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Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 10, 2024

Company name: RIKEN VITAMIN CO., LTD.
Listing: Tokyo Stock Exchange
Stock code: 4526 URL <https://www.rikenvitamin.jp/>
Representative: Kazuhiko Yamaki, President and Representative Director
Inquiries: Yuichi Nakagawa, General Manager of Corporate Planning Department, Chief Manager of Corporate Planning
Division
Telephone: 03-5362-1315
Scheduled date of ordinary general meeting of shareholders: June 25, 2024
Scheduled date to file Securities Report: June 25, 2024
Scheduled date to commence dividend payments: June 10, 2024
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

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	%
Year ended March 31, 2024	91,484	3.1	9,371	30.9	10,296	33.3	8,755	36.5
Year ended March 31, 2023	88,750	12.0	7,158	22.6	7,723	24.9	6,414	(70.3)

Note: Comprehensive income For the fiscal year ended March 31, 2024: ¥13,788 million [115.5%]
For the fiscal year ended March 31, 2023: ¥6,398 million [(70.6)%]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	268.44	–	11.8	9.2	10.2
Year ended March 31, 2023	195.51	–	9.3	7.4	8.1

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	118,776	76,643	64.5	2,523.84
As of March 31, 2023	105,223	71,371	67.8	2,174.39

Reference: Equity As of March 31, 2024: ¥76,613 million
As of March 31, 2023: ¥71,345 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 end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	10,451	(554)	(7,084)	20,141
Year ended March 31, 2023	7,835	(2,034)	(4,578)	16,656

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	23.00	–	36.00	59.00	1,946	30.2	2.8
Year ended March 31, 2024	–	30.50	–	50.50	81.00	2,547	30.2	3.4
Year ending March 31, 2025 (Forecast)	–	40.50	–	40.50	81.00		30.4	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	45,500	2.0	4,000	(13.0)	4,300	(17.6)	3,300	(10.0)	108.71
Full year	92,500	1.1	8,500	(9.3)	9,000	(12.6)	8,100	(7.5)	266.84

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:

No

Changes in accounting policies due to other reasons:

No

Changes in accounting estimates:

No

Restatement of prior period financial statements:

No

(3) Number of issued shares (common shares)

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

As of March 31, 2024	33,705,100 shares	As of March 31, 2023	33,705,100 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	3,349,316 shares	As of March 31, 2023	893,316 shares
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Average number of shares during the period

Year ended March 31, 2024	32,617,016 shares	Year ended March 31, 2023	32,806,814 shares
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[Translation]

Consolidated financial statements Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	19,155	23,384
Notes and accounts receivable - trade	19,151	21,884
Electronically recorded monetary claims - operating	967	1,232
Merchandise and finished goods	8,550	8,640
Work in process	3,955	4,589
Raw materials and supplies	5,230	5,352
Other	1,117	1,438
Allowance for doubtful accounts	(2)	(2)
Total current assets	58,126	66,521
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	12,840	12,153
Machinery, equipment and vehicles, net	7,841	7,472
Tools, furniture and fixtures, net	956	959
Land	1,822	1,853
Construction in progress	175	943
Total property, plant and equipment	23,637	23,382
Intangible assets		
Software	199	205
Other	446	770
Total intangible assets	645	976
Investments and other assets		
Investment securities	17,862	21,519
Long-term loans receivable	0	3
Deferred tax assets	475	540
Retirement benefit asset	3,553	4,889
Other	925	945
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	22,813	27,895
Total non-current assets	47,096	52,254
Total assets	105,223	118,776

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,660	9,130
Electronically recorded obligations - operating	597	770
Short-term borrowings	3,306	11,938
Accrued expenses	3,598	4,229
Income taxes payable	1,163	1,352
Provision for bonuses	1,158	1,339
Provision for bonuses for directors (and other officers)	52	50
Other	1,385	2,304
Total current liabilities	18,924	31,117
Non-current liabilities		
Long-term borrowings	11,254	4,115
Deferred tax liabilities	1,579	4,626
Provision for stock based compensation	163	195
Retirement benefit liability	230	297
Other	1,698	1,780
Total non-current liabilities	14,927	11,015
Total liabilities	33,851	42,132
Net assets		
Shareholders' equity		
Share capital	2,537	2,537
Capital surplus	2,466	2,466
Retained earnings	58,729	65,290
Treasury shares	(1,633)	(7,954)
Total shareholders' equity	62,099	62,339
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,488	9,625
Deferred gains or losses on hedges	2	23
Foreign currency translation adjustment	2,220	3,496
Remeasurements of defined benefit plans	533	1,128
Total accumulated other comprehensive income	9,245	14,273
Non-controlling interests	26	30
Total net assets	71,371	76,643
Total liabilities and net assets	105,223	118,776

[Translation]

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	88,750	91,484
Cost of sales	61,506	61,598
Gross profit	27,244	29,886
Selling, general and administrative expenses	20,085	20,514
Operating profit	7,158	9,371
Non-operating income		
Interest income	105	204
Dividend income	431	467
Rental income	60	66
Foreign exchange gains	42	267
Other	160	116
Total non-operating income	800	1,122
Non-operating expenses		
Interest expenses	132	112
Commission expenses	26	24
Bad debt expenses	32	—
Other	45	59
Total non-operating expenses	236	197
Ordinary profit	7,723	10,296
Extraordinary income		
Gain on sale of non-current assets	1	3
Gain on sale of investment securities	184	2,115
Subsidy income	9	179
Insurance claim income	—	65
Total extraordinary income	194	2,364
Extraordinary losses		
Loss on sale of non-current assets	1	0
Impairment losses	—	270
Loss on disaster	—	85
Loss on retirement of non-current assets	57	123
Loss on tax purpose reduction entry of non-current assets	—	165
Loss on sale of investment securities	0	0
Loss on valuation of investment securities	0	25
Loss related to business restructuring	—	80
Total extraordinary losses	60	751
Profit before income taxes	7,857	11,909
Income taxes - current	1,469	1,808
Income taxes - deferred	(29)	1,340
Total income taxes	1,440	3,149
Profit	6,417	8,759
Profit attributable to non-controlling interests	3	3
Profit attributable to owners of parent	6,414	8,755

[Translation]

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	6,417	8,759
Other comprehensive income		
Valuation difference on available-for-sale securities	(816)	3,136
Deferred gains or losses on hedges	(2)	20
Foreign currency translation adjustment	936	1,277
Remeasurements of defined benefit plans, net of tax	(137)	595
Total other comprehensive income	(19)	5,029
Comprehensive income	6,398	13,788
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,391	13,783
Comprehensive income attributable to non-controlling interests	6	5

[Translation]

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,537	3,072	65,426	(13,785)	57,251
Changes during period					
Dividends of surplus			(1,583)		(1,583)
Profit (loss) attributable to owners of parent			6,414		6,414
Purchase of treasury shares				(0)	(0)
Cancellation of treasury shares		(605)	(11,527)	12,133	—
Disposal of treasury shares by stocks payment trust				18	18
Net changes in items other than shareholders' equity					
Total changes during period	—	(605)	(6,697)	12,151	4,848
Balance at end of period	2,537	2,466	58,729	(1,633)	62,099

	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	7,304	5	1,287	670	9,268	19	66,539
Changes during period							
Dividends of surplus							(1,583)
Profit (loss) attributable to owners of parent							6,414
Purchase of treasury shares							(0)
Cancellation of treasury shares							—
Disposal of treasury shares by stocks payment trust							18
Net changes in items other than shareholders' equity	(816)	(2)	933	(137)	(22)	6	(15)
Total changes during period	(816)	(2)	933	(137)	(22)	6	4,832
Balance at end of period	6,488	2	2,220	533	9,245	26	71,371

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,537	2,466	58,729	(1,633)	62,099
Changes during period					
Dividends of surplus			(2,194)		(2,194)
Profit (loss) attributable to owners of parent			8,755		8,755
Purchase of treasury shares				(6,360)	(6,360)
Disposal of treasury shares by stocks payment trust				39	39
Net changes in items other than shareholders' equity					
Total changes during period	—	—	6,561	(6,321)	240
Balance at end of period	2,537	2,466	65,290	(7,954)	62,339

	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	6,488	2	2,220	533	9,245	26	71,371
Changes during period							
Dividends of surplus							(2,194)
Profit (loss) attributable to owners of parent							8,755
Purchase of treasury shares							(6,360)
Disposal of treasury shares by stocks payment trust							39
Net changes in items other than shareholders' equity	3,136	20	1,276	595	5,027	3	5,031
Total changes during period	3,136	20	1,276	595	5,027	3	5,271
Balance at end of period	9,625	23	3,496	1,128	14,273	30	76,643

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	7,857	11,909
Depreciation	3,718	3,330
Impairment losses	—	270
Loss on disaster	—	85
Increase (decrease) in allowance for doubtful accounts	0	(0)
Increase (decrease) in provision for bonuses	(10)	169
Increase (decrease) in provision for bonuses for directors (and other officers)	12	(2)
Increase (decrease) in net defined benefit asset and liability	(451)	(411)
Increase (decrease) in provision for share-based payments	74	71
Interest and dividend income	(537)	(671)
Interest expenses	132	112
Foreign exchange losses (gains)	(37)	(42)
Loss (gain) on sale of non-current assets	0	(2)
Loss on retirement of non-current assets	57	123
Loss on tax purpose reduction entry of non-current assets	—	165
Loss (gain) on sale of investment securities	(183)	(2,115)
Loss (gain) on valuation of investment securities	0	25
Subsidy income	(9)	(179)
Insurance claim income	—	(65)
Loss related to business restructuring	—	80
Decrease (increase) in trade receivables	(1,140)	(2,687)
Decrease (increase) in inventories	(2,459)	(631)
Increase (decrease) in trade payables	456	1,383
Other, net	287	655
Subtotal	7,769	11,571
Interest and dividends received	521	666
Interest paid	(127)	(113)
Proceeds from insurance income	—	65
Payments associated with disaster loss	—	(42)
Income taxes refund (paid)	(327)	(1,696)
Net cash provided by (used in) operating activities	7,835	10,451
Cash flows from investing activities		
Payments into time deposits	(3,528)	(3,174)
Proceeds from withdrawal of time deposits	3,361	2,546
Purchase of property, plant and equipment	(2,112)	(2,536)
Proceeds from sale of property, plant and equipment	2	3
Payments for retirement of property, plant and equipment	(40)	(45)
Purchase of intangible assets	(15)	(446)
Purchase of investment securities	(16)	(17)
Proceeds from sale of investment securities	304	2,970
Subsidies received	9	179
Other, net	0	(35)
Net cash provided by (used in) investing activities	(2,034)	(554)

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(370)	4,100
Repayments of long-term borrowings	(2,606)	(2,606)
Dividends paid	(1,582)	(2,194)
Purchase of treasury shares	(0)	(6,360)
Other, net	(18)	(22)
Net cash provided by (used in) financing activities	(4,578)	(7,084)
Effect of exchange rate change on cash and cash equivalents	369	672
Net increase (decrease) in cash and cash equivalents	1,592	3,485
Cash and cash equivalents at beginning of period	15,064	16,656
Cash and cash equivalents at end of period	16,656	20,141