

Consolidated Financial Statements

For the fiscal year ended March 31, 2021

(Cumulative results for April 1, 2020 – March 31, 2021)



Consolidated financial statements

i) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and deposits	13,308	10,130
Notes and accounts receivable - trade	19,682	16,769
Merchandise and finished goods	7,379	6,211
Work in process	285	229
Raw materials and supplies	2,797	2,752
Prepaid expenses	152	140
Other	787	844
Allowance for doubtful accounts	△48	△52
Total current assets	44,346	37,026
Non-current assets		
Property, plant and equipment		
Buildings and structures	32,221	32,516
Accumulated depreciation	△24,620	△25,193
Buildings and structures, net	7,601	7,323
Machinery, equipment and vehicles	80,200	81,703
Accumulated depreciation	△66,548	△68,679
Machinery, equipment and vehicles, net	13,651	13,023
Tools, furniture and fixtures	9,212	9,478
Accumulated depreciation	△8,214	△8,449
Tools, furniture and fixtures, net	997	1,029
Land	10,332	10,332
Construction in progress	583	549
Total property, plant and equipment	33,167	32,258
Intangible assets		
Other	1,487	1,373
Total intangible assets	1,487	1,373
Investments and other assets		
Investment securities	2,658	3,403
Shares of subsidiaries and associates	19,525	18,599
Investments in capital of subsidiaries and associates	4,861	3,514
Long-term loans receivable	715	362
Long-term prepaid expenses	121	110
Retirement benefit asset	731	998
Deferred tax assets	173	400
Other	404	459
Allowance for doubtful accounts	△17	△17
Total investments and other assets	29,174	27,832
Total non-current assets	63,829	61,464
Total assets	108,175	98,490

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,427	6,438
Short-term borrowings	14,851	11,647
Current portion of bonds payable	1,500	–
Accounts payable - other	2,816	1,647
Income taxes payable	280	296
Accrued consumption taxes	496	504
Accrued expenses	814	826
Provision for bonuses	490	514
Provision for bonuses for directors (and other officers)	16	30
Other	1,537	874
Total current liabilities	30,232	22,780
Non-current liabilities		
Bonds payable	–	1,000
Long-term borrowings	19,223	20,051
Lease obligations	925	716
Provision for environmental measures	9	3
Retirement benefit liability	3,173	2,993
Deferred tax liabilities	346	244
Other	763	2,121
Total non-current liabilities	24,442	27,129
Total liabilities	54,675	49,910
Net assets		
Shareholders' equity		
Share capital	14,074	14,074
Capital surplus	16,696	16,696
Retained earnings	26,818	21,045
Treasury shares	△1,564	△1,564
Total shareholders' equity	56,026	50,252
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	725	1,253
Deferred gains or losses on hedges	△486	92
Foreign currency translation adjustment	△2,394	△3,025
Remeasurements of defined benefit plans	△684	△351
Total accumulated other comprehensive income	△2,839	△2,029
Non-controlling interests	312	357
Total net assets	53,499	48,580
Total liabilities and net assets	108,175	98,490

ii) Consolidated statements of income and consolidated statements of comprehensive income
(Consolidated statements of income)

(Millions of yen)

	Previous fiscal year Cumulative results for April 1, 2019 – March 31, 2020	Current fiscal year Cumulative results for April 1, 2020 – March 31, 2021
Net sales	67,372	57,136
Cost of sales	55,753	49,509
Gross profit	11,618	7,626
Selling, general and administrative expenses		
Transportation costs	4,110	3,438
Travel and transportation expenses	269	71
Provision of allowance for doubtful accounts	0	3
Employees' salaries	1,802	1,779
Provision for bonuses	137	166
Provision for bonuses for directors (and other officers)	16	30
Retirement benefit expenses	103	125
Welfare expenses	563	494
Rent expenses	212	216
Storage costs	1,029	958
Taxes and dues	284	248
Supplies expenses	753	800
Depreciation	269	305
Other	1,814	1,739
Total selling, general and administrative expenses	11,368	10,378
Operating profit (loss)	250	△2,751
Non-operating income		
Interest income	12	17
Dividend income	202	74
Rental income from facilities	89	92
Share of profit of entities accounted for using equity method	302	–
Foreign exchange gains	–	129
Subsidy income	34	166
Proceeds from prototypes	106	128
Other	385	254
Total non-operating income	1,132	863
Non-operating expenses		
Interest expenses	439	393
Share of loss of entities accounted for using equity method	–	2,169
Foreign exchange losses	146	–
Depreciation	79	275
Taxes and dues	114	107
Other	459	644
Total non-operating expenses	1,239	3,590
Ordinary profit (loss)	143	△5,478

(Millions of yen)

	Previous fiscal year Cumulative results for April 1, 2019 – March 31, 2020	Current fiscal year Cumulative results for April 1, 2020 – March 31, 2021
Extraordinary income		
Gain on sale of non-current assets	1	10
Gain on sale of investment securities	–	89
Total extraordinary income	1	100
Extraordinary losses		
Loss on sale of non-current assets	26	1
Loss on abandonment of non-current assets	98	213
Loss on sale of investment securities	1	–
Loss on sale of shares of subsidiaries and associates	110	–
Impairment losses	–	101
Compensation payment	46	–
Business restructuring expenses	–	249
Total extraordinary losses	282	566
Loss before income taxes	△137	△5,945
Income taxes – current	461	310
Income taxes - deferred	△378	△879
Total income taxes	82	△568
Loss	△219	△5,376
Loss attributable to non-controlling interests	△68	△63
Loss attributable to owners of parent	△151	△5,313

(Consolidated statements of comprehensive income)

(Millions of yen)

	Previous fiscal year Cumulative results for April 1, 2019 – March 31, 2020	Current fiscal year Cumulative results for April 1, 2020 – March 31, 2021
Loss	△219	△5,376
Other comprehensive income		
Valuation difference on available-for-sale securities	△533	529
Deferred gains or losses on hedges	△353	579
Foreign currency translation adjustment	14	△390
Remeasurements of defined benefit plans, net of tax	△112	279
Share of other comprehensive income of entities accounted for using equity method	261	△194
Total other comprehensive income	△723	803
Comprehensive income	△943	△4,573
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△861	△4,504
Comprehensive income attributable to non-controlling interests	△81	△69

iii) Consolidated statement of changes in shareholders' equity

Previous fiscal year (Cumulative results for April 1, 2019 – March 31, 2020)

	Shareholders' equity				(Millions of yen)
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,074	16,697	27,775	△1,236	57,311
Cumulative effects of changes in accounting policies			△231		△231
Restated balance	14,074	16,697	27,544	△1,236	57,079
Changes during period					
Dividends of surplus			△524		△524
Loss attributable to owners of parent			△151		△151
Purchase of treasury shares				△327	△327
Disposal of treasury shares		△0		0	0
Change in ownership interest of parent due to transactions with non-controlling interests		△0			△0
Change in scope of consolidation			△49		△49
Transfer from retained earnings to capital surplus		0	△0		–
Net changes in items other than shareholders' equity					
Total changes during period	–	△0	△725	△327	△1,053
Balance at end of period	14,074	16,696	26,818	△1,564	56,026

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,258	△133	△2,715	△538	△2,128	65	55,248
Cumulative effects of changes in accounting policies							△231
Restated balance	1,258	△133	△2,715	△538	△2,128	65	55,016
Changes during period							
Dividends of surplus							△524
Loss attributable to owners of parent							△151
Purchase of treasury shares							△327
Disposal of treasury shares							0
Change in ownership interest of parent due to transactions with non-controlling interests							△0
Change in scope of consolidation							△49
Transfer from retained earnings to capital surplus							–
Net changes in items other than shareholders' equity	△532	△353	320	△145	△710	246	△463
Total changes during period	△532	△353	320	△145	△710	246	△1,516
Balance at end of period	725	△486	△2,394	△684	△2,839	312	53,499

Current fiscal year (Cumulative results for April 1, 2020 – March 31, 2021)

	Shareholders' equity				(Millions of yen)
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,074	16,696	26,818	△1,564	56,026
Changes during period					
Dividends of surplus			△459		△459
Loss attributable to owners of parent			△5,313		△5,313
Purchase of treasury shares				△0	△0
Change in scope of consolidation			△0		△0
Net changes in items other than shareholders' equity					
Total changes during period	–	–	△5,773	△0	△5,773
Balance at end of period	14,074	16,696	21,045	△1,564	50,252

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	725	△486	△2,394	△684	△2,839	312	53,499
Changes during period							
Dividends of surplus							△459
Loss attributable to owners of parent							△5,313
Purchase of treasury shares							△0
Change in scope of consolidation							△0
Net changes in items other than shareholders' equity	527	579	△631	333	809	45	854
Total changes during period	527	579	△631	333	809	45	△4,919
Balance at end of period	1,253	92	△3,025	△351	△2,029	357	48,580

iv) Consolidated statements of cash flows

(Millions of yen)

	Previous fiscal year Cumulative results for April 1, 2019 – March 31, 2020	Current fiscal year Cumulative results for April 1, 2020 – March 31, 2021
Cash flows from operating activities		
Loss before income taxes	△137	△5,945
Depreciation	4,867	4,980
Impairment losses	–	101
Share of loss (profit) of entities accounted for using equity method	△302	2,169
Increase (decrease) in allowance for doubtful accounts	△9	2
Increase (decrease) in retirement benefit liability	39	△180
Increase (decrease) in provision for bonuses	△9	23
Increase (decrease) in provision for bonuses for directors (and other officers)	△0	14
Increase (decrease) in provision for environmental measures	△7	△3
Loss on abandonment of property, plant and equipment	127	227
Loss (gain) on sale of property, plant and equipment	24	△8
Loss (gain) on sale of investment securities	1	△89
Loss (gain) on sale of shares of subsidiaries and associates	110	–
Interest and dividend income	△215	△92
Interest expenses	439	393
Decrease (increase) in trade receivables	△229	3,001
Decrease (increase) in inventories	△269	1,283
Increase (decrease) in trade payables	△738	△953
Other, net	57	536
Subtotal	3,749	5,460
Interest and dividends received	1,092	84
Interest paid	△449	△468
Income taxes paid	△692	△392
Income taxes refund	93	139
Net cash provided by (used in) operating activities	3,792	4,822
Cash flows from investing activities		
Net decrease (increase) in time deposits	1,871	177
Purchase of property, plant and equipment	△4,639	△5,510
Proceeds from sale of property, plant and equipment	5	19
Purchase of intangible assets	△168	△101
Purchase of investment securities	△1	△51
Proceeds from sale of investment securities	4	136
Purchase of shares of subsidiaries and associates	△20	–
Proceeds from sale of shares of subsidiaries and associates	645	–
Payments for investments in capital of subsidiaries and associates	△4,975	–
Loan advances	△856	△160
Proceeds from collection of loans receivable	205	344
Other payments	△297	△165
Other proceeds	28	196
Net cash provided by (used in) investing activities	△8,198	△5,113

(Millions of yen)

	Previous fiscal year Cumulative results for April 1, 2019 – March 31, 2020	Current fiscal year Cumulative results for April 1, 2020 – March 31, 2021
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	6,664	△6,421
Proceeds from long-term borrowings	4,630	9,185
Repayments of long-term borrowings	△4,193	△5,448
Proceeds from issuance of bonds	–	1,000
Redemption of bonds	△100	△1,500
Decrease (increase) in treasury shares	△327	△0
Proceeds from share issuance to non-controlling shareholders	–	119
Repayments of lease obligations	△820	△723
Proceeds from sales and Installment back	–	1,699
Dividends paid	△525	△459
Dividends paid to non-controlling interests	△4	△5
Net cash provided by (used in) financing activities	5,323	△2,554
Effect of exchange rate change on cash and cash equivalents	83	△174
Net increase (decrease) in cash and cash equivalents	1,001	△3,020
Cash and cash equivalents at beginning of period	10,872	12,945
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	1,072	20
Cash and cash equivalents at end of period	12,945	9,945

Segment information

1. Overview of reportable segments

The Yamamura Group's reportable segments are group components for which separate financial information is available and which are regularly reviewed by the management decision-making body in deciding how to allocate resources and in assessing their performance.

The Yamamura Group manufactures and sells glass bottles, plastic containers and new glass products. In addition, the group conducts business in the design/fabrication/sale/transportation/storage/yard operation etc. of equipments and plants related to the above business fields.

The Yamamura Group defines following four business segments as its reportable business segments based on the business activities described above: Glass bottles business, Plastic containers business, Logistics business, New glass business.

Effective April 1, 2020, Yamamura Warehouse Co., Ltd was split into Yamamura Warehouse Co., Ltd as the split company and Yamamura Plastic Products Co., Ltd as the successor company. While Yamamura Warehouse Co., Ltd. has previously been classified into the Logistics business segment, as a result of this company split, from the current consolidated fiscal year Yamamura Warehouse Co., Ltd. is classified into the Logistics business segment and Yamamura Plastic Products Co., Ltd. is classified into the Plastic containers business segment.

Segment information disclosed for the previous consolidated fiscal year is based on the categories of reportable segments in the current consolidated fiscal year.

2. Method for calculating sales, profit/loss (Δ), assets, liabilities, and other items for each reportable segment

The accounting methods applied to the business segments reported are generally the same as the those for the consolidated financial statements.

Intersegment sales and transfers are based on market price.

3. Disclosure of net sales, profit/loss (Δ), assets, liabilities, and other items for each reportable segment Previous fiscal year (Cumulative results for April 1, 2019 – March 31, 2020)

(Millions of yen)

	Reportable segments					Adjustment (Note 1)	Amount recorded on the consolidated financial statements (Note 2)
	Glass bottles business	Plastic containers business	Logistics business	New glass business	Total		
Net Sales							
Net sales to external customers	46,706	6,504	10,667	3,494	67,372	–	67,372
Intersegment sales and transfers	0	538	8,571	6	9,116	Δ 9,116	–
Total	46,707	7,042	19,238	3,500	76,489	Δ 9,116	67,372
Segment profit/loss (Δ)	Δ 69	242	171	Δ 342	2	248	250
Segment assets	49,500	7,141	5,748	5,382	67,773	40,402	108,175
Other items							
Depreciation	3,505	601	233	286	4,627	239	4,867
Increase in property, plant and equipment and intangible assets	3,084	532	15	334	3,967	126	4,093

Current fiscal year (Cumulative results for April 1, 2020 – March 31, 2021)

(Millions of yen)

	Reportable segments					Adjustment (Note 1)	Amount recorded on the consolidated financial statements (Note 2)
	Glass bottles business	Plastic containers business	Logistics business	New glass business	Total		
Net Sales							
Net sales to external customers	37,052	5,767	10,484	3,830	57,136	–	57,136
Intersegment sales and transfers	0	609	8,208	6	8,825	△8,825	–
Total	37,053	6,377	18,693	3,836	65,961	△8,825	57,136
Segment profit/loss (△)	△3,655	161	442	△104	△3,155	404	△2,751
Segment assets	45,868	6,904	5,918	5,186	63,878	34,612	98,490
Other items							
Depreciation	3,669	526	218	295	4,709	270	4,980
Impairment losses	101	–	–	–	101	–	101
Increase in property, plant and equipment and intangible assets	2,895	591	34	342	3,864	159	4,023

[Notes]

(1) The breakdown of adjustment is as follows:

(Millions of yen)

Net Sales	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Intersegment eliminations	△9,116	△8,825
Total	△9,116	△8,825

(Millions of yen)

Segment profit/loss (△)	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Intersegment eliminations	127	123
Other adjustments*	120	280
Total	248	404

* Other adjustments include corporate expenses not attributable to reportable segments and adjustments of non-operating income/expenses recorded in reportable segments.

(Millions of yen)

Segment assets	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Intersegment eliminations	△19,029	△26,103
Corporate assets*	59,431	60,715
Total	40,402	34,612

* Corporate assets are mainly those not attributable to reportable segments.

(Millions of yen)

Depreciation	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Corporate assets*	239	270
Total	239	270

* Corporate assets are mainly those not attributable to reportable segments.

(Millions of yen)

Increase in property, plant and equipment and intangible assets	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Intersegment eliminations	32	6
Corporate assets*	94	152
Total	126	159

* Corporate assets are mainly those not attributable to reportable segments.

(2) Segment profit/loss (Δ) is adjusted with operating profit in the consolidated statements of income.

Per Share Information

	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Net assets per share	5,207.30 yen	4,721.55 yen
Profit and loss (Δ) per share	Δ 14.44 yen	Δ 520.24 yen

[Notes] (1) Diluted profit per share is not reported because loss per share was posted and there were no dilutive shares.

(2) The basis for calculation of profit and loss per share is as follows:

	Previous fiscal year (April 1, 2019 – March 31, 2020)	Current fiscal year (April 1, 2020 – March 31, 2021)
Profit and loss (Δ) attributable to owners of parent (millions of yen)	Δ 151	Δ 5,313
Amount not attributed to common shareholders (millions of yen)	—	—
Profit and loss (Δ) attributable to owners of parent on common stock (millions of yen)	Δ 151	Δ 5,313
Average number of common stock (thousand shares)	10,482	10,213

Significant Subsequent Event

There are no applicable items.

Change of Company Directors

1. Change of representative director

There are no applicable items.

2. Change of other directors (as of June 25, 2021)

1) Candidate for new director (also acting as an audit and supervisory committee member)

Name	Current position	New position
Yoshihiko Mizuta	Executive Officer General Manager of Audit and Supervisory Committee Office	Director & Chairman of the Audit and Supervisory Committee

2) Retiring director

Name	Current position	New position
Mitsuo Ueda	Director & Executive Officer Chief Officer, Environmental Affairs Office	Executive Officer Chief Sustainability Officer, Environmental Affairs Office
Toyohiko Torii	Director & Chairman of the Audit and Supervisory Committee	—