

Quarterly Consolidated Financial Statements

For the third quarter (Q3) of the fiscal year ending March 31, 2023

(Cumulative results for April 1, 2022 – December 31, 2022)



Quarterly consolidated financial statements

i) Quarterly consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	11,129	8,761
Notes and accounts receivable - trade, and contract assets	17,950	18,934
Merchandise and finished goods	6,144	5,778
Work in process	449	299
Raw materials and supplies	2,502	1,811
Other	756	1,012
Allowance for doubtful accounts	△58	△5
Total current assets	38,874	36,592
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,168	5,634
Machinery, equipment and vehicles, net	12,486	8,202
Tools, furniture and fixtures, net	892	703
Land	11,005	11,006
Construction in progress	186	423
Total property, plant and equipment	31,738	25,971
Intangible assets		
Other	1,838	678
Total intangible assets	1,838	678
Investments and other assets		
Investment securities	2,533	2,609
Shares of subsidiaries and associates	19,246	21,448
Retirement benefit asset	960	886
Deferred tax assets	511	1,473
Other	1,927	1,880
Allowance for doubtful accounts	△265	△264
Total investments and other assets	24,914	28,033
Total non-current assets	58,492	54,683
Total assets	97,366	91,276

(Millions of yen)

As of March 31, 2022 As of December 31, 2022

Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,136	8,291
Short-term borrowings	11,318	13,153
Income taxes payable	350	251
Provision for bonuses	639	266
Provision for loss on business liquidation	4,757	–
Provision for product warranties	76	–
Other	5,262	4,932
Total current liabilities	29,542	26,894
Non-current liabilities		
Bonds payable	1,000	1,000
Long-term borrowings	20,577	17,561
Lease liabilities	784	513
Provision for environmental measures	3	3
Retirement benefit liability	2,989	2,995
Deferred tax liabilities	313	57
Other	1,941	1,488
Total non-current liabilities	27,609	23,620
Total liabilities	57,151	50,514
Net assets		
Shareholders' equity		
Share capital	14,074	14,074
Capital surplus	16,696	16,625
Retained earnings	11,224	10,400
Treasury shares	△1,565	△1,565
Total shareholders' equity	40,430	39,535
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	767	826
Deferred gains or losses on hedges	71	71
Foreign currency translation adjustment	△1,305	223
Remeasurements of defined benefit plans	△55	△62
Total accumulated other comprehensive income	△521	1,058
Non-controlling interests	305	166
Total net assets	40,214	40,761
Total liabilities and net assets	97,366	91,276

- ii) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income
(Quarterly consolidated statements of income)

(Millions of yen)

	Q3 of previous fiscal year (Cumulative results for April 1, 2021 - December 31, 2021)	Q3 of current fiscal year (Cumulative results for April 1, 2022 - December 31, 2022)
Net sales	46,937	51,748
Cost of sales	38,140	43,470
Gross profit	8,796	8,277
Selling, general and administrative expenses	7,751	7,790
Operating profit	1,045	487
Non-operating income		
Interest income	13	28
Dividend income	58	82
Other	507	451
Total non-operating income	579	562
Non-operating expenses		
Interest expenses	235	200
Share of loss of entities accounted for using equity method	3,374	1,398
Taxes and dues	69	71
Other	437	711
Total non-operating expenses	4,117	2,382
Ordinary loss	△2,491	△1,332
Extraordinary income		
Gain on sale of non-current assets	8	51
Gain on sale of investment securities	2	-
Reversal of provision for loss on business liquidation	-	114
Total extraordinary income	11	166
Extraordinary losses		
Loss on sale of non-current assets	-	2
Loss on abandonment of non-current assets	24	4
Loss on sale of investment securities	6	-
Loss on liquidation of business	-	537
Compensation payment	-	7
Total extraordinary losses	31	552
Loss before income taxes	△2,511	△1,718
Income taxes - current	567	328
Income taxes - deferred	△93	△1,003
Total income taxes	474	△674
Loss	△2,986	△1,043
Loss attributable to non-controlling interests	△51	△149
Loss attributable to owners of parent	△2,934	△894

(Quarterly consolidated statements of comprehensive income)

(Millions of yen)

	Q3 of previous fiscal year (Cumulative results for April 1, 2021 – December 31, 2021)	Q3 of current fiscal year (Cumulative results for April 1, 2022 – December 31, 2022)
Loss	△2,986	△1,043
Other comprehensive income		
Valuation difference on available-for-sale securities	△235	57
Deferred gains or losses on hedges	△23	0
Foreign currency translation adjustment	521	△222
Remeasurements of defined benefit plans, net of tax	12	△17
Share of other comprehensive income of entities accounted for using equity method	640	1,778
Total other comprehensive income	915	1,596
Comprehensive income	△2,071	553
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△2,044	685
Comprehensive income attributable to non-controlling interests	△26	△132

Segment information

I Q3 of previous fiscal year (Cumulative results for April 1, 2021 - December 31, 2021)

1. Disclosure of net sales and profit/loss (Δ) for each reportable segment

(Millions of yen)

	Reportable segments					Adjustment (Note 1)	Amount recorded on the quarterly consolidated financial statements (Note 2)
	Glass bottles business	Plastic containers business	Logistics business	New glass business	Total		
Net Sales							
Revenue generated from contracts with customers	29,576	5,064	8,569	2,913	46,123	–	46,123
Other revenue	–	–	813	–	813	–	813
Net sales to external Customers	29,576	5,064	9,383	2,913	46,937	–	46,937
Intersegment sales and transfers	0	489	5,811	5	6,306	Δ 6,306	–
Total	29,576	5,553	15,194	2,919	53,244	Δ 6,306	46,937
Segment profit/loss (Δ)	Δ 58	458	426	102	928	116	1,045

- [Notes] (1) Segment profit/loss (Δ) adjustment of 116 million yen includes intersegment eliminations of 84 million yen and other adjustments of 32 million yen. Other adjustments include corporate expenses not attributable to reportable segments and adjustments of non-operating income/expenses recorded in reportable segments.
(2) Segment profit/loss (Δ) is adjusted with operating profit in the quarterly consolidated statements of income.
(3) From the second quarter of the current fiscal year, Nakayama Transport Co., Ltd. (logistics business) and Maruishi Transport Co., Ltd. (logistics business) have been included in the scope of consolidation because our consolidated subsidiary Yamamura Logistics Co., Ltd. acquired all of the shares. As the deemed acquisition date is September 30, 2021, only the balance sheet is consolidated for the second quarter of the current fiscal year. The statements of income is consolidated from the third quarter of the current fiscal year.

2. Information on impairment loss of non-current assets and goodwill for each reportable segments

There are no applicable items.

II Q3 of current fiscal year (Cumulative results for April 1, 2022 - December 31, 2022)

1. Disclosure of net sales, profit/loss (Δ) and revenue breakdown for each reportable segment

(Millions of yen)

	Reportable segments					Adjustment (Note 1)	Amount recorded on the quarterly consolidated financial statements (Note 2)
	Glass bottles business	Plastic containers business	Logistics business	New glass business	Total		
Net Sales							
Revenue generated from contracts with customers	33,328	5,115	10,110	2,332	50,886	–	50,886
Other revenue	–	–	861	–	861	–	861
Net sales to external Customers	33,328	5,115	10,971	2,332	51,748	–	51,748
Intersegment sales and transfers	0	523	6,078	6	6,609	Δ 6,609	–
Total	33,328	5,639	17,050	2,339	58,357	Δ 6,609	51,748
Segment profit/loss (Δ)	325	Δ 243	431	Δ 302	212	275	487

- [Notes] (1) Segment profit/loss (Δ) adjustment of 275 million yen includes intersegment eliminations of 98 million yen and other adjustments of 176 million yen. Other adjustments include corporate expenses not attributable to reportable segments and adjustments of non-operating income/expenses recorded in reportable segments.
(2) Segment profit/loss (Δ) is adjusted with operating profit in the quarterly consolidated statements of income.

2. Information on assets by reportable segment

In the first quarter of the current fiscal year, all of the interests in Yamamura Glass Qinhuangdao Co., Ltd. were sold. The deemed sale date was set as the last day of the first quarter of the current fiscal year, and Yamamura Glass Qinhuangdao Co., Ltd. has been removed from range of consolidation. As a result, the amount of assets of the reportable segments in "Glass bottles business" for the third quarter of the current fiscal year decreased by 7.01 billion yen from the end of the previous fiscal year.

3. Information on impairment loss of non-current assets and goodwill for each reportable segments

There are no applicable items.