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## Consolidated Financial Results for the Nine Months Ended July 31, 2022 [Japanese GAAP]

September 08, 2022

Company name: TBCSCAT Inc.  
Stock exchange listing: Tokyo  
Code number: 3974  
URL: <http://www.tbcsat.jp/>  
Representative: Nagashima Hideo  
Contact: Nishio Shinobu  
Phone: 03(5623)9670

President and CEO  
Director, General Manager of Accounting and Finance Division

Scheduled date of filing quarterly securities report: September 09, 2022  
Scheduled date of commencing dividend payments: -  
Availability of supplementary briefing material on quarterly financial results: Yes  
Schedule of quarterly financial results briefing session: No

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

## 1. Consolidated Financial Results for the Nine Months Ended July 31, 2022 (November 01, 2021 to July 31, 2022)

## (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	%
Nine months ended July 31, 2022	1,962	5.0	202	15.8	201	15.1	81	(33.3)
July 31, 2021	1,868	0.0	174	81.8	174	78.3	122	124.8

(Note) Comprehensive income: Nine months ended July 31, 2022: ¥ 80 million [ (33.0)%]  
Nine months ended July 31, 2021: ¥ 120 million [ 121.4%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
July 31, 2022	19.34	-
July 31, 2021	27.94	-

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
July 31, 2022	3,484	2,159	62.0
October 31, 2021	3,714	2,316	62.4

(Reference) Equity: As of July 31, 2022: ¥ 2,159 million  
As of October 31, 2021: ¥ 2,316 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 October 31, 2021	-	0.00	-	7.00	7.00
Fiscal year ending October 31, 2022	-	4.00	-		
Fiscal year ending October 31, 2022 (Forecast)				4.50	8.50

(Note) Revision to the forecast for dividends announced most recently: Yes

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending October 31, 2022 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending October 31, 2022(November 01, 2021 to October 31, 2022)

(% 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	2,546	2.5	198	10.0	198	9.6	129	6.9	31.20

(Note) Revision to the financial results forecast announced most recently: No

\* Notes:

(1) Changes in significant subsidiaries during the nine months ended July 31, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

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

1) Changes in accounting policies due to the revision of accounting standards: Yes

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

3) Changes in accounting estimates: No

4) Retrospective restatement: No

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

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

July 31, 2022: 5,240,000 shares

October 31, 2021: 5,240,000 shares

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

July 31, 2022: 1,321,154 shares

October 31, 2021: 822,929 shares

3) Average number of shares during the period:

Nine months ended July 31, 2022: 4,218,376 shares

Nine months ended July 31, 2021: 4,378,390 shares

Quarterly Consolidated Financial Statements  
 Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of October 31,2021	As of July 31,2022
<b>Assets</b>		
Current assets		
Cash and deposits	1,726,985	1,772,544
Accounts receivable - trade	185,693	214,174
Merchandise	39,983	40,720
Work in process	3,726	4,819
Other	28,428	39,559
Allowance for doubtful accounts	(171)	(204)
Total current assets	1,984,645	2,071,613
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,890,902	1,017,867
Accumulated depreciation	(1,070,803)	(426,156)
Buildings and structures, net	820,099	591,710
Land	319,248	247,101
Other	163,914	166,006
Accumulated depreciation	(137,904)	(145,334)
Other, net	26,010	20,672
Total property, plant and equipment	1,165,358	859,483
Intangible assets		
Software	62,167	222,058
Software in progress	205,884	61,262
Goodwill	66,689	55,574
Other	494	4,929
Total intangible assets	335,237	343,824
Investments and other assets		
Deferred tax assets	155,435	134,262
Other	90,538	91,387
Allowance for doubtful accounts	(16,693)	(16,088)
Total investments and other assets	229,280	209,561
Total non-current assets	1,729,876	1,412,869
Total assets	3,714,521	3,484,483

(Thousand yen)

	As of October 31,2021	As of July 31,2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	42,828	47,717
Short-term borrowings	200,000	200,000
Current portion of long-term borrowings	85,680	69,680
Accrued expenses	135,318	150,767
Income taxes payable	52,419	7,516
Provision for bonuses	79,654	38,865
Other	96,761	155,912
Total current liabilities	692,661	670,458
Non-current liabilities		
Long-term borrowings	303,880	255,620
Provision for retirement benefits for directors (and other officers)	18,365	18,365
Provision for share awards	10,548	17,619
Retirement benefit liability	340,426	322,468
Other	31,855	40,045
Total non-current liabilities	705,075	654,118
Total liabilities	1,397,737	1,324,577
<b>Net assets</b>		
Shareholders' equity		
Share capital	200,000	200,000
Capital surplus	338,339	338,339
Retained earnings	1,996,498	2,029,089
Treasury shares	(214,716)	(403,294)
Total shareholders' equity	2,320,122	2,164,134
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(3,337)	(4,228)
Total accumulated other comprehensive income	(3,337)	(4,228)
Total net assets	2,316,784	2,159,906
Total liabilities and net assets	3,714,521	3,484,483

Quarterly Consolidated Statements of Income and Comprehensive Income  
 Quarterly Consolidated Statements of Income (For the nine months)

(Thousand yen)

	For the nine months ended July 31,2021	For the nine months ended July 31,2022
Net sales	1,868,979	1,962,932
Cost of sales	1,071,141	1,119,056
Gross profit	797,837	843,875
Selling, general and administrative expenses	623,132	641,598
Operating profit	174,704	202,276
Non-operating income		
Interest income	6	7
Dividend income	7	6
Gain on sale of investment securities	25	-
Facility rental fee	1,396	1,267
Subsidy income	973	100
Other	786	337
Total non-operating income	3,195	1,719
Non-operating expenses		
Interest expenses	2,689	2,305
Other	423	536
Total non-operating expenses	3,113	2,841
Ordinary profit	174,787	201,153
Extraordinary income		
Grant income	32,555	13,913
Gain on sale of non-current assets	7,641	43,952
Total extraordinary income	40,196	57,865
Extraordinary losses		
Loss on COVID19	39,906	28,362
Loss on sale of non-current assets	28	44,902
Loss on retirement of non-current assets	132	0
Impairment losses	-	56,061
Total extraordinary losses	40,067	129,326
Profit before income taxes	174,916	129,693
Income taxes - current	42,891	26,531
Income taxes - deferred	9,674	21,563
Total income taxes	52,565	48,094
Profit	122,351	81,598
Profit attributable to owners of parent	122,351	81,598

## Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Thousand yen)

	For the nine months ended July 31,2021	For the nine months ended July 31,2022
Profit	122,351	81,598
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,891)	(890)
Total other comprehensive income	(1,891)	(890)
Comprehensive income	120,460	80,707
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	120,460	80,707