</b>
<b>Total liabilities</b>	<b>18,721</b>	<b>19,134</b>
Net assets		
Shareholders' equity		
Share capital	2,122	2,174
Capital surplus	2,114	2,167
Retained earnings	42,607	42,788
Treasury shares	(277)	(261)
<b>Total shareholders' equity</b>	<b>46,567</b>	<b>46,868</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	743	1,032
Foreign currency translation adjustment	855	1,795
Remeasurements of defined benefit plans	446	408
<b>Total accumulated other comprehensive income</b>	<b>2,045</b>	<b>3,236</b>
Share acquisition rights	125	20
Non-controlling interests	385	491
<b>Total net assets</b>	<b>49,124</b>	<b>50,617</b>
<b>Total liabilities and net assets</b>	<b>67,845</b>	<b>69,751</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Six months Ended September 30

(Million yen)

	For the six months ended September 30, 2022 (From April 1, 2022 to September 30, 2022)	For the six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)
Net sales	21,919	22,048
Cost of sales	17,945	18,319
Gross profit	3,973	3,728
Selling, general and administrative expenses	3,649	3,531
Operating profit	323	197
Non-operating income		
Interest income	27	86
Dividend income	27	29
Foreign exchange gains	1,005	622
Share of profit of entities accounted for using equity method	230	271
Subsidy income	101	103
Other	56	53
Total non-operating income	1,448	1,167
Non-operating expenses		
Interest expenses	18	19
Interest on bonds	0	0
Depreciation	78	7
Other	8	3
Total non-operating expenses	104	30
Ordinary profit	1,667	1,334
Extraordinary income		
Gain on sale of non-current assets	0	3
Gain on sale of investment securities	3	5
Gain on liquidation of subsidiaries	291	—
Total extraordinary income	295	8
Extraordinary losses		
Loss on sale of non-current assets	0	—
Loss on retirement of non-current assets	13	7
Impairment loss	0	—
Cost for take-over bid	—	98
Total extraordinary losses	13	106
Profit before income taxes	1,949	1,237
Income taxes	742	523
Profit	1,206	713
Profit attributable to non-controlling interests	62	81
Profit attributable to owners of parent	1,144	632

Quarterly Consolidated Statements of Comprehensive Income  
Six months Ended September 30

(Million yen)

	For the six months ended September 30, 2022 (From April 1, 2022 to September 30, 2022)	For the six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)
Profit	1,206	713
Other comprehensive income		
Valuation difference on available-for-sale securities	22	288
Foreign currency translation adjustment	803	468
Remeasurements of defined benefit plans	(36)	(40)
Share of other comprehensive income of entities accounted for using equity method	1,162	514
Total other comprehensive income	1,952	1,231
Comprehensive income	3,159	1,945
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,054	1,823
Comprehensive income attributable to non-controlling interests	104	122