

Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 [IFRS]



May 9, 2022

Company name: TECHMATRIX CORPORATION

Stock exchange listing: Tokyo Stock Exchange

Code number: 3762

URL: <http://www.techmatrix.co.jp/>

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Scheduled date of Ordinary General Meeting of Shareholders: June 24, 2022

Scheduled date of filing annual securities report: June 28, 2022

Scheduled date of commencing dividend payments: June 9, 2022

Availability of supplementary briefing material on annual financial results: Available (scheduled)

Schedule of annual financial results briefing session: Yes (For institutional investors and analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 1, 2021 to March 31, 2022)

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

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended												
March 31, 2022	36,513	18.1	3,734	4.2	3,718	9.2	2,558	7.4	2,371	3.0	2,838	11.9
March 31, 2021	30,928	12.1	3,583	31.0	3,406	24.8	2,380	26.9	2,301	25.7	2,537	45.3

	Basic earnings per share	Diluted earnings per share	Rate of return on equity attributable to owners of parent	Profit before tax to total assets	Operating profit to revenue
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	59.65	59.46	14.9	8.0	10.2
March 31, 2021	57.92	57.75	16.5	9.0	11.6

(Reference) Share of profit (loss) of investments accounted for using equity method:

Fiscal year ended March 31, 2022: ¥- million

Fiscal year ended March 31, 2021: ¥- million

(Note) The Company conducted a 2-for-1 share split of its common stock on July 1, 2020.

“Basic earnings per share” and “Diluted earnings per share” have been calculated assuming this share split was conducted at the beginning of the previous fiscal year.

(Note) Supplementary information on operating profit in the consolidated financial results for the fiscal year ended March 31, 2022

The Company and five of its group companies plan to relocate their head offices in December 2022. In the fiscal year ended March 31, 2022, impairment losses of approximately ¥445 million on non-financial assets, including those subject to asset retirement obligations for the current offices, were recorded as “other expenses” under IFRS, instead of “extraordinary losses” under Japanese GAAP. As a result, the Company reported a decrease in operating profit, but the decrease is not linked to the operating results of the normal course of business.

In addition, operating profit included ¥170 million of an impact from the acquisition of PSP Corporation., a consolidated subsidiary, announced on January 21, 2022. After taking these into consideration, the Company estimates the year-on-year change in operating profit to be a 11.9% increase. Revenue included approximately ¥1,270 million of an impact from the acquisition of PSP Corporation. After taking these into consideration, the Company estimates the year-on-year change in revenue to be a 13.9% increase.

For details, please refer to the supplementary briefing material on annual financial results separately disclosed today.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity per share attributable to owners of parent
As of	Million yen	Million yen	Million yen	%	Yen
March 31, 2022	52,503	20,202	17,018	32.4	426.40
March 31, 2021	39,996	16,354	14,844	37.1	373.53

(Note) The Company conducted a 2-for-1 share split of its common stock on July 1, 2020.

“Equity per share attributable to owners of parent” has been calculated assuming this share split was conducted at the beginning of the previous fiscal year.

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2022	5,283	195	(1,959)	18,155
March 31, 2021	3,516	(841)	(1,790)	14,634

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Ratio of dividends to equity attributable to owners of parent (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, 2021	-	7.00	-	12.00	19.00	755	32.8	5.4
Fiscal year ended	-	7.00	-	13.00	20.00	797	33.5	5.0
March 31, 2022	-	7.00	-	13.00	20.00	797	33.5	5.0
Fiscal year ending	-	7.00	-	14.00	21.00		-	
March 31, 2023 (Forecast)	-	7.00	-	14.00	21.00		-	

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

(% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
First half	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	43,000	17.8	4,000	7.1	3,970	6.8	2,540	7.1	63.64

(Note) “Basic earnings per share” for the fiscal year ending March 31, 2023 are calculated based on the total number of issued shares excluding treasury stock as of March 31, 2022.

*** Notes:**

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): Yes

New: one (Company name) PSP Corporation. Excluded: -

(2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required by IFRS: No

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

3) Changes in accounting estimates: Yes

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

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

March 31, 2022: 44,518,400 shares

March 31, 2021: 44,518,400 shares

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

March 31, 2022: 4,605,598 shares

March 31, 2021: 4,776,438 shares

3) Average number of shares during the period:

Fiscal Year ended March 31, 2022: 39,762,966 shares

Fiscal Year ended March 31, 2021: 39,742,016 shares

(Note) The Company conducted a 2-for-1 share split of its common stock on July 1, 2020.

“Average number of shares during the period” has been calculated assuming this share split was conducted at the beginning of the previous fiscal year.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 1, 2021 to March 31, 2022)

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

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2022	26,482	15.2	2,831	3.6	2,822	4.2	1,739	(7.2)
March 31, 2021	22,980	9.9	2,732	19.8	2,708	18.7	1,874	31.0

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2022	43.76	43.62
March 31, 2021	47.17	47.04

(Note) The Company conducted a 2-for-1 share split of its common stock on July 1, 2020.

“Basic earnings per share” and “Diluted earnings per share” have been calculated assuming this share split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	36,999	12,594	33.7	312.64
As of March 31, 2021	29,258	11,359	38.5	283.36

(Reference) Equity: As of March 31, 2022: ¥12,478 million

As of March 31, 2021: ¥11,261 million

(Note) The Company conducted a 2-for-1 share split of its common stock on July 1, 2020.

“Net assets per share” has been calculated assuming this share split was conducted at the beginning of the previous fiscal year.

2. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Ordinary profit		Profit		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
First half	14,000	-	1,290	-	900	-	22.55
Full year	29,000	9.5	2,890	2.4	1,980	13.8	49.61

* These financial results are outside the scope of audit by a certified public accountant or an audit corporation.

* Explanation of the proper use of financial results forecast and other notes

1. The Company voluntarily adopted the International Financial Reporting Standards (IFRS) for its consolidated financial statements in its securities report for the fiscal year ended March 31, 2021.
2. The statements concerning future performance presented in this document are prepared based on currently available information and certain preconditions that the Company believes to be reasonable at this time. Actual results may be substantially different from these forecasts presented herein due to various factors. Please refer to “1. Overview of Operating Results, etc. (4) Future Outlook” on page 8 of the Attachments of the Consolidated Financial Results for the assumptions underlying the forecasts and precautions when using the forecasts.

Supplementary briefing material on annual financial results shall be posted on the Company’s website as soon as they are prepared.