

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2021 (Based on Japanese GAAP)

November 11, 2021

Company name: Riken Vitamin Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4526 URL <https://www.rikenvitamin.jp/>
 Representative: President and Representative Director Kazuhiko Yamaki
 General Manager, Corporate Planning
 Inquiries: Department Wataru Ikeda TEL 03-5362-1315
 Scheduled date to file Quarterly Securities Report: November 11, 2021
 Scheduled date to commence dividend payments: December 6, 2021
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2021 (from April 1, 2021 to September 30, 2021)

(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	%
Six months ended September 30, 2021	38,603	1.7	2,396	–	2,518	–	17,162	–
Six months ended September 30, 2020	37,960	(8.6)	(495)	–	(561)	–	(2,858)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2021	523.29	–
Six months ended September 30, 2020	(87.18)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2021	96,681	64,912	66.6
As of March 31, 2021	106,535	46,674	43.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	–	21.00	–	21.00	42.00
Year ending March 31, 2022	–	21.00	–	–	–
Year ending March 31, 2022 (Forecast)	–	–	–	21.00	42.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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
Full year	78,000	0.4	4,600	236.4	4,800	190.4	19,000	–	579.26

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) 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: Yes
- Changes in accounting policies due to other reasons: Yes
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2021	40,705,100 shares	As of March 31, 2021	40,705,100 shares
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Number of treasury shares at the end of the period

As of September 30, 2021	7,901,659 shares	As of March 31, 2021	7,910,379 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2021	32,798,006 shares	Six months ended September 30, 2020	32,792,675 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Assets		
Current assets		
Cash and deposits	19,230	9,680
Notes and accounts receivable - trade	17,808	17,431
Electronically recorded monetary claims - operating	625	697
Merchandise and finished goods	6,111	6,370
Work in process	3,428	3,327
Raw materials and supplies	4,748	4,298
Other	1,497	1,137
Allowance for doubtful accounts	(122)	(1)
Total current assets	53,326	42,942
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,664	12,246
Machinery, equipment and vehicles, net	9,371	8,275
Other, net	4,824	5,395
Total property, plant and equipment	27,861	25,917
Intangible assets	681	683
Investments and other assets		
Investment securities	20,573	22,921
Retirement benefit asset	2,869	3,005
Other	2,701	1,215
Allowance for doubtful accounts	(1,477)	(3)
Total investments and other assets	24,667	27,139
Total non-current assets	53,209	53,739
Total assets	106,535	96,681

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,059	6,449
Electronically recorded obligations - operating	518	492
Short-term borrowings	23,920	3,571
Income taxes payable	1,307	257
Suspense receipt	14,296	–
Provisions	1,099	1,154
Other	5,611	5,274
Total current liabilities	52,812	17,200
Non-current liabilities		
Long-term borrowings	451	10,657
Provisions	56	60
Retirement benefit liability	219	228
Other	6,321	3,620
Total non-current liabilities	7,048	14,568
Total liabilities	59,861	31,768
Net assets		
Shareholders' equity		
Share capital	2,537	2,537
Capital surplus	3,079	3,079
Retained earnings	45,230	61,700
Treasury shares	(13,804)	(13,785)
Total shareholders' equity	37,043	53,532
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,326	9,950
Deferred gains or losses on hedges	3	0
Foreign currency translation adjustment	29	235
Remeasurements of defined benefit plans	753	663
Total accumulated other comprehensive income	9,113	10,849
Non-controlling interests	517	530
Total net assets	46,674	64,912
Total liabilities and net assets	106,535	96,681

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Net sales	37,960	38,603
Cost of sales	28,202	25,993
Gross profit	9,757	12,609
Selling, general and administrative expenses	10,253	10,213
Operating profit (loss)	(495)	2,396
Non-operating income		
Interest income	25	14
Dividend income	225	241
Foreign exchange gains	–	36
Other	152	157
Total non-operating income	404	450
Non-operating expenses		
Interest expenses	362	108
Foreign exchange losses	31	–
Loss on valuation of derivatives	34	114
Commission expenses	15	103
Other	26	2
Total non-operating expenses	470	328
Ordinary profit (loss)	(561)	2,518
Extraordinary income		
Gain on sale of non-current assets	0	0
Gain on sale of investment securities	28	0
Subsidy income	21	49
Gain on sales of investments in capital of subsidiaries and associates	–	12,076
Total extraordinary income	50	12,126
Extraordinary losses		
Loss on sale of non-current assets	4	–
Loss on retirement of non-current assets	42	24
Loss on tax purpose reduction entry of non-current assets	21	–
Loss on valuation of investment securities	1	0
Head office relocation expenses	91	–
Special investigation expenses	131	–
Loss on business about processed marine products	1,478	–
Sales of investments in capital of subsidiaries and associates expenses	–	150
Total extraordinary losses	1,770	175
Profit (loss) before income taxes	(2,281)	14,469
Income taxes	569	(2,707)
Profit (loss)	(2,851)	17,177
Profit attributable to non-controlling interests	7	14
Profit (loss) attributable to owners of parent	(2,858)	17,162

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Profit (loss)	(2,851)	17,177
Other comprehensive income		
Valuation difference on available-for-sale securities	1,692	1,623
Deferred gains or losses on hedges	(3)	(2)
Foreign currency translation adjustment	213	208
Remeasurements of defined benefit plans, net of tax	101	(90)
Total other comprehensive income	2,003	1,738
Comprehensive income	(847)	18,915
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(860)	18,898
Comprehensive income attributable to non-controlling interests	13	16