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Consolidated Financial Results for the Year Ended March 31, 2023 [Japanese GAAP]

May 12, 2023

Company name: The Nisshin Oillio Group, Ltd.
 Stock exchange listing: Tokyo
 Code number: 2602
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 Scheduled date of Annual General Meeting of Shareholders: June 23, 2023
 Scheduled date of commencing dividend payments: June 26, 2023
 Scheduled date of filing annual securities report: June 23, 2023
 Availability of supplementary briefing material on annual financial results: Yes
 Schedule of annual financial results briefing session: Yes (for analysts and institutional investors)

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2023	556,565	28.6	16,186	38.7	16,242	28.4	11,157	29.8
March 31, 2022	432,778	28.7	11,670	(5.3)	12,648	(8.6)	8,595	(7.0)

(Note) Comprehensive income: Fiscal year ended March 31, 2023: ¥9,958 million [(28.0)%]
 Fiscal year ended March 31, 2022: ¥13,833 million [30.4%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended March 31, 2023	Yen 344.25	Yen -	% 7.0	% 4.5	% 2.9
March 31, 2022	265.24	-	5.7	4.0	2.7

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2023: ¥404 million
 Fiscal year ended March 31, 2022: ¥1,155 million

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of March 31, 2023	Million yen 374,453	Million yen 171,418	% 43.4	Yen 5,015.63
March 31, 2022	344,506	164,314	45.3	4,820.49

(Reference) Equity: As of March 31, 2023: ¥162,559 million
 As of March 31, 2022: ¥156,225 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 the end of period
Fiscal year ended March 31, 2023	Million yen 398	Million yen (6,143)	Million yen 6,342	Million yen 10,899
March 31, 2022	(26,631)	(9,327)	34,473	7,875

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2022	-	45.00	-	45.00	90.00	2,922	33.9	1.9
March 31, 2023	-	45.00	-	75.00	120.00	3,905	34.9	2.4
Fiscal year ending March 31, 2024 (Forecast)	-	60.00	-	60.00	120.00		33.8	

(Note) Please refer to the "Announcement of Dividend on Retained Earnings (Dividend Increase)" released today (May 12, 2023) for the revision of the dividend forecast.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	540,000	(3.0)	16,000	(1.1)	16,000	(1.5)	11,500	3.1	354.82

Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New: - (Company name)

Exclusion: - (Company name)

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

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

March 31, 2023: 33,716,257 shares

March 31, 2022: 33,716,257 shares

2) Total number of treasury shares at the end of the period:

March 31, 2023: 1,305,677 shares

March 31, 2022: 1,307,629 shares

3) Average number of shares during the period:

Fiscal Year ended March 31, 2023: 32,409,962 shares

Fiscal Year ended March 31, 2022: 32,407,552 shares

(Note) Please refer to "Per Share Information" on page 29 for shares used as the basis for calculating basic earnings per share (consolidated).

(The Company's shares held by the Trust Account for Stock Delivery to Directors are included in treasury shares.)

(Reference) Summary of Non-consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2023	356,062	32.0	7,132	73.7	8,851	71.5	6,382	53.8
March 31, 2022	269,826	26.0	4,105	(57.7)	5,160	(52.2)	4,149	(47.3)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	196.77	-
March 31, 2022	127.95	-

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 31, 2023	294,101	119,068	40.5	3,671.00
March 31, 2022	267,725	119,412	44.6	3,681.82

(Reference) Equity: As of March 31, 2023: ¥119,068 million
As of March 31, 2022: ¥119,412 million

- The Consolidated Financial Results are not subject to audit by certified public accountants or audit firms.
- Explanation of the appropriate use of earnings forecasts and other notes: The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable. Actual results may differ materially due to a variety of factors. Please refer to “1. Overview of Business Performance, (4) Outlook Going Forward” on page 10 for the conditions that form the assumptions for the forecast of financial results and cautions concerning the use of the forecast of financial results.

The Company will hold a financial results briefing for analysts and institutional investors via live webcast on Friday, May 19, 2023.

Language used: Japanese.

Materials to be used in this briefing will be posted on the Company’s website on the same day as the briefing.

[Reference]

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1. Overview of Business Performance

(1) Overview of Fiscal Year Business Performance

In the fiscal year ended March 31, 2023, the global economy saw recovery mainly in the U.S. and Europe, but there are concerns about the risk of recession due to monetary tightening in many countries to curb inflation and disruptions in supply chains caused by the Russian invasion of Ukraine.

The Japanese economy showed signs of gradual recovery due to the lifting of restrictions intended to prevent the spread of COVID-19. On the other hand, there are concerns about deterioration in corporate earnings and weak consumer confidence due to rising prices caused by soaring prices for raw materials and energy.

Within this environment, the Group continues to mobilize its core policy, “Transform ourselves into a corporate group that continuously creates diverse value through customer centricity,” in advancing the “Value Up+” medium-term management plan (FY2021-FY2024). This includes accelerating the Group’s growth route with the creation of shared values in six priority sectors as the drivers to growth, while leveraging the “Natural Power of Plants” as the basis for value creation. The aim is to sustain growth through cultivation of diverse values to be shared with society.

In addition, the Group has made improving capital efficiency an important goal and has added ROIC as a new management objective since FY2022, making management more conscious of the cost of capital than ever before. To achieve our targets of 8.0% ROE and 4.6% ROIC for FY2024, we have organized in a framework (“Achievement Chart”) KPIs and concrete initiatives with four perspectives of "growth," "active investment," "sustainability," and "efficiency" to realize our management targets.

The consolidated financial results for the fiscal year ended March 31, 2023, were as detailed below.

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY
Net sales	432,778	556,565	+123,786	128.6%
Operating profit	11,670	16,186	+4,516	138.7%
Ordinary profit	12,648	16,242	+3,593	128.4%
Profit attributable to owners of parent	8,595	11,157	+2,561	129.8%
ROE	5.7%	7.0%	—	+1.3P
ROIC	4.1%	4.5%	—	+0.4P

Overview by Segment

<< Oil and Fat >>

In the oil and fat segment, in addition to increasing demand for oils and fats due to global economic recovery from the COVID-19 pandemic, concerns over the supply of raw materials linked to Russia’s invasion of Ukraine as well as the ongoing depreciation of the yen against the dollar caused by differences in monetary policy in Japan and the U.S., caused the raw materials prices to rise even further. Such conditions prompted the Group to make thorough efforts to raise productivity and reduce costs, along with the formation of appropriate sales prices. In addition to expanding sales of value-added products, the Company focused on creating new markets and strengthening solution proposals. As a result, both net sales and operating profit increased year on year.

◆ Oil and Meal

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Net sales	267,840	350,356	+82,515	130.8%
Operating profit	4,716	9,097	+4,380	192.9%

Procurement environment of raw materials

In procurement of raw materials, market prices for major raw materials rose over the previous fiscal year. In the dollar-yen market, the yen weakened against the dollar compared to the previous fiscal year. This led to broad increases in both soybean and rapeseed prices from the previous fiscal year.

Market prices of major raw materials

The market price for soybeans rose to a historical high of US\$16-17 per bushel in June, due to uncertain supply in grain, fat and oil caused by Russia's invasion of Ukraine and a drop in soybeans production in South America caused by dry weather. In September and October, prices temporarily declined for a period as a result of the harvest of soybeans in the United States, but prices remained significantly higher compared to the previous fiscal year. This was due to increasing demand for oils and fats against the backdrop of the global movement toward decarbonization as well as the prospect of a decline in production in Argentina.

The market price for rapeseed also continued to chart an all-time high range due to tightening global supply and demand. Uncertainty over the supply of grain, fat and oil with Russia's invasion of Ukraine, as well as delays in planting new crops in Canada as a consequence of the unseasonable weather, prompted further such increases. In April, the price of rapeseed rose to a new record high of C\$1,200 per metric ton and otherwise moved into an elevated pricing range. After July, the price dropped to the C\$800 level due to expectations of a good harvest in Canada and Australia. Overall prices, however, remained significantly higher than in the previous year as a result of higher demand for oils and fats against the backdrop of movement toward decarbonization.

Exchange rates

The yen depreciated against the dollar sharply from March 2022 onward due to the divergence between the monetary policies of Japan and the U.S. and other factors. The yen continued to weaken against the U.S. dollar to the 150-yen level in October due to continued monetary tightening in the U.S. and the expansion of Japan's trade deficit against the backdrop of soaring resource prices. From November, the yen appreciated against the dollar due to expectations for a change in U.S. monetary policy and monetary policy revisions by the Bank of Japan. However, the yen weakened significantly against the U.S. dollar compared to the previous year.

Sales of oil and fat

In commercial-use, initiatives were taken to revise sales price in the midst of soaring raw materials prices. Also, continuous efforts were made to respond to changes in consumer behavior, labor shortages, and rising costs, and to enhance and improve solution proposals through "collaborative-sales-to-identify-needs marketing." Efforts were likewise made to expand sales through active proposals with value-added products as priority categories, such as "customer-solution-type frying oil" with long-lasting functions, *Nisshin Oil for Steamed-Rice*, and other functional oil and fat. Nevertheless, as demand for food services and tourism have yet to fully recover from the impact of COVID-19, sales volume decreased, but unit sales prices rose, resulting in higher net sales.

For food processing sector as well, net sales were raised with the efforts to advance sales at appropriate prices in view of costs, with the backdrop of price hikes in raw materials.

Sales prices for household-use products were also revised. This was accompanied by ongoing efforts to

accelerate sales of value-added products by establishing a solid position for “pour-and-enjoy fresh edible oil” in the market and creating of a “flavored oil” market, among others. As a result, sales volume of supplement-type oil surpassed that in the previous fiscal year. The sales volumes of sesame oil and olive oil were down compared with the previous fiscal year, but the rate of decline was less than that of the market as a whole. In addition, efforts were made to increase sales of strategic products such as *Nisshin Healthy Off*, which curtails the absorption of oil by fried foods. As a result of these developments, net sales increased due to an increase in sales volume and higher sales unit prices in the main categories.

As a result, net sales of oils and fats rose overall, with operating profit also increasing.

Meal sales

As for soybean meal, sales volume increased significantly due to efforts to expand sales in line with the increase in soybean crushing volume against the backdrop of the profitability gap between soybeans and rapeseed. In addition, unit sales prices rose due to higher market prices for key raw materials and the weaker yen against the U.S. dollar, resulting in an increase in net sales.

Sales of rapeseed meal increased, despite a decrease in sales volume due to a decrease in the crushing volume compared to the previous year in an environment of soybean-processing dominance, as sales prices rose due to the impact of higher soybean meal prices and other factors.

◆ Processed Oil and Fat

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Net sales	87,186	118,023	+30,836	135.4%
Operating profit	4,258	5,528	+1,270	129.8%

As for overseas processed oil and fat, the overall sales volume decreased due to Intercontinental Specialty Fats Sdn. Bhd. in Malaysia shifting to sales of high value-added chocolate oils and fats mainly in Europe and reducing the sales volume of commodity products. However, higher sales prices due to soaring palm oil market prices, the increased sales volume of high value-added products, and the impact of a weaker yen against the ringgit resulted in higher net sales and profits.

Intercontinental Specialty Fats (Italy) S.r.l. in Italy reported higher sales and profits mainly due to increased sales volume on the back of the full-scale operation of new production facilities.

In the domestic processed oil and fat sector, despite difficult circumstances of sluggish demand, sales volume increased from the previous year due to the acquisition of new users and the adoption of new products by existing customers. Also, sales prices were revised in stages, resulting in an increase in net sales. An operating loss was recorded due to delays in adjusting sales prices, the soaring cost of palm oil, which is a key raw material, as well as higher costs for the likes of utilities and packaging materials.

At the end of the fiscal year under review, we have examined the possibility of recovering the investments based on the “Accounting Standard for Impairment of Fixed Assets,” and thus recorded a ¥1,332 million impairment loss as an extraordinary loss.

<< Processed Food and Materials >>

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Net sales	58,185	65,103	+6,918	111.9%
Operating profit	1,672	533	(1,138)	31.9%

In the processed food and materials segment, although net sales increased due to the impact of sales price revisions and foreign currency translation in overseas subsidiaries, operating profit decreased due to the significant impact of a rise in the cost of sales ratio.

In chocolate products, sales volume of Daito Cacao Co., Ltd. increased year-on-year as a result of efforts to discover new customers amidst delayed recovery in demand for confectionaries. T.&C. Manufacturing Co., Pte. Ltd. of Singapore was affected by the decline in demand for premixed products in Japan, and as a result, sales volume decreased compared to the previous year. Sales volume increased at PT Indoagri Daitocacao of Indonesia, backed by invigorated transaction with new clients, which had been delayed under the impact of COVID-19. Operating profit of the chocolate category as a whole decreased, however, due to the significant impact of a rise in the cost of sales ratio.

In seasonings, in spite of higher sales prices due to price revisions, sales increased but profits declined due to the significant impact of the decrease in sales volume, rise in the cost of sales ratio, and increased SG&A expenses.

In functional materials and foods, the Company worked to expand the size of the market by promoting the launch of MCT (medium-chain triglyceride) products in collaboration with processed food manufacturers. In addition, despite efforts to sell products at appropriate prices in response to rising raw material prices, the impact of the rise in the cost of sales ratio and higher SG&A expenses resulted in higher sales and lower earnings.

In soybean materials and foods, efforts were made to sell products at appropriate prices in response to rising raw material prices. Thus sales increased. Nevertheless, profits decreased, due to the effect of the sale of a consolidated subsidiary in the previous fiscal year, higher raw material prices and other factors.

<< Fine Chemical >>

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Net sales	17,003	20,462	+3,459	120.3%
Operating profit	1,336	1,385	+48	103.6%

In the fine chemical segment, sales volumes declined mainly in commodity products due to delayed recovery of demand in Japan and overseas, but both sales and operating profit increased as a result of strong sales by subsidiaries in Europe and efforts to sell at appropriate prices in response to rising raw material prices.

Due to the effects of the COVID-19 pandemic, fine chemical products' domestic demand and export demand for China have yet to make a full-scale recovery. Thus sales volume was down from the previous year. In contrast, Industrial Química Lasem, S.A.U. of Spain reported significant increases in sales in the European region, especially in cosmetic ingredients. As a result, sales and operating profit increased for fine chemical segment as a whole.

In environment and hygiene-related products, despite a higher sales volume backed by strong demand for alcohol preparations, net sales were unchanged from the previous fiscal year and operating profit declined under the heavy impact of soaring raw materials prices and energy costs.

<< Other >>

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Net sales	2,563	2,619	+56	102.2%
Operating profit	351	462	+110	131.4%

In the other business segment including information systems, net sales and operating profit increased year on year.

Net sales by region

(Million yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Japan	338,524	429,416	+90,892	126.8%
Asia	54,523	65,014	+10,490	119.2%
Other	39,730	62,134	+22,403	156.4%
Overseas sales ratio	21.8%	22.8%	—	+1.1P

Net sales to Malaysia, China and other Asian markets, and other markets such as Europe and the U.S. advanced on the strength of higher sales prices, reflecting the sharp rise in raw materials prices, and currency conversion.

Reference: Net sales (non-consolidated)

(Million yen)

		Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Change	YoY (%)
Oil and Fat	Oil and Meal	236,444	317,062	+80,618	134.1%
	Commercial-use and food processing	98,027	132,883	+34,855	135.6%
	Household-use	60,144	74,654	+14,509	124.1%
	Meal	78,271	109,525	+31,253	139.9%
	Processed Oil and Fat	9,936	13,420	+3,483	135.1%
	Subtotal	246,381	330,483	+84,102	134.1%
Processed Food and Materials		17,509	19,259	+1,750	110.0%
Fine Chemical		5,598	5,976	+377	106.7%
Other		338	342	+4	101.4%
Total		269,826	356,062	+86,235	132.0%

(2) Overview of Fiscal Year Financial Position

Total assets on March 31, 2023, stood at ¥374,453 million, up by ¥29,946 million from the previous fiscal year-end. The main reasons for this increase were increases of ¥11,378 million in accounts receivable - trade, ¥21,229 million in inventories, and ¥449 million in Intangible assets.

Liabilities stood at ¥203,034 million, up by ¥22,842 million from the previous fiscal year-end. The main reasons for the increase were increases of ¥6,217 million in trade payables, ¥1,901 million in accrued expenses, ¥2,700 million in income taxes payable, and ¥14,118 million in long-term borrowings.

Net assets stood at ¥171,418 million, an increase of ¥7,104 million from the previous fiscal year-end. The main factors in the increase were increases of ¥7,520 million in retained earnings, and ¥2,570 million in foreign currency translation adjustment.

(3) Status of Fiscal Year Cash Flows

Cash and cash equivalents on March 31, 2023, stood at ¥10,899 million, an increase of ¥3,023 million from the previous fiscal year-end.

<< Cash Flows from Operating Activities >>

Operating activities provided net cash of ¥398 million. The main factors increasing cash were profit before income taxes of ¥15,323 million, depreciation of ¥9,388 million and increase in trade payables of ¥4,187 million. The main factors decreasing cash were an increase in trade receivables of ¥9,416 million and an increase in inventories of ¥19,710 million.

<< Cash Flows from Investing Activities >>

Investing activities used net cash of ¥6,143 million. The main factor decreasing cash was purchase of property, plant, and equipment of ¥7,232 million.

<< Cash Flows from Financing Activities >>

Financing activities provided net cash of ¥6,342 million. The main factors increasing cash were net increase in short-term borrowings of ¥1,091 million and proceeds from long-term borrowings of ¥15,012 million. There was also a decrease in cash due to repayment of long-term borrowings of ¥6,812 million and dividends paid of ¥2,919 million.

(4) Outlook Going Forward

In the global economy, the effects of the COVID-19 pandemic are drawing to a close and the recovery from the pandemic is expected to progress slowly but steadily, with improvements in consumer confidence and greater cross-border movement of people. That said, downside risks such as monetary tightening by the central banks following the rise in the cost of living, geopolitical risks such as the invasion of Ukraine by Russia continuing for an extended period, workforce shortages, price hikes in resources and energy, and ongoing supply chain disruptions are thought to have a major impact on the global economy going forward.

In Japan, the economy is expected to enjoy a gradual recovery due to an increase in overseas travelers visiting Japan and rising demand for eating out and tourism triggered by the Japanese government deciding to lower the classification of COVID-19 to Class 5 under the Infectious Disease Control Law, special measures and restrictions being terminated, and border control measures being lifted in May 2023. On the other hand, the rising cost of living caused by soaring resource and raw material prices has curbed personal consumption, which could lead to an economic downturn.

Despite anticipating a recovery in production volumes, the Company expects the procurement prices of raw materials such as soybeans, rapeseed, and palm oil, which have a significant impact on the Group, to remain high due to factors such as a recovery from the global COVID-19 pandemic-induced decline in demand, increased biofuel consumption, supply chain disruptions continuing for an extended period, and unreasonable weather in olive oil-producing areas.

Under these business conditions, the Group has formulated “The Nisshin Oillio Group Vision 2030,” which highlights its long-term vision and strategic approach. The Group is also implementing “Value Up+,” its initial four-year medium-term management plan (FY2021–FY2024) aimed at achieving the goals set out in “The Nisshin Oillio Group Vision 2030.” Under this medium-term management plan, the Group is working to execute its strategy and measures to transform itself into a corporate group that continuously creates diverse value through more customer centricity than ever before.

For FY2023, the third year of the “Value Up+” medium-term management plan, the Group forecasts consolidated net sales of ¥540,000 million, operating profit of ¥16,000 million, ordinary profit of ¥16,000 million, and profit attributable to owners of parent of ¥11,500 million.

Urgent issues for the Group to address include adding value to the oil and fat market in Japan, strengthening its solutions, establishing and maintaining appropriate sales prices that are commensurate with raw material costs, increasing sales of specialty fats in the global market, and adapting to the recovery to the oil and fat demand and changes in consumer trends in the post-COVID-19 environment. In the medium- to long-term, to grow into a global top provider of oil and fat solutions, the Group is aiming for sustainable growth through the creation of diverse shared values with society by leveraging the “Natural Power of Plants” as the basis for value creation.

As one of the management targets stipulated in the “Value Up+” medium-term management plan, the accumulated operating cash flow for “Value Up+” (FY2021-FY2024) was set at ¥50,000 million. However, in light of the significant increase in working capital due to soaring raw material prices and rising product sales prices, the target has been changed to ¥40,000 million.

(5) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The Company recognizes the return of profits to shareholders as one of its highest management priorities.

As a ground policy of distributing profits to shareholders, we have, in our “Value Up+” medium-term management plan, on the basis of continuing to pay stable dividends, adhered to a policy of aiming for a total payment ratio over four years aggregate of 50%. With this revision, always based on continuation of stable dividends and looking ahead to fiscal 2024, the final fiscal year of “Value Up+,” we have decided to return profits to shareholders with a target consolidated dividend payout ratio of 40%.

In the same management plan, we have set a target on a return on equity (ROE) of 8% as our performance target, and we are endeavoring to achieve growth and improvement of return on capital (ROC) through proactive investment. Furthermore, looking ahead to fiscal 2030, we have revised the ROE target to be 10%. To surely return to shareholders the fruits of any improvement in ROC stemming from profit growth, we will employ the consolidated dividend payout ratio as a key indicator.

In accordance with the Company's basic policy on profit distribution and the business results for the fiscal year under review, the Company plans to increase the year-end dividend by ¥30 to ¥75 per share, which, together with the second quarter-end dividend of ¥45 per share, will bring the annual dividend for the fiscal year to ¥120 per share.

For the next fiscal year, ending March 31, 2024, we plan to pay an annual dividend of ¥120, the same amount as the fiscal year under review. With consolidated dividend payout in mind, we will plan a proactive distribution of profit, by setting the minimum annual dividend for the next fiscal year at ¥120.

2. Basic Approach to Selection of Accounting Standards

For the time being, the Group will prepare its consolidated financial statements in accordance with Japanese GAAP, taking into consideration the comparability of the consolidated financial statements between periods and among companies. The Group's policy is to adopt IFRS as appropriate, taking into account various conditions in and outside of Japan.

3. Consolidated Financial Statements and Related Notes

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	9,977	13,036
Notes and accounts receivable - trade	88,200	99,578
Inventories	84,811	106,041
Short-term loans receivable	0	-
Other	18,937	15,104
Allowance for doubtful accounts	(86)	(193)
Total current assets	201,840	233,567
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	31,959	30,819
Machinery, equipment and vehicles, net	36,081	34,635
Land	27,736	27,487
Leased assets, net	1,422	1,508
Right-of-use assets, net	2,478	4,008
Construction in progress	1,551	2,786
Total property, plant and equipment	101,230	101,247
Intangible assets		
Goodwill	227	204
Other	1,443	1,916
Total intangible assets	1,671	2,121
Investments and other assets		
Investment securities	30,393	27,654
Long-term loans receivable	30	25
Retirement benefit asset	5,318	5,931
Deferred tax assets	672	750
Other	3,312	3,132
Allowance for doubtful accounts	(26)	(26)
Total investments and other assets	39,701	37,467
Total non-current assets	142,603	140,836
Deferred assets		
Bond issuance costs	63	49
Total deferred assets	63	49
Total assets	344,506	374,453

(Million yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	44,855	51,073
Short-term borrowings	35,370	33,500
Lease liabilities	427	415
Accounts payable - other	14,674	15,217
Accrued expenses	5,331	7,233
Income taxes payable	626	3,327
Provision for bonuses for directors (and other officers)	57	71
Other	4,548	4,806
Total current liabilities	105,891	115,646
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	38,195	52,313
Lease liabilities	3,837	5,593
Deferred tax liabilities	9,039	6,254
Provision for retirement benefits for directors (and other officers)	346	229
Provision for share awards	146	213
Retirement benefit liability	1,949	2,062
Other	785	721
Total non-current liabilities	74,300	87,388
Total liabilities	180,192	203,034
Net assets		
Shareholders' equity		
Share capital	16,332	16,332
Capital surplus	21,665	21,663
Retained earnings	110,379	117,899
Treasury shares	(4,071)	(4,073)
Total shareholders' equity	144,305	151,821
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,715	7,199
Deferred gains or losses on hedges	2,565	349
Foreign currency translation adjustment	1,642	4,213
Remeasurements of defined benefit plans	(1,003)	(1,024)
Total accumulated other comprehensive income	11,919	10,737
Non-controlling interests	8,088	8,859
Total net assets	164,314	171,418
Total liabilities and net assets	344,506	374,453

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Net sales	432,778	556,565
Cost of sales	375,791	490,942
Gross profit	56,987	65,622
Selling, general and administrative expenses	45,317	49,436
Operating profit	11,670	16,186
Non-operating income		
Interest income	61	104
Dividend income	378	382
Foreign exchange gains	137	83
Share of profit of entities accounted for using equity method	1,155	404
Other	314	487
Total non-operating income	2,047	1,462
Non-operating expenses		
Interest expenses	536	873
Loss on disposal of inventories	117	141
Other	414	390
Total non-operating expenses	1,068	1,406
Ordinary profit	12,648	16,242
Extraordinary income		
Gain on sale of non-current assets	-	150
Gain on sale of investment securities	890	1,291
Gain on sale of shares of subsidiaries and associates	17	48
Total extraordinary income	908	1,490
Extraordinary losses		
Loss on sale of non-current assets	38	-
Loss on retirement of non-current assets	773	1,077
Impairment losses	615	1,332
Loss on cancellation of business consignment agreement	33	-
Total extraordinary losses	1,462	2,410
Profit before income taxes	12,095	15,323
Income taxes - current	2,510	4,799
Income taxes - deferred	849	(794)
Total income taxes	3,360	4,005
Profit	8,734	11,317
Profit attributable to non-controlling interests	138	160
Profit attributable to owners of parent	8,595	11,157

Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Profit	8,734	11,317
Other comprehensive income		
Valuation difference on available-for-sale securities	292	(1,827)
Deferred gains or losses on hedges	1,902	(2,289)
Foreign currency translation adjustment	3,100	2,498
Remeasurements of defined benefit plans, net of tax	(359)	(20)
Share of other comprehensive income of entities accounted for using equity method	163	280
Total other comprehensive income	5,098	(1,359)
Comprehensive income	13,833	9,958
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	13,380	9,719
Comprehensive income attributable to non- controlling interests	452	239

(3) Consolidated Statements of Changes in Net Assets

For the fiscal year ended March 31, 2022

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,332	22,849	106,318	(7,081)	138,418
Cumulative effects of changes in accounting policies			10		10
Restated balance	16,332	22,849	106,329	(7,081)	138,429
Changes during period					
Dividends of surplus			(2,759)		(2,759)
Profit attributable to owners of parent			8,595		8,595
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares			(2)	20	18
Cancellation of treasury shares		(1,179)	(1,812)	2,992	-
Purchase of shares of consolidated subsidiaries		(4)			(4)
Increase (decrease) from accounting period changes of consolidated subsidiaries			29		29
Change in transactions with non-controlling interests					-
Net changes in items other than shareholders' equity					
Total changes during period	-	(1,183)	4,050	3,009	5,876
Balance at end of period	16,332	21,665	110,379	(4,071)	144,305

(Million yen)

	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	8,670	662	(1,555)	(643)	7,133	7,707	153,259
Cumulative effects of changes in accounting policies							10
Restated balance	8,670	662	(1,555)	(643)	7,133	7,707	153,270
Changes during period							
Dividends of surplus							(2,759)
Profit attributable to owners of parent							8,595
Purchase of treasury shares							(3)
Disposal of treasury shares							18
Cancellation of treasury shares							-
Purchase of shares of consolidated subsidiaries							(4)
Increase (decrease) from accounting period changes of consolidated subsidiaries							29
Change in transactions with non-controlling interests							-
Net changes in items other than shareholders' equity	44	1,903	3,198	(359)	4,785	381	5,167
Total changes during period	44	1,903	3,198	(359)	4,785	381	11,043
Balance at end of period	8,715	2,565	1,642	(1,003)	11,919	8,088	164,314

For the fiscal year ended March 31, 2023

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,332	21,665	110,379	(4,071)	144,305
Cumulative effects of changes in accounting policies					-
Restated balance	16,332	21,665	110,379	(4,071)	144,305
Changes during period					
Dividends of surplus			(2,923)		(2,923)
Profit attributable to owners of parent			11,157		11,157
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		7		0	7
Cancellation of treasury shares					-
Purchase of shares of consolidated subsidiaries					-
Increase (decrease) from accounting period changes of consolidated subsidiaries			(713)		(713)
Change in transactions with non-controlling interests		(10)			(10)
Net changes in items other than shareholders' equity					
Total changes during period	-	(2)	7,520	(1)	7,516
Balance at end of period	16,332	21,663	117,899	(4,073)	151,821

(Million yen)

	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	8,715	2,565	1,642	(1,003)	11,919	8,088	164,314
Cumulative effects of changes in accounting policies							-
Restated balance	8,715	2,565	1,642	(1,003)	11,919	8,088	164,314
Changes during period							
Dividends of surplus							(2,923)
Profit attributable to owners of parent							11,157
Purchase of treasury shares							(1)
Disposal of treasury shares							7
Cancellation of treasury shares							-
Purchase of shares of consolidated subsidiaries							-
Increase (decrease) from accounting period changes of consolidated subsidiaries							(713)
Change in transactions with non-controlling interests							(10)
Net changes in items other than shareholders' equity	(1,515)	(2,216)	2,570	(20)	(1,181)	770	(411)
Total changes during period	(1,515)	(2,216)	2,570	(20)	(1,181)	770	7,104
Balance at end of period	7,199	349	4,213	(1,024)	10,737	8,859	171,418

(4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	12,095	15,323
Depreciation	8,876	9,388
Impairment losses	615	1,332
Amortization of goodwill	33	36
Interest and dividend income	(440)	(487)
Interest expenses	536	873
Share of loss (profit) of entities accounted for using equity method	(1,155)	(404)
Loss (gain) on sale and retirement of non-current assets	812	927
Loss (gain) on sale of investment securities	(890)	(1,291)
Loss (gain) on sale of shares of subsidiaries and associates	(17)	(48)
Decrease (increase) in trade receivables	(18,920)	(9,416)
Decrease (increase) in inventories	(22,681)	(19,710)
Increase (decrease) in trade payables	5,018	4,187
Decrease (increase) in retirement benefit asset	(377)	(613)
Increase (decrease) in retirement benefit liability	(13)	112
Other, net	(6,524)	2,565
Subtotal	(23,033)	2,776
Interest and dividends received	427	488
Interest paid	(486)	(855)
Income taxes paid	(3,538)	(2,011)
Net cash provided by (used in) operating activities	(26,631)	398
Cash flows from investing activities		
Decrease (increase) in time deposits	(0)	(19)
Purchase of property, plant and equipment	(10,138)	(7,232)
Proceeds from sale of property, plant and equipment	56	505
Purchase of investment securities	(37)	(36)
Proceeds from sale of investment securities	1,378	2,063
Proceeds from sale of shares of subsidiaries and associates	-	108
Proceeds from collection of loans receivable	2	5
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	308	-
Other, net	(897)	(1,537)
Net cash provided by (used in) investing activities	(9,327)	(6,143)

(Million yen)

	For the fiscal year ended March 31, 2022	For the fiscal year ended March 31, 2023
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	24,080	1,091
Proceeds from long-term borrowings	18,870	15,012
Repayments of long-term borrowings	(5,144)	(6,812)
Repayments of lease liabilities	(532)	(558)
Dividends paid	(2,759)	(2,919)
Proceeds from sale of treasury shares	59	3
Purchase of treasury shares	(3)	(1)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(82)	-
Proceeds from share issuance to non-controlling shareholders	-	553
Dividends paid to non-controlling interests	(13)	(26)
Net cash provided by (used in) financing activities	34,473	6,342
Effect of exchange rate change on cash and cash equivalents	422	237
Net increase (decrease) in cash and cash equivalents	(1,061)	835
Cash and cash equivalents at beginning of period	9,256	7,875
Increase (decrease) in cash and cash equivalents resulting from change in accounting period of subsidiaries	(319)	2,187
Cash and cash equivalents at end of period	7,875	10,899

(5) Notes to the Consolidated Financial Statements

Notes on going concern assumption

There is no item to report.

Changes in the scope of consolidation or the scope of application of the equity method

Changes in the scope of consolidation

(1) Changes in the scope of consolidation:

As the liquidation of Yamakiu Transport Co., Ltd., which was a consolidated subsidiary of the Company, was completed in March 2023, Yamakiu Transport Co., Ltd. is excluded from the scope of consolidation.

(2) Number of consolidated subsidiaries after the change: 18 companies

Change of fiscal year closing date of consolidated subsidiaries

In the consolidated fiscal year ended March 31, 2023, the fiscal year closing date of Intercontinental Specialty Fats Sdn. Bhd. was changed from December 31 to March 31. Regarding profit and loss of the subsidiary for the three-month period from January 1, 2022, to March 31, 2022, ¥713 million is subtracted from retained earnings upon consolidation.

Additional information

◆ **Stock-based compensation plan for Directors and Corporate Officers**

Pursuant to a resolution at the Board of Directors meeting held on May 9, 2018, the Company introduced in August 2018 a stock-based compensation plan for Directors (excluding Outside Directors) and Executive Officers of the Company (collectively, "Directors, etc."), with the goal of enhancing their awareness of contributing to the improvement of medium to long-term business performance and an increase in corporate value.

(1) Outline of Transactions

Money will be entrusted to a Trust (the "Trust") established by the Company, which will then acquire the Company's common shares (the "Company Shares"). Under this stock-based compensation plan, Company Shares are then delivered to the Directors, etc. through the Trust in proportion to the number of points granted to the Directors, etc. in accordance with the Stock Delivery Regulations established by the Board of Directors of the Company. Note that, as a rule, Directors, etc. shall be distributed with such Company Shares upon their retirement from office.

(2) Company Shares Remaining in the Trust

Company Shares remaining in the Trust are recorded as treasury shares under net assets, at their book value in the Trust (excluding the amount of any incidental expenses). The number of shares of said treasury shares and the book value were 52 thousand shares equivalent to ¥162 million at the end of the previous consolidated fiscal year, and 142 thousand shares equivalent to ¥454 million at the end of the current consolidated fiscal year.

◆ **Impact of the Russia/Ukraine Situation on the Group**

Although the Group does not have any manufacturing or sales bases in Russia or Ukraine, the uncertainty concerning grain supplies and disruption of supply chains due to Russia's protracted invasion of Ukraine are ongoing, and the impacts on the procurement of raw materials continue, with energy and grain prices remaining at high levels.

The Group will continue to closely monitor the situation and take appropriate risk management measures to minimize the impact on its business activities, such as forming appropriate sales prices commensurate with costs and expanding sales of value-added products and focusing on stable procurement of raw materials.

In consideration of these factors, at the present time, it is the judgment that the potential is low for any serious impact on the recoverability of deferred tax assets or other accounting related estimates.

Segment information

1. Overview of Reporting Segments

The Company sets operating divisions for each of the product groups, and each operating division formulates comprehensive domestic and overseas strategies for each of its assigned products and conducts business activities. Therefore, the Company's business consists of product segments based on the operating divisions, with three reporting segments: "Oil and Fat," "Processed Food and Materials," and "Fine Chemical."

Main products for each reporting segment can be found in the chart below:

Business Category		Main products
Oil and Fat	Oil and meal	Household-use (edible oils), edible oils for commercial use, oils and fats for food processing, oil meals
	Processed oil and fat	Processed palm oil products, oils and fats for chocolate, margarines, shortenings
Processed Food and Materials		Chocolate-related products, household-use (salad dressing), wellness foods (MCT high-energy food, elderly/nursing care food), MCT, lecithin, tocopherol, edible soybeans, soy protein
Fine Chemical		Raw materials for cosmetics and toiletries, chemical products, plant-based industrial oils, detergents, antibacterial agents, surfactants
Other		Information systems, sales promotions, sports facility operations, P&C insurance agency, real estate leasing

2. Information Regarding Amounts of Net Sales and Profit and Loss by Reporting Segment

Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)

(Million yen)

	Reporting segment						Other (Note 1)	Total	Adjustments (Note 2)	Amount in the consolidated statements of income (Note 3)
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total				
	Oil and meal	Processed oil and fat	Subtotal							
Net sales										
Sales to external customers	267,840	87,186	355,026	58,185	17,003	430,215	2,563	432,778	—	432,778
Intersegment sales and transfers	1,713	6,024	7,738	110	1,166	9,015	1,648	10,664	(10,664)	—
Total	269,553	93,211	362,765	58,295	18,169	439,230	4,212	443,442	(10,664)	432,778
Segment profit (loss)	4,716	4,258	8,975	1,672	1,336	11,984	351	12,335	(665)	11,670
Segment assets	212,147	55,259	267,406	51,920	21,940	341,267	2,436	343,703	802	344,506
Other items										
Depreciation	4,904	1,417	6,321	1,693	739	8,754	121	8,876	—	8,876
Change in tangible and intangible assets	6,598	1,006	7,605	1,153	469	9,228	20	9,249	—	9,249

Notes:

- The Other category is for business segments that are not included in the reporting segments, such as information systems.
- Adjustment amounts are as set forth below.
 - The adjustment of segment profit of - ¥665 million includes unallocated expenses. These expenses mainly comprise general and administrative expenses that cannot be attributed to the reporting segments.
 - The adjustment of segment assets of ¥802 million includes -¥897 million for elimination of intersegment transactions and ¥1,700 million for companywide assets not allocated to the reporting segments. The companywide assets are the Company's surplus investment funds (cash and deposits).
- Segment profit is adjusted against the operating profit recorded in the consolidated statements of income.

Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)

(Million yen)

	Reporting segment						Other (Note 1)	Total	Adjustments (Note 2)	Amount in the consolidated statements of income (Note 3)
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total				
	Oil and meal	Processed oil and fat	Subtotal							
Net sales										
Sales to external customers	350,356	118,023	468,379	65,103	20,462	553,945	2,619	556,565	—	556,565
Intersegment sales and transfers	1,607	9,457	11,065	147	2,233	13,445	1,836	15,282	(15,282)	—
Total	351,963	127,480	479,444	65,250	22,695	567,391	4,456	571,847	(15,282)	556,565
Segment profit (loss)	9,097	5,528	14,625	533	1,385	16,544	462	17,006	(820)	16,186
Segment assets	237,694	57,039	294,733	54,790	22,187	371,711	2,442	374,153	300	374,453
Other items										
Depreciation	5,236	1,570	6,807	1,694	792	9,294	94	9,388	—	9,388
Change in tangible and intangible assets	4,765	3,906	8,672	1,193	360	10,226	44	10,270	—	10,270

Notes:

- The Other category is for business segments that are not included in the reporting segments, such as information systems.
- Adjustment amounts are as set forth below.
 - The adjustment for segment profit of - ¥820 million includes unallocated expenses. These expenses mainly comprise general and administrative expenses that cannot be attributed to the reporting segments.
 - The adjustment of segment assets of ¥300 million includes - ¥1,545 million for elimination of intersegment transactions and ¥1,845 million for companywide assets not allocated to the reporting segments. The companywide assets are the Company's surplus investment funds (cash and deposits).
- Segment profit is adjusted against the operating profit recorded in the consolidated statements of income.

Related information

Previous fiscal year ended Mach 31, 2022 (April 1, 2021, to March 31, 2022)

1. Information on individual products and services

This information is disclosed in the section on segment information, and accordingly, is omitted here.

2. Information on each region

(1) Net sales

(Million yen)

	Japan	Asia	Other	Total
Net sales	338,524	54,523	39,730	432,778
Ratio to net sales	78.2%	12.6%	9.2%	100.0%

Note: Net sales are based on the location of the customer and are allocated to countries or regions.

(2) Property, plant, and equipment

(Million yen)

Japan	Asia	Europe	Total
85,871	12,597	2,761	101,230

Current fiscal year ended Mach 31, 2023 (April 1, 2022, to March 31, 2023)

1. Information on individual products and services

This information is disclosed in the section on segment information, and accordingly, is omitted here.

2. Information on each region

(1) Net sales

(Million yen)

	Japan	Asia	Other	Total
Net sales	429,416	65,014	62,134	556,565
Ratio to net sales	77.2%	11.7%	11.1%	100.0%

Note: Net sales are based on the location of the customer and are allocated to countries or regions.

(2) Property, plant, and equipment

(Million yen)

Japan	Asia	Europe	Total
82,204	16,359	2,682	101,247

Information relating to non-current asset impairment losses by reporting segments

Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)

(Million yen)

	Reporting segment						Other	Companywide/ Elimination	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total			
	Oil and meal	Processed oil and fat	Total						
Impairment losses	539	22	562	39	12	614	0	—	615

Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)

(Million yen)

	Reporting segment						Other	Companywide/ Elimination	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total			
	Oil and meal	Processed oil and fat	Total						
Impairment losses	—	1,332	1,332	—	—	1,332	—	—	1,332

Information relating to goodwill amortization and unamortized balances by reporting segments

Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)

(Million yen)

	Reporting segment						Other	Companywide/ Elimination	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total			
	Oil and meal	Processed oil and fat	Total						
Amortization amount	—	33	33	—	—	33	—	—	33
Balance at end of fiscal year	—	227	227	—	—	227	—	—	227

Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)

(Million yen)

	Reporting segment						Other	Companywide/ Elimination	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total			
	Oil and meal	Processed oil and fat	Total						
Amortization amount	—	36	36	—	—	36	—	—	36
Balance at end of fiscal year	—	204	204	—	—	204	—	—	204

Information relating to gains on negative goodwill by reporting segment

Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)

There is no item to report.

Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)

There is no item to report.

Revenue recognition

Information breaking down revenue arising from contracts with customers

Previous fiscal year ended Mach 31, 2022 (April 1, 2021, to March 31, 2022)

(Million yen)

	Reporting segment						Other (Note)	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total		
	Oil and meal	Processed oil and fat	Total					
Japan	262,537	9,089	271,626	54,037	10,297	335,960	2,282	338,243
Asia	5,287	42,288	47,576	4,140	2,806	54,523	—	54,523
Other	15	35,808	35,823	7	3,899	39,730	—	39,730
Revenue arising from contracts with customers	267,840	87,186	355,026	58,185	17,003	430,215	2,282	432,498
Other revenue	—	—	—	—	—	—	280	280
Sales to external customers	267,840	87,186	355,026	58,185	17,003	430,215	2,563	432,778

Note: The Other category is for business segments that are not included in reporting segments, such as information systems.

Current fiscal year ended Mach 31, 2023 (April 1, 2022, to March 31, 2023)

(Million yen)

	Reporting segment						Other (Note)	Total
	Oil and Fat			Processed Food and Materials	Fine Chemical	Total		
	Oil and meal	Processed oil and fat	Total					
Japan	344,775	12,251	357,027	59,110	10,658	426,796	2,328	429,125
Asia	5,529	50,710	56,239	5,981	2,793	65,014	—	65,014
Other	51	55,061	55,112	10	7,010	62,134	—	62,134
Revenue arising from contracts with customers	350,356	118,023	468,379	65,103	20,462	553,945	2,328	556,273
Other revenue	—	—	—	—	—	—	291	291
Sales to external customers	350,356	118,023	468,379	65,103	20,462	553,945	2,619	556,565

Note: The Other category is for business segments that are not included in reporting segments, such as information systems.

Per share information

Item	Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)	Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)
Net assets per share	¥4,820.49	¥5,015.63
Basic earnings per share	¥265.24	¥344.25

Notes:

- Diluted earnings per share are not reported, as there are no dilutive shares.
- The basis for the calculation of basic earnings per share is as follows.

Item	Previous fiscal year ended March 31, 2022 (April 1, 2021, to March 31, 2022)	Current fiscal year ended March 31, 2023 (April 1, 2022, to March 31, 2023)
Basic earnings per share		
Profit attributable to owners of parent (million yen)	8,595	11,157
Amount not attributable to owners of common stock (million yen)	—	—
Profit attributable to owners of parent relating to common stock (million yen)	8,595	11,157
Average number of shares of common stock during the fiscal year (thousand shares)	32,407	32,409

- The basis for the calculation of net assets per share is as follows.

Item	Previous fiscal year ended March 31, 2022 (As of March 31, 2022)	Current fiscal year ended March 31, 2023 (As of March 31, 2023)
Total net assets (million yen)	164,314	171,418
Deductions from total net asset (million yen)	8,088	8,859
(Non-controlling interests included in the above (million yen))	(8,088)	(8,859)
Net assets relating to common stock at end of fiscal year (million yen)	156,225	162,559
Number of shares of common stock at end of fiscal year used to calculate net assets per share (thousand shares)	32,408	32,410

- Company shares held by the Share Grant Trust Account for Directors, etc., are included in treasury shares, which are deducted from the average number of shares during the fiscal year when calculating basic earnings per share (43 thousand shares in the previous consolidated fiscal year, 79 thousand shares in the current consolidated fiscal year).

Also, these Company shares held by the Trust are included in treasury shares deducted from the total number of issued shares as of the end of the fiscal year when calculating net assets per share (52 thousand shares in the previous consolidated fiscal year, 142 thousand shares in the current consolidated fiscal year).

Significant subsequent events

There is no item to report.