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## Consolidated Financial Results for the Year Ended March 31, 2022 [Japanese GAAP]

May 26, 2022

Company name: SHIBAURA MACHINE CO., LTD.  
 Stock exchange listing: Tokyo  
 Code number: 6104 URL <https://www.shibaura-machine.co.jp>  
 Representative: President and Chief Operating Officer Shigetomo Sakamoto  
 Public Relations & Investor Relations  
 Inquiries: Department Minoru Aoki TEL 03(3509)0444  
 Senior Manager  
 Scheduled date of Annual General Meeting of Shareholders: June 30, 2022  
 Scheduled date of commencing dividend payments: June 16, 2022  
 Scheduled date of filing annual securities report: June 30, 2022  
 Availability of supplementary briefing material on annual financial results: Yes  
 Schedule of annual financial results briefing session: Yes

(Amounts of less than one million yen are rounded down)

## 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 01, 2021 to March 31, 2022)

## (1) Consolidated Operating Results (% 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	%
Fiscal year ended March 31, 2022	107,777	16.3	4,236	-	4,544	420.6	3,725	-
March 31, 2021	92,635	(20.7)	381	(89.2)	872	(77.2)	(2,898)	-

(Note) Comprehensive income: Fiscal year ended March 31, 2022: ¥ 6,212 million [ -%]  
 Fiscal year ended March 31, 2021: ¥ 43 million [ (99.3)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	154.27	-	4.6	2.9	3.9
March 31, 2021	(120.05)	-	(3.4)	0.6	0.4

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2022: ¥ million  
 Fiscal year ended March 31, 2021: ¥ million

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2022	166,989	83,515	50.0	3,457.58
March 31, 2021	134,296	82,152	61.2	3,402.36

(Reference) Equity: As of March 31, 2022: ¥ 83,515 million  
 As of March 31, 2021: ¥ 82,152 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 the end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2022	11,299	(1,264)	(2,108)	51,710
March 31, 2021	192	(1,537)	(4,956)	42,417

## 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2021	-	37.50	-	37.50	199.30	4,810	-	5.7
March 31, 2022	-	37.50	-	37.50	75.00	1,811	48.6	2.2
Fiscal year ending March 31, 2023 (Forecast)	-	37.50	-	37.50	75.00		43.1	

(Note) Breakdown of the year-end dividend for the fiscal year ended March 31, 2022 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 01, 2022 to March 31, 2023)

(% 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	120,000	11.3	6,000	41.6	5,400	18.8	4,200	12.7	173.88

\* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:	)
Exclusion:	-	(Company name:	)

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

- 1) Changes in accounting policies due to the revision of accounting standards: Yes
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

March 31, 2022:	29,977,106 shares
March 31, 2021:	29,977,106 shares

2) Total number of treasury shares at the end of the period:

March 31, 2022:	5,822,705 shares
March 31, 2021:	5,831,373 shares

3) Average number of shares during the period:

Fiscal Year ended March 31, 2022:	24,151,736 shares
Fiscal Year ended March 31, 2021:	24,141,713 shares

## (Reference) Summary of Non-consolidated Financial Results

## 1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 01, 2021 to March 31, 2022)

## (1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2022	77,650	20.3	630	-	2,797	-	3,305	-
March 31, 2021	64,573	(27.9)	(2,190)	-	(851)	-	(3,714)	-

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2022	136.87	-
March 31, 2021	(153.84)	-

## (2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 31, 2022	135,928	66,596	49.0	2,757.10
March 31, 2021	109,491	67,391	61.5	2,791.04

(Reference) Equity: As of March 31, 2022: ¥ 66,596 million  
 As of March 31, 2021: ¥ 67,391 million

## Consolidated Financial Statements

## Consolidated Balance Sheets

(Million yen)

	As of March 31,2021	As of March 31,2022
<b>Assets</b>		
Current assets		
Cash and deposits	42,417	51,710
Notes and accounts receivable - trade	27,682	-
Notes and accounts receivable - trade, and contract assets	-	23,613
Merchandise and finished goods	6,736	23,000
Work in process	22,327	28,541
Raw materials and supplies	64	65
Other	3,560	7,566
Allowance for doubtful accounts	(37)	(37)
Current assets	102,752	134,461
Non-current assets		
Property, plant and equipment		
Buildings and structures	39,252	37,040
Accumulated depreciation	(29,348)	(27,459)
Buildings and structures, net	9,903	9,581
Machinery, equipment and vehicles	24,421	23,463
Accumulated depreciation	(21,703)	(20,584)
Machinery, equipment and vehicles, net	2,718	2,878
Land	7,098	7,142
Leased assets	264	469
Accumulated depreciation	(153)	(244)
Leased assets, net	111	224
Construction in progress	474	842
Other	7,238	7,084
Accumulated depreciation	(6,786)	(6,607)
Other, net	452	477
Property, plant and equipment	20,758	21,146
Intangible assets		
Other	571	843
Intangible assets	571	843
Investments and other assets		
Investment securities	8,341	8,686
Long-term loans receivable	6	5
Deferred tax assets	409	565
Other	2,765	2,718
Allowance for doubtful accounts	(1,310)	(1,436)
Investments and other assets	10,213	10,538
Non-current assets	31,543	32,528
Assets	134,296	166,989

(Million yen)

	As of March 31,2021	As of March 31,2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	17,613	23,729
Short-term borrowings	10,590	10,917
Income taxes payable	74	465
Accrued expenses	2,341	2,248
Provision for bonuses	1,096	1,894
Provision for product warranties	591	618
Advances received	5,345	-
Contract liabilities	-	28,887
Other	1,316	2,003
Current liabilities	38,969	70,766
Non-current liabilities		
Long-term borrowings	3,800	3,300
Long-term accounts payable - other	5	5
Deferred tax liabilities	570	440
Provision for retirement benefits for directors (and other officers)	58	63
Retirement benefit liability	8,518	8,354
Asset retirement obligations	105	384
Other	115	158
Non-current liabilities	13,174	12,707
Liabilities	52,144	83,474
<b>Net assets</b>		
Shareholders' equity		
Share capital	12,484	12,484
Capital surplus	11,538	11,538
Retained earnings	69,522	68,374
Treasury shares	(16,346)	(16,322)
Shareholders' equity	77,198	76,075
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,749	4,350
Foreign currency translation adjustment	1,737	3,348
Remeasurements of defined benefit plans	(533)	(259)
Valuation and translation adjustments	4,953	7,440
Net assets	82,152	83,515
Liabilities and net assets	134,296	166,989

Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income

(Million yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
Net sales	92,635	107,777
Cost of sales	67,730	75,262
Gross profit (loss)	24,904	32,515
Selling, general and administrative expenses		
Sales commission	1,223	1,697
Packing and transportation costs	2,842	4,067
Provision for product warranties	491	501
Employees' salaries and allowances	11,195	11,649
Retirement benefit expenses	684	593
Depreciation	738	788
Rent expenses	911	1,003
Travel and transportation expenses	561	671
Research and development expenses	1,404	1,799
Outsourcing expenses	468	498
Other	4,000	5,008
Selling, general and administrative expenses	24,522	28,278
Operating profit (loss)	381	4,236
Non-operating income		
Interest income	59	79
Dividend income	212	266
Rental income	45	48
Subsidies for employment adjustment	677	289
Subsidy income	220	-
Foreign exchange gains	348	363
Other	282	311
Non-operating income	1,847	1,358
Non-operating expenses		
Interest expenses	84	117
Brand fee expense	0	-
Outsourcing expenses	655	118
Other	615	814
Non-operating expenses	1,356	1,050
Ordinary profit (loss)	872	4,544
Extraordinary income		
Gain on sale of non-current assets	13	15
Gain on sale of investment securities	132	25
Extraordinary income	145	41
Extraordinary losses		
Loss on disposal of non-current assets	78	136
Loss on sale of investment securities	-	3
Loss on valuation of shares of subsidiaries and associates	35	307
Loss on valuation of investment securities	-	17
Impairment losses	371	40
Extra retirement payments	264	-
Extraordinary losses	750	505

(Million yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
Profit (loss) before income taxes	267	4,079
Income taxes - current	403	847
Income taxes - deferred	2,762	(493)
Income taxes	3,165	353
Profit (loss)	(2,898)	3,725
Profit (loss) attributable to owners of parent	(2,898)	3,725

## Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
Profit (loss)	(2,898)	3,725
Other comprehensive income		
Valuation difference on available-for-sale securities	1,415	601
Deferred gains or losses on hedges	(0)	-
Foreign currency translation adjustment	893	1,611
Remeasurements of defined benefit plans, net of tax	632	273
Total other comprehensive income	2,941	2,486
Comprehensive income	43	6,212
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	43	6,212
Comprehensive income attributable to non-controlling interests	-	-

## Consolidated Statements of Changes in Net Assets

For the fiscal year ended March 31, 2021

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	12,484	11,538	77,359	(16,376)	85,006
Cumulative effects of changes in accounting policies					-
Restated balance	12,484	11,538	77,359	(16,376)	85,006
Changes during period					
Dividends of surplus			(4,931)		(4,931)
Profit (loss) attributable to owners of parent			(2,898)		(2,898)
Purchase of treasury shares				(0)	(0)
Restricted stock option			(7)	30	22
Net changes in items other than shareholders' equity					
Total changes during period	-	-	(7,837)	29	(7,807)
Balance at end of period	12,484	11,538	69,522	(16,346)	77,198

	Accumulated other comprehensive income					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	2,334	0	843	(1,165)	2,012	87,018
Cumulative effects of changes in accounting policies						-
Restated balance	2,334	0	843	(1,165)	2,012	87,018
Changes during period						
Dividends of surplus						(4,931)
Profit (loss) attributable to owners of parent						(2,898)
Purchase of treasury shares						(0)
Restricted stock option						22
Net changes in items other than shareholders' equity	1,415	(0)	893	632	2,941	2,941
Total changes during period	1,415	(0)	893	632	2,941	(4,866)
Balance at end of period	3,749	-	1,737	(533)	4,953	82,152

For the fiscal year ended March 31,2022

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	12,484	11,538	69,522	(16,346)	77,198
Cumulative effects of changes in accounting policies			(3,059)		(3,059)
Restated balance	12,484	11,538	66,462	(16,346)	74,138
Changes during period					
Dividends of surplus			(1,811)		(1,811)
Profit (loss) attributable to owners of parent			3,725		3,725
Purchase of treasury shares				(0)	(0)
Restricted stock option			(2)	24	22
Net changes in items other than shareholders' equity					
Total changes during period	-	-	1,912	24	1,936
Balance at end of period	12,484	11,538	68,374	(16,322)	76,075

	Accumulated other comprehensive income					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	3,749	-	1,737	(533)	4,953	82,152
Cumulative effects of changes in accounting policies						(3,059)
Restated balance	3,749	-	1,737	(533)	4,953	79,092
Changes during period						
Dividends of surplus						(1,811)
Profit (loss) attributable to owners of parent						3,725
Purchase of treasury shares						(0)
Restricted stock option						22
Net changes in items other than shareholders' equity	601	-	1,611	273	2,486	2,486
Total changes during period	601	-	1,611	273	2,486	4,423
Balance at end of period	4,350	-	3,348	(259)	7,440	83,515

## Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	267	4,079
Depreciation	1,755	1,952
Impairment losses	371	40
Extra retirement payments	264	-
Increase (decrease) in allowance for doubtful accounts	249	125
Increase (decrease) in provision for bonuses	1,096	798
Increase (decrease) in provision for product warranties	(128)	27
Increase (decrease) in provision for retirement benefits for directors (and other officers)	16	5
Increase (decrease) in retirement benefit liability	(618)	110
Interest and dividend income	(271)	(346)
Interest expenses	81	117
Loss (gain) on sale of investment securities	(132)	(22)
Loss (gain) on valuation of investment securities	-	17
Loss on valuation of shares of subsidiaries and associates	35	307
Loss (gain) on sale and retirement of property, plant and equipment and intangible assets	64	120
Decrease (increase) in trade receivables	8,382	(1,815)
Decrease (increase) in inventories	6,868	(8,537)
Increase (decrease) in trade payables	(3,616)	6,555
Increase (decrease) in advances received	(1,058)	-
Increase (decrease) in contract liabilities	-	10,275
Increase (decrease) in accrued expenses	(3,003)	262
Increase (decrease) in deposits received	(49)	(43)
Increase (decrease) in accounts payable - other	(38)	207
Other, net	(1,498)	(3,048)
Subtotal	9,039	11,190
Interest and dividends received	271	346
Interest paid	(88)	(88)
Income taxes refund (paid)	(7,857)	(149)
Extra retirement payments	(1,172)	-
Net cash provided by (used in) operating activities	192	11,299
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(1,545)	(1,252)
Proceeds from sale of property, plant and equipment	16	86
Purchase of intangible assets	(219)	(353)
Proceeds from sale of investment securities	320	209
Decrease (increase) in short-term loans receivable	(16)	1
Proceeds from collection of long-term loans receivable	6	1
Other, net	(99)	42
Net cash provided by (used in) investing activities	(1,537)	(1,264)

(Million yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	-	327
Repayments of long-term borrowings	-	(500)
Purchase of treasury shares	(0)	(0)
Dividends paid	(4,931)	(1,811)
Other, net	(24)	(123)
Net cash provided by (used in) financing activities	(4,956)	(2,108)
Effect of exchange rate change on cash and cash equivalents	708	1,365
Net increase (decrease) in cash and cash equivalents	(5,593)	9,292
Cash and cash equivalents at beginning of period	48,011	42,417
Cash and cash equivalents at end of period	42,417	51,710