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## Summary of Consolidated Financial Statements for the Second Quarter Ended September 30, 2022



[Prepared on the basis of Japanese Generally Accepted Accounting Principles (GAAP)]

November 7, 2022

Corporate name : Alfresa Holdings Corporation  
 Stock exchange listing : Prime Market of Tokyo Stock Exchange  
 Stock code : 2784  
 URL : <https://www.alfresa.com/>  
 Representative : Ryuji Arakawa, Representative Director & President  
 Contact person : Takashi Sasaki, Executive Officer, General Manager, Financial Planning Department  
 TEL : +81-3-5219-5102

Scheduled date for filing Quarterly Securities Report : November 14, 2022

Scheduled dividend payment date : December 6, 2022

Supplementary explanatory materials : Yes

Financial results meeting : Yes (for institutional investors and analysts)

(Rounded down to the nearest million yen)

### 1. Summary of consolidated financial results for the second quarter of the fiscal year (April 1, 2022 - September 30, 2022)

(1) Consolidated operating results (cumulative)

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of the parent	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Six months ended September 30, 2022	1,332,419	3.4	10,227	12.2	11,488	4.9	7,001	0.2
Six months ended September 30, 2021	1,288,706	—	9,117	—	10,956	—	6,988	—

Note : Comprehensive income : Six months ended September 30, 2022 ¥ 15,558 million [103.8 %]

Six months ended September 30, 2021 ¥ 7,632 million [— %]

\*The percentage of changes over the same period of the previous fiscal year is not shown due to the application of the Accounting Standard for Revenue Recognition.

	Earnings per share of common stock	
	Basic	Diluted
	Yen	Yen
Six months ended September 30, 2022	34.60	—
Six months ended September 30, 2021	33.02	—

(2) Consolidated financial position

	Total assets	Net assets	Owners' equity ratio
	¥ Million	¥ Million	%
As of September 30, 2022	1,334,214	481,924	36.1
As of March 31, 2022	1,303,991	471,835	36.2

Reference : Owners' equity : As of September 30, 2022 ¥ 481,638 million

As of March 31, 2022 ¥ 471,593 million

### 2. Dividends per share of common stock

	Dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2021	—	27.00	—	27.00	54.00
FY2022	—	28.00	—	—	—
FY2022 (Forecast)	—	—	—	29.00	57.00

### 3. Consolidated performance forecast for FY2022 (April 1, 2022 - March 31, 2023)

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of the parent		Basic earnings per share
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	Yen
FY2022	2,618,000	1.3	29,500	1.4	32,800	0.7	21,200	(34.1)	104.76

#### \* Notes

- (1) Changes in principal subsidiaries during the period  
(those changes in specified subsidiaries accompanying change in scope of consolidation) : None
- (2) Adoption of special accounting method for preparing quarterly consolidated financial statements : None
- (3) Changes in accounting policy, changes in accounting estimates, and restatement
- i. Change in accounting policy due to amendment of accounting standard : None
  - ii. Change in accounting policy due to reasons other than i. : None
  - iii. Change in accounting estimates : None
  - iv. Restatement : None
- (4) Number of outstanding shares of common stock
- i. Number of shares outstanding (including treasury stock) at end of period :
    - As of September 30, 2022 202,840,000 shares
    - As of March 31, 2022 235,017,600 shares
  - ii. Number of treasury stock at end of period :
    - As of September 30, 2022 471,062 shares
    - As of March 31, 2022 32,648,047 shares
  - iii. Average number of outstanding shares during the period :
    - 6M FY2022 202,369,248 shares
    - 6M FY2021 211,671,955 shares

Note : The Company's shares held by the Board Incentive Plan trust are included in the treasury stock deducted to calculate ii and iii above.

\*Quarterly financial results reports are not required to be reviewed by an independent auditor.

#### \*Disclaimer regarding the Appropriate Use of Performance Forecasts and Other Notes

The forward-looking statements such as performance forecasts contained herein are forecasts based on information currently possessed by the Company and are based on certain assumptions deemed to be reasonable. Actual performance may differ substantially from these forecasts due to various factors.

**Six-month consolidated financial statements**

FY2022 consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>(Assets)</b>		
Current assets		
Cash and deposits	180,436	169,538
Trade notes and accounts receivable	602,488	621,449
Merchandise and finished goods	140,156	137,922
Work in process	1,294	1,492
Raw materials and supplies	5,439	6,062
Other	88,908	89,763
Allowance for doubtful accounts	(2,252)	(1,661)
Total current assets	1,016,471	1,024,567
Non-current assets		
Property, plant and equipment		
Buildings and structures (net)	63,708	62,540
Land	70,018	71,318
Other (net)	29,031	37,952
Total property, plant and equipment	162,758	171,812
Intangible assets		
Goodwill	2,913	2,792
Other	15,894	15,428
Total intangible assets	18,807	18,220
Investments and other assets		
Investment securities	87,284	100,157
Other	22,444	24,693
Allowance for doubtful accounts	(3,774)	(5,237)
Total investments and other assets	105,954	119,613
Total non-current assets	287,520	309,646
Total assets	1,303,991	1,334,214

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>(Liabilities)</b>		
Current liabilities		
Trade notes and accounts payable	755,250	782,492
Short-term borrowings	48	20
Income taxes payable	10,922	8,673
Allowance for employees' bonuses	6,835	6,275
Allowance for bonuses to directors	407	195
Provision for share awards	44	—
Provision for share awards for directors	59	—
Other	29,245	25,708
Total current liabilities	802,813	823,365
Long-term liabilities		
Provision for share awards	—	36
Provision for share awards for directors	—	44
Provision for loss on Antimonopoly Act	3,994	3,994
Net defined benefit liability	8,075	7,990
Other	17,273	16,856
Total long-term liabilities	29,343	28,923
Total liabilities	832,156	852,289
<b>(Net assets)</b>		
Shareholders' equity		
Common stock	18,454	18,454
Capital surplus	101,660	57,720
Retained earnings	352,015	353,548
Less treasury stock, at cost	(44,625)	(685)
Total shareholders' equity	427,504	429,037
Accumulated other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	44,760	53,401
Unrealized gains on deferred hedge, net of taxes	0	—
Revaluation reserve for land, net of taxes	(3,360)	(3,360)
Foreign currency translation adjustments	200	351
Remeasurements of defined benefit plans, net of taxes	2,487	2,208
Total accumulated other comprehensive income	44,088	52,601
Non-controlling interests	241	285
Total net assets	471,835	481,924
Total liabilities and net assets	1,303,991	1,334,214

## FY2022 six-month consolidated statements of income and comprehensive income (six months ended September 30)

(Millions of yen)

	FY2021 6M (April 1, 2021 - September 30, 2021)	FY2022 6M (April 1, 2022 - September 30, 2022)
Net sales	1,288,706	1,332,419
Cost of sales	1,201,370	1,241,379
Gross profit	87,336	91,039
Selling, general and administrative expenses	78,218	80,812
Operating income	9,117	10,227
Other income		
Interest income	33	30
Dividend income	1,220	825
Rental income from real estate	305	297
Other	494	330
Total other income	2,054	1,483
Other expenses		
Interest expense	39	34
Expense for rental property	94	93
Other	81	95
Total other expenses	215	222
Ordinary profit	10,956	11,488
Extraordinary profit		
Gain on sales of property, plant and equipment	46	104
Gain on sales of investment securities	153	237
Total extraordinary profit	199	341
Extraordinary loss		
Loss on sales of property, plant and equipment	0	15
Loss on disposal of property, plant and equipment	83	37
Loss on impairment of property, plant and equipment	16	1
Write-down of investment securities	664	695
Other	77	5
Total extraordinary loss	842	755
Profit before income taxes	10,313	11,074
Income taxes		
Current	6,833	8,035
Deferred	(3,506)	(4,005)
Total income taxes	3,326	4,029
Profit	6,986	7,045
Profit (loss) attributable to :		
Owners of the parent	6,988	7,001
Non-controlling interests	(1)	43

(Millions of yen)

	FY2021 6M (April 1, 2021 - September 30, 2021)	FY2022 6M (April 1, 2022 - September 30, 2022)
Other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	681	8,641
Unrealized gains (losses) on deferred hedge, net of taxes	0	(0)
Foreign currency translation adjustments	73	150
Remeasurements of defined benefit plans, net of taxes	(109)	(278)
Total other comprehensive income	645	8,512
Comprehensive income	7,632	15,558
Comprehensive income attributable to :		
Owners of the parent	7,634	15,514
Non-controlling interests	(1)	43

FY2022 six- month consolidated statements of cash flows (six months ended September 30)

(Millions of yen)

	FY2021 6M (April 1, 2021 - September 30, 2021)	FY2022 6M (April 1, 2022 - September 30, 2022)
Cash flows from operating activities		
Profit before income taxes	10,313	11,074
Depreciation and amortization	5,940	6,345
Loss on impairment of property, plant and equipment	16	1
Amortization of goodwill	314	252
Increase (decrease) in allowance for doubtful accounts	(444)	871
Decrease in allowance for employees' bonuses	(239)	(559)
Decrease in allowance for bonuses to directors	(261)	(212)
Decrease in net defined benefit liability	(507)	(419)
Interest and dividend income	(1,253)	(855)
Interest expense	39	34
Gain on sales of property, plant and equipment, net	(45)	(88)
Loss on disposal of property, plant and equipment	83	37
Gain on sales of investment securities, net	(145)	(232)
Write-down of investment securities	664	695
Increase in trade notes and accounts receivables	(7,715)	(20,392)
Decrease in inventories	1,861	1,412
Increase in trade notes and accounts payables	8,725	27,242
Other, net	5,164	(5,636)
Subtotal	22,509	19,571
Interest and dividends received	1,255	858
Interest paid	(39)	(33)
Income taxes paid	(2,800)	(9,699)
Net cash provided by operating activities	20,926	10,697

(Millions of yen)

	FY2021 6M (April 1, 2021 - September 30, 2021)	FY2022 6M (April 1, 2022 - September 30, 2022)
Cash flows from investing activities		
Payments into time deposits	(408)	(406)
Proceeds from maturity of time deposits	403	404
Payments for purchase of property, plant and equipment	(6,131)	(12,751)
Proceeds from sale of property, plant and equipment	209	182
Payments for purchase of intangible assets	(738)	(1,385)
Payments for acquisition of long-term prepaid expense	(150)	(33)
Payments for purchase of investment securities	(881)	(1,609)
Proceeds from sales of investment securities	312	741
Advances of loans receivable	(21)	(705)
Repayments of loans receivable	114	268
Other, net	(33)	(30)
Net cash used in investing activities	(7,325)	(15,326)
Cash flows from financing activities		
Net increase in short-term borrowings	50	—
Repayments of long-term borrowings	(536)	(28)
Repayments of lease obligations	(744)	(888)
Payments for purchase of treasury stock	(1)	(1)
Proceeds from sales of treasury stock	0	0
Cash dividends paid	(5,715)	(5,468)
Net cash used in financing activities	(6,947)	(6,385)
Foreign currency translation gain on cash and cash equivalents	39	86
Net increase (decrease) in cash and cash equivalents	6,692	(10,928)
Cash and cash equivalents at beginning of the year	169,060	179,108
Increase in cash and cash equivalents resulting from merger	218	—
Cash and cash equivalents at end of the year	175,971	168,180