

TAKE and GIVE NEEDS
Consolidated Financial Statements
For the 1Q Fiscal Year Ending March 31,2023

Tokyo, Aug 5, 2022

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1. Consolidated Financial Results

(Millions of yen: amounts are rounded down to nearest million yen)

(1) Results of Operations

	Total sales		Operating profit		Recurring profit		Net income attributable to owners of the parent		EPS
	JPY mn	%	JPY mn	%	JPY mn	%	JPY mn	%	JPY
Jun.30,2022	11,512	21.5	1,590	—	1,485	—	3,363	777.1	255.36
Jun.30,2021	9,475	264.1	104	—	△84	—	383	—	25.60

Note “%” indicates the year-on-year percentage change

Comprehensive income

1Q/FY ending Mar.2023 : 3,356 million yen

1Q/FY ended Mar.2022 : 364 million yen

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio
	JPY mn	JPY mn	%
Jun.30,2022	53,486	15,097	28.2
Mar.31,2022	54,032	11,843	21.9

(Reference) Shareholders' equity

1Q/FY ending Mar.31,2023 : 15,097 million yen

FY ended Mar.31,2022 : 11,843 million yen

2. Dividends

	Dividends per Share (JPY)				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-End	Annual
	JPY	JPY	JPY	JPY	JPY
Year ended Mar.31,2022	—	0.00	—	0.00	0.00
Year ending Mar.31,2023	—				
Year ending Mar.31,2023 (Forecast)		0.00	—	—	—

3. Forecast for the Fiscal year ending March 31, 2023

	Total sales		Operating profit		Recurring profit		Net income attributable to owners of the parent		EPS
	JPY mn	%	JPY mn	%	JPY mn	%	JPY mn	%	JPY
Six months ending Sep.30,2022	21,000	16.6	2,000	—	1,700	—	3,500	685.9	261.89
Year ending Mar.31,2023	44,500	12.7	3,000	43.6	2,400	55.0	3,000	59.8	215.40

Note Revision to the forecast that has been disclosed lately : Yes

4. Note

- (1) Significant changes in scope of consolidation (changes in scope of consolidation of specifies subsidiaries): No
- (2) Application of accounting treatment peculiar to quarterly consolidated financial statement preparation: No
- (3) Changes in accounting policies and accounting estimates
- [1] Changes in accounting policies by the revision of accounting standard: No
 - [2] Changes in accounting policies other than those in [1]: No
 - [3] Changes in accounting estimates: No
 - [4] Restatement: No

- (4) Number of shares issued (common stock)

[1] Number of shares issued (including treasury stock)	As of Jun.30,2022	13,059,330 Shares	As of Mar. 31,2022,	13,059,330 Shares
[2] Number of shares of treasury stock	As of Jun.30,2022	88,392 Shares	As of Mar.31,2022	88,152 Shares
[3] Number of average shares outstanding during April 1,2022-June 30,2022	As of Jun.30,2022	12,971,051 Shares	As of Jun.30,2021	12,967,519 Shares

*This consolidated financial report is not subject to review procedures by certified public accountants or an audit firm.

*Note to forecasts on the consolidated results of operations and other items.

Descriptions regarding the future are estimated based on the information that the Company is able to obtain at the present point in time and assumptions which are deemed to be reasonable. However, actual results may be different due to various factors.

*Supplementary materials on financial results can be found on the website"TDnet."

○ **Dividends on Class Preferred Shares**

The following shows breakdown of dividends per share on Class Preferred Shares with different rights from those of common shares.

Class 1 Preferred Shares	Dividends per Share (JPY)				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-End	Annual
Year ended Mar.31,2022	JPY —	JPY 44,000.00	JPY —	JPY 44,000.00	JPY 88,000.00
Year ending Mar.31,2023	—	—	—	—	—
Year ending Mar.31,2023 (Forecast)	—	44,000.00	—	44,000.00	88,000.00

Class 2 Preferred Shares	Dividends per Share (JPY)				
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year-End	Annual
Year ended Mar.31,2022	JPY —	JPY 15,000.00	JPY —	JPY 15,000.00	JPY 30,000.00
Year ending Mar.31,2023	—	—	—	—	—
Year ending Mar.31,2023 (Forecast)	—	15,000.00	—	15,000.00	30,000.00

The above Class 1 and Class 2 Preferred Shares were issued on Apr.20,2021.

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5. Consolidated Financial Statements

(1) Consolidated balance sheet

	<i>Million yen, rounded down</i>	
	As of Mar.31,2022	As of Jun.30, 2022
ASSETS		
Current assets		
Cash and deposits	11,792	9,443
Trade accounts receivable	346	392
Trade loans receivable	2,245	2,243
Merchandise	179	181
Supplies	64	67
Prepaid expenses	581	621
Other current assets	578	675
Allowance for doubtful accounts	△144	△149
Total current assets	15,644	13,475
Fixed assets		
Tangible fixed assets		
Buildings and structures	31,789	31,732
Accumulated depreciation and accumulated impairment loss	△20,453	△20,660
Buildings and structures (net)	11,335	11,072
Machinery and vehicles	110	110
Accumulated depreciation and accumulated impairment loss	△109	△109
Machinery and vehicles (net)	0	0
Furniture, tools, and fixtures	6,559	6,599
Accumulated depreciation and accumulated impairment loss	△6,049	△6,118
Furniture, tools, and fixtures (net)	509	481
Land	14,605	14,605
Lease assets	4,422	4,422
Accumulated depreciation and accumulated impairment loss	△1,980	△2,037
Lease assets (net)	2,442	2,385
Construction in progress	216	542
Total tangible fixed assets	29,110	29,088
Intangible fixed assets		
Goodwill	30	23
Other	192	172
Total intangible fixed assets	222	195
Investment and other assets		
Investment securities	79	73
Long-term loans	100	95
Long-term prepaid expenses	75	81
Deferred tax assets	3,955	5,642
Security deposits	4,910	4,899
Other	82	82
Allowance for doubtful accounts	△148	△148
Total investment and other assets	9,054	10,726
Total fixed assets	38,387	40,011
Total Assets	54,032	53,486

	<i>Million yen, rounded down</i>	
	As of Mar.31, 2022	As of Jun.30, 2022
LIABILITIES		
Current liabilities		
Trade accounts payable	1,319	1,114
Short-term borrowings	10,280	10,645
Current portion of long-term borrowings	4,938	4,396
Accounts payable - other	1,896	981
Accrued income taxes	915	61
Accrued bonuses	427	608
Provision for Share-based compensation	7	13
Contract liabilities	2,181	1,961
Other current liabilities	2,483	1,707
Total current liabilities	24,449	21,489
Long-term liabilities		
Long-term borrowings	13,111	12,344
Long-term lease obligations	2,935	2,873
Asset retirement obligations	1,185	1,187
Other	506	494
Total long-term liabilities	17,739	16,900
Total Liabilities	42,188	38,389
NET ASSETS		
Shareholders' equity		
Capital	2,000	2,000
Capital surplus	11,373	11,270
Retained earnings	△1,394	1,968
Treasury shares	△176	△177
Total shareholders' equity	11,802	15,062
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	41	34
Total accumulated other comprehensive income	41	34
Total Net Assets	11,843	15,097
Total Liabilities and Net Assets	54,032	53,486

(2) Consolidated statement of income and comprehensive income*Million yen, rounded down*

	As of Jun.30, 2021	As of Jun.30, 2022
Net sales	9,475	11,512
Cost of sales	3,364	4,042
Gross profit	6,110	7,470
Selling, general and administrative expenses	6,006	5,880
Operating income	104	1,590
Non-operating income		
Interest income	0	0
Insurance income	1	—
Reversal of allowance for doubtful accounts	7	—
Other	2	4
Total non-operating income	11	5
Non-operating expenses		
Interest expense for borrowings	99	106
Commission fee	100	—
Other	—	2
Total non-operating expenses	200	109
Ordinary income	△84	1,485
Extraordinary income		
Subsidy income	436	250
Total extraordinary income	436	250
Profit before income taxes	352	1,736
Total income taxes	△31	△1,627
Net Profit	383	3,363
Net Profit attributable to owners of parent	383	3,363

Consolidated statement of comprehensive income

Million yen, rounded down

	As of Jun.30, 2021	As of Jun.30, 2022
Net Profit	383	3,363
Other comprehensive income		
Valuation difference on available-for-sale securities	△19	△6
Total other comprehensive income	△19	△6
Comprehensive income	364	3,356
Comprehensive income attributable to		
Owners of the parent	364	3,356
Non-controlling interests	—	—

6. Significant subsequent events

Reduction of capital and capital reserve

The Company resolved at its General Meetings of shareholders held on June 24, 2022 to reduce the amount of capital and capital reserve.

1. Purpose of reduction of capital and capital reserve

With the aim to improve financial conditions and to secure the future flexibility of capital policy, the Company reduces the amount of capital and capital reserve, pursuant to Article 447, paragraph (1) of the Companies Act.

2. Details of reduction of capital and capital reserve

- (1) The Company reduced its capital by JPY 1,900mn (from JPY 2,000mn to JPY 100mn) and reduced its capital reserve by JPY 1,400mn (from JPY 1,500mn to JPY 100mn)
- (2) The Company transferred all the reduced amount to other capital surplus without changes in the number of shares issued.

3. Schedule

Resolution of the Board of Directors meeting:	Apr. 27, 2022
Date of Public Notice for Objection by Creditors:	Jun. 13, 2022
Resolution of the general meeting of shareholders:	Jun. 24, 2022
Final Date for Objection by Creditors:	Jul. 13, 2022
Effective Date:	Jul. 15, 2022

4. Other significant matters

This is a transfer between accounting items in the "Net Assets" of the balance sheet. There is no change in the amount of net assets. And also, there is no changes in the number of shares issued and the reduction in capital has no impact to net assets value per share.