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April 26, 2024

Consolidated Financial Results for the Three Months Ended March 31, 2024 (Under Japanese GAAP)

Company name: Yamazaki Baking Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2212
 URL: <https://www.yamazakipan.co.jp/>
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 Scheduled date to file quarterly securities report: May 14, 2024
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	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, 2024	306,658	10.8	16,512	76.9	17,382	79.8	10,944	99.6
March 31, 2023	276,839	6.6	9,335	34.4	9,669	26.3	5,483	39.9

Note: Comprehensive income For the three months ended March 31, 2024: ¥15,467 million [318.5%]
 For the three months ended March 31, 2023: ¥3,695 million [(56.4)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
March 31, 2024	53.58	—
March 31, 2023	26.45	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
March 31, 2024	790,861	444,090	50.3
December 31, 2023	802,035	446,132	49.9

Reference: Equity
 As of March 31, 2024: ¥397,632 million
 As of December 31, 2023: ¥400,137 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2023	—	—	—	25.00	25.00
Fiscal year ending December 31, 2024	—				
Fiscal year ending December 31, 2024 (Forecast)		—	—	28.00	28.00

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

3. Forecast of consolidated results for the year ending December 31, 2024

(January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Second quarter-end (Cumulative)	606,000	7.5	24,000	16.4	25,500	12.1	16,000	13.8	78.33
Full year	1,223,000	4.0	48,000	14.4	51,000	12.0	31,500	4.4	154.21

Note: Revision to the financial results forecast announced most recently: None

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of March 31, 2024	220,282,860 shares
As of December 31, 2023	220,282,860 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2024	17,701,180 shares
As of December 31, 2023	14,328,495 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended March 31, 2024	204,268,029 shares
Three months ended March 31, 2023	207,294,925 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	134,937	125,251
Notes receivable - trade	148	126
Accounts receivable - trade	134,965	133,390
Merchandise and finished goods	13,750	13,741
Work in process	728	1,023
Raw materials and supplies	15,203	14,886
Other	15,396	14,845
Allowance for doubtful accounts	(341)	(336)
Total current assets	314,787	302,929
Non-current assets		
Property, plant and equipment		
Buildings and structures	433,007	434,438
Accumulated depreciation	(318,729)	(320,152)
Buildings and structures, net	114,277	114,286
Machinery, equipment and vehicles	581,140	581,887
Accumulated depreciation	(492,160)	(495,272)
Machinery, equipment and vehicles, net	88,980	86,614
Tools, furniture and fixtures	43,677	44,044
Accumulated depreciation	(35,068)	(35,395)
Tools, furniture and fixtures, net	8,609	8,649
Land	124,291	124,427
Leased assets	21,469	21,568
Accumulated depreciation	(14,081)	(13,945)
Leased assets, net	7,387	7,622
Construction in progress	4,040	4,335
Total property, plant and equipment	347,586	345,934
Intangible assets		
Goodwill	9,052	8,361
Other	12,365	12,332
Total intangible assets	21,417	20,693
Investments and other assets		
Investment securities	80,580	86,010
Long-term loans receivable	1,218	1,207
Retirement benefit asset	649	644
Deferred tax assets	9,621	6,701
Other	28,574	29,129
Allowance for doubtful accounts	(2,401)	(2,390)
Total investments and other assets	118,242	121,303
Total non-current assets	487,247	487,932
Total assets	802,035	790,861

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	89,239	85,775
Short-term borrowings	55,608	55,497
Lease liabilities	3,551	3,531
Income taxes payable	11,576	6,358
Accrued expenses	41,541	40,561
Provision for bonuses	5,793	16,114
Provision for loss on store closings	48	48
Asset retirement obligations	21	14
Other	50,495	43,017
Total current liabilities	257,877	250,919
Non-current liabilities		
Long-term borrowings	16,690	14,452
Lease liabilities	4,282	4,443
Provision for retirement benefits for directors (and other officers)	5,113	5,213
Retirement benefit liability	58,293	58,057
Asset retirement obligations	4,813	4,815
Other	8,831	8,868
Total non-current liabilities	98,025	95,851
Total liabilities	355,902	346,770
Net assets		
Shareholders' equity		
Share capital	11,014	11,014
Capital surplus	9,632	9,632
Retained earnings	343,395	349,191
Treasury shares	(26,185)	(38,091)
Total shareholders' equity	337,856	331,746
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	36,112	41,262
Revaluation reserve for land	99	99
Foreign currency translation adjustment	6,494	5,221
Remeasurements of defined benefit plans	19,575	19,302
Total accumulated other comprehensive income	62,281	65,885
Non-controlling interests	45,994	46,458
Total net assets	446,132	444,090
Total liabilities and net assets	802,035	790,861

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended March 31

(Millions of yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Net sales	276,839	306,658
Cost of sales	186,137	202,847
Gross profit	90,701	103,811
Selling, general and administrative expenses	81,365	87,298
Operating profit	9,335	16,512
Non-operating income		
Interest income	41	109
Dividend income	75	95
Income from lease of fixed assets	244	245
Share of profit of entities accounted for using equity method	82	80
Foreign exchange gains	68	522
Miscellaneous income	296	301
Total non-operating income	808	1,354
Non-operating expenses		
Interest expenses	174	192
Rental expenses on non-current assets	76	68
Loss on disaster	126	128
Miscellaneous losses	97	94
Total non-operating expenses	475	484
Ordinary profit	9,669	17,382
Extraordinary income		
Gain on sale of non-current assets	28	46
Gain on sale of shares of subsidiaries and associates	76	300
Gain on sale of investment securities	—	186
Other	36	6
Total extraordinary income	141	540
Extraordinary losses		
Loss on sale and retirement of non-current assets	203	235
Impairment losses	49	36
Other	127	35
Total extraordinary losses	380	307
Profit before income taxes	9,429	17,614
Income taxes	3,428	5,874
Profit	6,001	11,740
Profit attributable to non-controlling interests	518	796
Profit attributable to owners of parent	5,483	10,944

Quarterly Consolidated Statements of Comprehensive Income
Three Months Ended March 31

(Millions of yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Profit	6,001	11,740
Other comprehensive income		
Valuation difference on available-for-sale securities	(243)	5,213
Foreign currency translation adjustment	(1,989)	(1,209)
Remeasurements of defined benefit plans, net of tax	(86)	(289)
Share of other comprehensive income of entities accounted for using equity method	13	11
Total other comprehensive income	(2,305)	3,726
Comprehensive income	3,695	15,467
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,446	14,548
Comprehensive income attributable to non-controlling interests	249	918