

FY2023

Consolidated financial statements (excerpts)

(1) Consolidated balance sheet

(Millions of yen)

	As of February 28,2023	As of February 29,2024
Assets		
Current assets		
Cash and deposits	20,327	20,303
Notes and accounts receivable - trade, and contract assets	237,221	242,952
Electronically recorded monetary claims-operating	63,758	65,458
Merchandise and finished goods	110,150	110,049
Work in process	11,576	12,373
Raw materials and supplies	2,267	2,182
Other	23,280	22,747
Allowance for doubtful accounts	(1,968)	(1,442)
Total current assets	466,615	474,623
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	19,992	21,359
Machinery, equipment and vehicles, net	3,430	3,750
Land	32,426	33,981
Construction in progress	993	648
Other, net	2,023	2,352
Total property, plant and equipment	58,866	62,092
Intangible assets	2,885	2,840
Investments and other assets		
Investment securities	156,742	241,558
Retirement benefit asset	24,265	48,230
Deferred tax assets	1,538	1,391
Other	6,106	6,502
Allowance for doubtful accounts	(234)	(233)
Total investments and other assets	188,418	297,448
Total non-current assets	250,170	362,382
Total assets	716,785	837,005

(Millions of yen)

	As of February 28,2023	As of February 29,2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	127,337	126,304
Electronically recorded obligations - operating	41,007	41,882
Short-term borrowings	152,369	135,828
Income taxes payable	5,232	4,132
Provision for bonuses	1,864	2,013
Other	23,832	24,693
Total current liabilities	351,644	334,855
Non-current liabilities		
Long-term borrowings	14,363	19,035
Deferred tax liabilities	38,116	71,026
Provision for retirement benefits for directors (and other officers)	1,286	1,124
Retirement benefit liability	2,517	2,670
Other	3,882	3,966
Total non-current liabilities	60,166	97,822
Total liabilities	411,810	432,678
Net assets		
Shareholders' equity		
Share capital	9,128	9,128
Capital surplus	7,805	7,803
Retained earnings	191,174	212,426
Treasury shares	(515)	(516)
Total shareholders' equity	207,593	228,840
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	71,321	128,485
Deferred gains or losses on hedges	250	748
Foreign currency translation adjustment	5,474	9,082
Remeasurements of defined benefit plans	3,832	19,122
Total accumulated other comprehensive income	80,879	157,437
Non-controlling interests	16,502	18,049
Total net assets	304,975	404,327
Total liabilities and net assets	716,785	837,005

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated statement of income

(Millions of yen)

	Fiscal year ended February 28, 2023	Fiscal year ended February 29, 2024
Net sales	962,016	1,111,934
Cost of sales	885,949	1,027,029
Gross profit	76,067	84,904
Selling, general and administrative expenses	46,618	52,492
Operating profit	29,448	32,412
Non-operating income		
Interest income	734	818
Dividend income	4,597	5,356
Share of profit of entities accounted for using equity method	1,117	891
Other	1,334	1,497
Total non-operating income	7,784	8,564
Non-operating expenses		
Interest expenses	2,380	3,438
Foreign exchange losses	1,814	1,022
Other	469	664
Total non-operating expenses	4,665	5,125
Ordinary profit	32,568	35,850
Extraordinary income		
Gain on sales of non-current assets	524	92
Gain on sales of investment securities	942	10
Gain on bargain purchase	2,764	-
Total extraordinary income	4,231	103
Extraordinary losses		
Loss on disposal of non-current assets	98	66
Impairment losses	288	62
Loss on valuation of investment securities	7	63
Loss on step acquisitions	1,636	-
Other	5	2
Total extraordinary losses	2,037	194
Profit before income taxes	34,762	35,758
Income taxes - current	10,022	9,980
Income taxes - deferred	259	785
Total income taxes	10,281	10,766
Profit	24,480	24,992
Profit attributable to non-controlling interests	959	1,333
Profit attributable to owners of parent	23,520	23,659

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended February 28, 2023	Fiscal year ended February 29, 2024
Profit	24,480	24,992
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,087)	57,510
Deferred gains or losses on hedges	149	463
Foreign currency translation adjustment	3,633	3,121
Remeasurements of defined benefit plans, net of tax	(3,228)	15,299
Share of other comprehensive income of entities accounted for using equity method	677	699
Total other comprehensive income	143	77,093
Comprehensive income	24,624	102,086
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,487	100,221
Comprehensive income attributable to non-controlling interests	1,136	1,864

(3) Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended February 28, 2023	Fiscal year ended February 29, 2024
Cash flows from operating activities		
Profit before income taxes	34,762	35,758
Depreciation	4,299	4,668
Impairment loss	288	62
Loss (gain) on sales of investment securities	(942)	(10)
Loss (gain) on valuation of investment securities	7	63
Loss (gain) on sales and retirement of property, plant and equipment	(425)	(25)
Gain on bargain purchase	(2,764)	-
Loss (gain) on step acquisitions	1,636	-
Interest and dividend income	(5,332)	(6,174)
Interest expenses	2,380	3,438
Share of loss (profit) of entities accounted for using equity method	(1,117)	(891)
Decrease (increase) in trade receivables	(35,735)	(3,935)
Decrease (increase) in inventories	(26,055)	2,619
Increase (decrease) in trade payables	11,780	(3,282)
Decrease (increase) in advance payments - trade	(2,964)	1,897
Increase (decrease) in advances received	4,979	(766)
Other, net	2,441	925
Subtotal	(12,762)	34,347
Interest and dividends received	5,862	6,876
Interest paid	(2,360)	(3,455)
Income taxes paid	(9,493)	(11,211)
Net cash provided by (used in) operating activities	(18,753)	26,555
Cash flows from investing activities		
Net decrease (increase) in time deposits	2,986	125
Purchase of property, plant and equipment	(7,707)	(6,022)
Proceeds from sales of property, plant and equipment	1,787	136
Purchase of investment securities	(1,222)	(1,217)
Proceeds from sales of investment securities	1,105	120
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	3,292	-
Payments for acquisition of businesses	(1,800)	-
Loan advances	(5)	(111)
Collection of loans receivable	525	42
Other, net	(560)	(800)
Net cash provided by (used in) investing activities	(1,598)	(7,727)

(Millions of yen)

	Fiscal year ended February 28, 2023	Fiscal year ended February 29, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	29,437	(18,021)
Proceeds from long-term borrowings	6,954	9,314
Repayments of long-term borrowings	(7,120)	(8,456)
Purchase of treasury shares	(1)	(1)
Dividends paid	(2,311)	(2,408)
Dividends paid to non-controlling interests	(240)	(316)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(63)	(4)
Net cash provided by (used in) financing activities	26,654	(19,893)
Effect of exchange rate change on cash and cash equivalents	896	914
Net increase (decrease) in cash and cash equivalents	7,198	(151)
Cash and cash equivalents at beginning of period	9,711	16,910
Cash and cash equivalents at end of period	16,910	16,759

Company name : OKAYA & CO., LTD.

Stock exchange listing : Nagoya (Premier Market)

Code number : 7485

Representative : Takehiro Okaya, President

URL : <https://www.okaya.co.jp/>