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October 29, 2024

Consolidated Financial Results for the Nine Months Ended September 30, 2024 (Under Japanese GAAP)

Company name: Yamazaki Baking Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2212
 URL: <https://www.yamazakipan.co.jp/>
 Representative: Nobuhiro Iijima, President
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the nine months ended September 30, 2024 (from January 1, 2024 to September 30, 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	%
Nine months ended								
September 30, 2024	919,593	8.7	38,785	39.2	41,296	34.0	26,806	42.1
September 30, 2023	846,225	6.8	27,868	73.9	30,826	55.3	18,868	89.7

Note: Comprehensive income For the nine months ended September 30, 2024: ¥28,992 million [4.1%]
 For the nine months ended September 30, 2023: ¥27,838 million [75.9%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2024	132.37	—
September 30, 2023	91.38	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	776,948	443,615	51.0
December 31, 2023	802,035	446,132	49.9

Reference: Equity
 As of September 30, 2024: ¥396,391 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)				38.00	38.00

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
Full year	1,234,000	5.0	54,500	29.9	59,000	29.6	36,500	21.0	180.23

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

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: 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 September 30, 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 September 30, 2024	21,401,372 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)

Nine months ended September 30, 2024	202,516,151 shares
Nine months ended September 30, 2023	206,490,727 shares

- * Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

- * 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 September 30, 2024
Assets		
Current assets		
Cash and deposits	134,937	139,058
Notes receivable - trade	148	103
Accounts receivable - trade	134,965	103,350
Merchandise and finished goods	13,750	16,697
Work in process	728	1,193
Raw materials and supplies	15,203	16,223
Other	15,396	14,771
Allowance for doubtful accounts	(341)	(349)
Total current assets	314,787	291,048
Non-current assets		
Property, plant and equipment		
Buildings and structures	433,007	438,305
Accumulated depreciation	(318,729)	(323,831)
Buildings and structures, net	114,277	114,474
Machinery, equipment and vehicles	581,140	590,734
Accumulated depreciation	(492,160)	(502,220)
Machinery, equipment and vehicles, net	88,980	88,514
Tools, furniture and fixtures	43,677	44,987
Accumulated depreciation	(35,068)	(36,281)
Tools, furniture and fixtures, net	8,609	8,705
Land	124,291	125,255
Leased assets	21,469	24,204
Accumulated depreciation	(14,081)	(15,852)
Leased assets, net	7,387	8,352
Construction in progress	4,040	6,116
Total property, plant and equipment	347,586	351,418
Intangible assets		
Goodwill	9,052	8,206
Other	12,365	12,194
Total intangible assets	21,417	20,401
Investments and other assets		
Investment securities	80,580	77,407
Long-term loans receivable	1,218	1,133
Retirement benefit asset	649	658
Deferred tax assets	9,621	9,051
Other	28,574	28,143
Allowance for doubtful accounts	(2,401)	(2,315)
Total investments and other assets	118,242	114,079
Total non-current assets	487,247	485,899
Total assets	802,035	776,948

(Millions of yen)

	As of December 31, 2023	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	89,239	81,552
Short-term borrowings	55,608	55,130
Lease liabilities	3,551	4,058
Income taxes payable	11,576	7,268
Accrued expenses	41,541	36,020
Provision for bonuses	5,793	15,447
Provision for loss on store closings	48	52
Asset retirement obligations	21	27
Other	50,495	42,444
Total current liabilities	257,877	242,002
Non-current liabilities		
Long-term borrowings	16,690	10,891
Lease liabilities	4,282	4,529
Provision for retirement benefits for directors (and other officers)	5,113	5,737
Retirement benefit liability	58,293	56,762
Asset retirement obligations	4,813	4,864
Other	8,831	8,545
Total non-current liabilities	98,025	91,330
Total liabilities	355,902	333,332
Net assets		
Shareholders' equity		
Share capital	11,014	11,014
Capital surplus	9,632	9,632
Retained earnings	343,395	365,052
Treasury shares	(26,185)	(51,852)
Total shareholders' equity	337,856	333,846
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	36,112	35,046
Deferred gains or losses on hedges	—	(3)
Revaluation reserve for land	99	99
Foreign currency translation adjustment	6,494	8,612
Remeasurements of defined benefit plans	19,575	18,789
Total accumulated other comprehensive income	62,281	62,544
Non-controlling interests	45,994	47,224
Total net assets	446,132	443,615
Total liabilities and net assets	802,035	776,948

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended September 30

(Millions of yen)

	For the nine months ended September 30, 2023	For the nine months ended September 30, 2024
Net sales	846,225	919,593
Cost of sales	573,265	617,099
Gross profit	272,959	302,493
Selling, general and administrative expenses	245,090	263,708
Operating profit	27,868	38,785
Non-operating income		
Interest income	198	340
Dividend income	804	961
Income from lease of fixed assets	741	776
Share of profit of entities accounted for using equity method	557	720
Foreign exchange gains	916	41
Miscellaneous income	902	904
Total non-operating income	4,119	3,745
Non-operating expenses		
Interest expenses	544	636
Rental expenses on non-current assets	230	197
Loss on disaster	126	149
Miscellaneous losses	260	250
Total non-operating expenses	1,161	1,234
Ordinary profit	30,826	41,296
Extraordinary income		
Gain on sale of non-current assets	99	165
Gain on sale of investment securities	20	1,418
Gain on sale of shares of subsidiaries and associates	76	300
Other	87	157
Total extraordinary income	282	2,042
Extraordinary losses		
Loss on sale and retirement of non-current assets	863	1,167
Impairment losses	293	192
Other	305	167
Total extraordinary losses	1,462	1,526
Profit before income taxes	29,647	41,812
Income taxes	10,077	13,642
Profit	19,569	28,170
Profit attributable to non-controlling interests	701	1,364
Profit attributable to owners of parent	18,868	26,806

Quarterly Consolidated Statements of Comprehensive Income
 Nine Months Ended September 30

(Millions of yen)

	For the nine months ended September 30, 2023	For the nine months ended September 30, 2024
Profit	19,569	28,170
Other comprehensive income		
Valuation difference on available-for-sale securities	7,801	(1,070)
Foreign currency translation adjustment	682	2,710
Remeasurements of defined benefit plans, net of tax	(254)	(861)
Share of other comprehensive income of entities accounted for using equity method	39	44
Total other comprehensive income	8,269	821
Comprehensive income	27,838	28,992
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	26,356	27,068
Comprehensive income attributable to non-controlling interests	1,482	1,923