

**Translation**

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**Summary of Consolidated Financial Results  
for the Nine Months Ended July 31, 2022  
(Based on Japanese GAAP)**

September 14, 2022

Company name: GIFT HOLDINGS INC.  
 Stock exchange listing: Tokyo  
 Stock code: 9279 URL <https://www.gift-group.co.jp/>  
 Representative: President and Representative Director Sho Tagawa  
 Managing Director & General Manager, Administration Division Norihiko Suehiro TEL 042-860-7182  
 Scheduled date to file Quarterly Securities Report: September 14, 2022  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended July 31, 2022 (from November 1, 2021 to July 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended July 31, 2022	12,220	25.2	1,122	70.0	1,805	43.2	1,234	43.1
Nine months ended July 31, 2021	9,759	22.4	660	116.2	1,260	249.5	862	373.3

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended July 31, 2022	123.99	123.63
Nine months ended July 31, 2021	86.77	86.41

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2022	9,454	5,126	54.2
As of October 31, 2021	8,277	4,116	49.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended October 31, 2021	—	0.00	—	20.00	20.00
Year ending October 31, 2022	—	12.00	—		
Year ending October 31, 2022 (Forecast)				13.00	25.00

3. Forecast of consolidated financial results for the year ending October 31, 2022 (from November 1, 2021 to October 31, 2022)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	17,000	26.2	1,700	81.6	2,000	14.4	1,280	18.9	128.59

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended July 31, 2022  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of July 31, 2022	9,959,545 shares	As of October 31, 2021	9,953,967 shares
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Number of treasury shares at the end of the period

As of July 31, 2022	220 shares	As of October 31, 2021	157 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended July 31, 2022	9,957,271 shares	Nine months ended July 31, 2021	9,942,399 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of October 31, 2021	As of July 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	1,871,492	1,870,684
Accounts receivable - trade	262,090	362,652
Merchandise and finished goods	50,484	113,895
Raw materials and supplies	49,488	63,463
Other	180,348	264,964
Allowance for doubtful accounts	△127	△113
Total current assets	<u>2,413,776</u>	<u>2,675,547</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,900,522	4,521,684
Accumulated depreciation	△888,499	△1,079,850
Buildings and structures, net	<u>3,012,022</u>	<u>3,441,834</u>
Land	141,782	141,782
Other	1,472,062	1,920,380
Accumulated depreciation	△609,438	△713,494
Other, net	862,623	1,206,885
Total property, plant and equipment	<u>4,016,429</u>	<u>4,790,502</u>
Intangible assets		
Goodwill	124,727	109,136
Other	10,696	13,846
Total intangible assets	<u>135,423</u>	<u>122,982</u>
Investments and other assets		
Leasehold and guarantee deposits	870,911	960,893
Other	841,350	905,456
Allowance for doubtful accounts	△435	△435
Total investments and other assets	<u>1,711,827</u>	<u>1,865,914</u>
Total non-current assets	<u>5,863,680</u>	<u>6,779,399</u>
Total assets	<u>8,277,456</u>	<u>9,454,947</u>

(Thousands of yen)

As of October 31, 2021

As of July 31, 2022

Liabilities		
Current liabilities		
Accounts payable - trade	389,490	489,195
Short-term borrowings	—	44,309
Current portion of long-term borrowings	534,834	549,458
Income taxes payable	445,611	337,039
Provision for bonuses	103,435	69,180
Provision for point card certificates	5,965	—
Other	1,060,401	1,127,007
Total current liabilities	2,539,738	2,616,190
Non-current liabilities		
Long-term borrowings	1,274,648	1,329,726
Asset retirement obligations	341,636	381,054
Other	5,045	1,457
Total non-current liabilities	1,621,329	1,712,239
Total liabilities	4,161,068	4,328,429
Net assets		
Shareholders' equity		
Share capital	790,287	793,117
Capital surplus	1,042,415	1,045,244
Retained earnings	2,281,161	3,185,826
Treasury shares	△324	△466
Total shareholders' equity	4,113,540	5,023,721
Accumulated other comprehensive income		
Foreign currency translation adjustment	2,847	102,795
Total accumulated other comprehensive income	2,847	102,795
Total net assets	4,116,387	5,126,517
Total liabilities and net assets	8,277,456	9,454,947

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Nine months ended July 31, 2021	Nine months ended July 31, 2022
Net sales	9,759,794	12,220,491
Cost of sales	2,696,561	3,673,761
Gross profit	7,063,233	8,546,730
Selling, general and administrative expenses	6,403,170	7,424,344
Operating profit	660,063	1,122,385
Non-operating income		
Interest income	6,219	7,642
Commission income	18,846	1,208
Foreign exchange gains	1,654	1,785
Subsidy income	455,969	665,447
Compensation income	80,000	—
Other	41,958	11,160
Total non-operating income	604,649	687,244
Non-operating expenses		
Interest expenses	3,545	2,885
Other	680	1,538
Total non-operating expenses	4,226	4,424
Ordinary profit	1,260,486	1,805,205
Extraordinary income		
Gain on sale of non-current assets	—	1,100
Insurance claim income	—	16,774
Other	—	628
Total extraordinary income	—	18,502
Extraordinary losses		
Loss on retirement of non-current assets	7,081	17,521
Impairment losses	—	2,642
Total extraordinary losses	7,081	20,163
Profit before income taxes	1,253,404	1,803,544
Income taxes	390,731	568,895
Profit	862,673	1,234,648
Profit attributable to owners of parent	862,673	1,234,648

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Nine months ended July 31, 2021	Nine months ended July 31, 2022
Profit	862,673	1,234,648
Other comprehensive income		
Foreign currency translation adjustment	19,937	99,948
Total other comprehensive income	19,937	99,948
Comprehensive income	882,610	1,334,597
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	882,610	1,334,597