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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]



August 12, 2022

Company name: Double Standard Inc.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 3925
 URL: <https://double-std.com>
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 Phone: +81-3-6384-5411
 Scheduled date of filing quarterly securities report: August 12, 2022
 Scheduled date of commencing dividend payments: -
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 1, 2022 - June 30, 2022)

(1) Consolidated Operating Results (cumulative) (% 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	%
Three months ended June 30, 2022	1,776	(23.2)	628	34.5	617	36.3	437	40.8
June 30, 2021	2,311	159.3	467	153.8	452	156.1	310	183.1

(Note) Comprehensive income: Three months ended June 30, 2022: ¥394 million [26.8%]

Three months ended June 30, 2021: ¥310 million [186.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	32.25	-
June 30, 2021	22.90	-

(Note) The Company implemented a two-for-one stock split of its common stock on October 1, 2021. Basic earnings per share are calculated based on the assumption that the stock split was implemented at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2022	4,040	3,384	83.8
As of March 31, 2022	4,455	3,533	79.3

(Reference) Equity: As of June 30, 2022: ¥3,384 million

As of March 31, 2022: ¥3,533 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	0.00	-	40.00	40.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		0.00	-	50.00	50.00

(Note) Revision to the dividends forecast announced most recently: None

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

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	7,080	0.0	2,120	20.6	2,126	21.4	1,381	27.6	101.76

(Note) Revision to the financial results forecast announced most recently: None

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1. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	3,136,796	3,148,599
Accounts receivable - trade	599,154	506,173
Work in process	155,673	35,227
Prepaid expenses	8,410	11,790
Other	51,671	78
Total current assets	3,951,707	3,701,870
Non-current assets		
Property, plant and equipment		
Buildings, net	59,309	58,291
Tools, furniture and fixtures, net	24,378	22,720
Total property, plant and equipment	83,687	81,012
Intangible assets		
Software	47,333	42,673
Trademark right	210	197
Total intangible assets	47,544	42,870
Investments and other assets		
Investment securities	249,593	100,240
Deferred tax assets	28,719	20,344
Leasehold and guarantee deposits	94,669	94,649
Total investments and other assets	372,982	215,234
Total non-current assets	504,214	339,116
Total assets	4,455,921	4,040,986

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	357,946	306,872
Accounts payable - other	77,129	23,990
Accrued expenses	6,779	6,512
Income taxes payable	389,229	196,094
Accrued consumption taxes	83,984	76,377
Advances received	2,376	1,782
Other	5,078	45,022
Total current liabilities	922,522	656,651
Total liabilities	922,522	656,651
Net assets		
Shareholders' equity		
Share capital	263,778	263,778
Capital surplus	253,298	253,298
Retained earnings	2,974,487	2,869,256
Treasury shares	(1,997)	(1,997)
Total shareholders' equity	3,489,566	3,384,335
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	43,832	-
Total accumulated other comprehensive income	43,832	-
Total net assets	3,533,398	3,384,335
Total liabilities and net assets	4,455,921	4,040,986

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Three Months Ended June 30

(Thousand yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Net sales	2,311,701	1,776,079
Cost of sales	1,662,469	947,750
Gross profit	649,231	828,329
Selling, general and administrative expenses	181,703	199,708
Operating profit	467,527	628,620
Non-operating income		
Other	11	3
Total non-operating income	11	3
Non-operating expenses		
Share of loss of entities accounted for using equity method	11,544	11,193
Donations	3,080	50
Total non-operating expenses	14,624	11,243
Ordinary profit	452,914	617,381
Extraordinary income		
Gain on sale of investment securities	-	36,141
Total extraordinary income	-	36,141
Extraordinary losses		
Other	722	-
Total extraordinary losses	722	-
Profit before income taxes	452,191	653,522
Income taxes - current	141,428	187,870
Income taxes - deferred	(229)	27,719
Total income taxes	141,199	215,589
Profit	310,991	437,932
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	310,991	437,932

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Thousand yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Profit	310,991	437,932
Other comprehensive income		
Valuation difference on available-for-sale securities	(90)	(43,832)
Total other comprehensive income	(90)	(43,832)
Comprehensive income	310,901	394,100
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	310,901	394,100
Comprehensive income attributable to non-controlling interests	-	-

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.