

Notice: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



MEMBERSHIP

November 8, 2022

## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

Company name: GOLDWIN INC.  
 Stock exchange listing: Tokyo  
 Securities code: 8111  
 URL: <https://corp.goldwin.co.jp/eng/>  
 Representative: Takao Watanabe, President and Representative Director  
 Inquiries: Michio Shirasaki, Managing Director, Director-General Administration  
 TEL: +81-3-3481-7203

Scheduled date to file Quarterly Securities Report: November 14, 2022  
 Scheduled date to commence dividend payments: December 5, 2022  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 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	%
Six months ended								
September 30, 2022	45,309	18.6	5,277	60.0	7,452	94.3	5,844	122.0
September 30, 2021	38,208	21.1	3,299	166.8	3,835	174.8	2,632	321.9

Note: Comprehensive income Six months ended September 30, 2022: ¥7,826 million [131.6%]  
 Six months ended September 30, 2021: ¥3,378 million [648.9%]

	Earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2022	129.70	—
September 30, 2021	58.01	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2022	98,248	66,340	67.4
March 31, 2022	99,085	63,411	63.9

Reference: Equity  
 As of September 30, 2022 ¥66,228 million  
 As of March 31, 2022 ¥63,278 million

## 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 March 31, 2022	–	20.00	–	65.00	85.00
Year ending March 31, 2023	–	25.00			
Year ending March 31, 2023 (Forecast)			–	65.00	90.00

Note: Revisions to the forecast of cash dividends most recently announced: No

## 3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(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	106,000	7.9	17,000	3.0	21,400	5.5	16,000	11.5	355.09

Note: Revisions to the forecast of consolidated financial results most recently announced: No

**\* Notes**

- (1) Changes in significant subsidiaries during the six months ended September 30, 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: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
  - (ii) Changes in accounting policies due to other reasons: No
  - (iii) Changes in accounting estimates: No
  - (iv) Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2022	47,448,172 shares
As of March 31, 2022	47,448,172 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2022	2,424,859 shares
As of March 31, 2022	2,202,276 shares

(iii) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	45,059,559 shares
Six months ended September 30, 2021	45,377,536 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of financial forecasts, and other special matters

Descriptions of the above financial forecasts and other data are based on information currently available to the Company and certain assumptions that we consider to be reasonable. Actual financial results may differ significantly from the forecasts for various reasons.

## Quarterly Consolidated Financial Statements

### (1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	26,406	16,407
Notes and accounts receivable - trade, and contract assets	11,032	13,500
Electronically recorded monetary claims - operating	2,797	2,035
Merchandise and finished goods	12,554	14,927
Work in process	326	566
Raw materials and supplies	542	636
Other	1,841	3,453
Allowance for doubtful accounts	(13)	(13)
Total current assets	55,486	51,515
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,718	2,226
Land	4,691	4,691
Other, net	2,231	1,689
Total property, plant and equipment	8,642	8,607
Intangible assets		
Trademark right	1,490	1,345
Other	1,602	1,809
Total intangible assets	3,093	3,154
Investments and other assets		
Investment securities	24,060	27,395
Guarantee deposits	2,708	2,729
Other	5,282	5,035
Allowance for doubtful accounts	(188)	(188)
Total investments and other assets	31,862	34,971
Total non-current assets	43,598	46,733
Total assets	99,085	98,248

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,904	8,924
Electronically recorded obligations - operating	12,223	9,924
Current portion of long-term borrowings	1,437	928
Income taxes payable	3,112	929
Provision for bonuses	1,648	942
Other	7,060	5,722
<b>Total current liabilities</b>	<b>30,386</b>	<b>27,372</b>
Non-current liabilities		
Long-term borrowings	2,751	2,185
Retirement benefit liability	217	195
Provision for share awards	947	993
Other	1,371	1,160
<b>Total non-current liabilities</b>	<b>5,287</b>	<b>4,535</b>
<b>Total liabilities</b>	<b>35,673</b>	<b>31,907</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	7,079	7,079
Capital surplus	276	297
Retained earnings	61,356	64,158
Treasury shares	(5,377)	(7,209)
<b>Total shareholders' equity</b>	<b>63,335</b>	<b>64,326</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	480	546
Deferred gains or losses on hedges	98	203
Foreign currency translation adjustment	196	1,902
Remeasurements of defined benefit plans	(830)	(750)
<b>Total accumulated other comprehensive income</b>	<b>(56)</b>	<b>1,901</b>
Non-controlling interests	132	112
<b>Total net assets</b>	<b>63,411</b>	<b>66,340</b>
<b>Total liabilities and net assets</b>	<b>99,085</b>	<b>98,248</b>

**(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income**

**Quarterly consolidated statement of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	38,208	45,309
Cost of sales	18,708	22,321
Gross profit	19,500	22,987
Selling, general and administrative expenses	16,200	17,710
Operating profit	3,299	5,277
Non-operating income		
Interest income	4	4
Dividend income	36	41
Share of profit of entities accounted for using equity method	540	2,080
Other	60	137
Total non-operating income	641	2,264
Non-operating expenses		
Interest expenses	46	22
Loss on sale of notes receivable - trade	11	4
Loss on cancellation of insurance policies	17	8
Other	29	53
Total non-operating expenses	105	89
Ordinary profit	3,835	7,452
Extraordinary income		
Gain on sale of non-current assets	0	–
Gain on sale of investment securities	14	5
Gain on liquidation of subsidiaries	–	80
Total extraordinary income	15	85
Extraordinary losses		
Loss on disposal of non-current assets	0	91
Loss on store closings	1	7
Other	0	6
Total extraordinary losses	2	104
Profit before income taxes	3,848	7,433
Income taxes - current	1,174	1,165
Income taxes - deferred	8	398
Total income taxes	1,183	1,564
Profit	2,665	5,868
Profit attributable to non-controlling interests	32	24
Profit attributable to owners of parent	2,632	5,844

**Quarterly consolidated statement of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	2,665	5,868
Other comprehensive income		
Valuation difference on available-for-sale securities	(155)	66
Deferred gains or losses on hedges	(10)	18
Foreign currency translation adjustment	191	252
Remeasurements of defined benefit plans, net of tax	189	84
Share of other comprehensive income of entities accounted for using equity method	499	1,536
Total other comprehensive income	713	1,958
Comprehensive income	3,378	7,826
Comprehensive income attributable to:		
Owners of parent	3,345	7,802
Non-controlling interests	32	24

**(3) Quarterly consolidated statement of cash flows**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	3,848	7,433
Depreciation	788	891
Decrease (increase) in retirement benefit asset	(244)	(202)
Increase (decrease) in retirement benefit liability	(2)	(21)
Increase (decrease) in allowance for doubtful accounts	36	(1)
Interest and dividend income	(40)	(46)
Interest expenses	46	22
Share of loss (profit) of entities accounted for using equity method	(540)	(2,080)
Loss (gain) on disposal of non-current assets	0	91
Decrease (increase) in trade receivables	(1,344)	(1,701)
Decrease (increase) in inventories	(2,082)	(2,695)
Increase (decrease) in trade payables	986	1,715
Decrease (increase) in accounts receivable - other	732	(1,610)
Increase (decrease) in accounts payable - other	(280)	(352)
Increase (decrease) in accrued consumption taxes	(1,416)	(1,102)
Decrease (increase) in prepaid expenses	(98)	(328)
Other, net	130	(630)
Subtotal	520	(619)
Interest and dividends received	40	484
Interest paid	(44)	(22)
Income taxes paid	(4,206)	(3,273)
Net cash provided by (used in) operating activities	(3,689)	(3,430)
<b>Cash flows from investing activities</b>		
Payments into time deposits	(152)	(46)
Proceeds from withdrawal of time deposits	157	30
Purchase of property, plant and equipment and intangible assets	(528)	(919)
Purchase of investment securities	–	(200)
Proceeds from sale of investment securities	34	8
Payments of guarantee deposits	(93)	(73)
Proceeds from refund of guarantee deposits	10	77
Other, net	200	12
Net cash provided by (used in) investing activities	(370)	(1,112)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(172)	–
Proceeds from long-term borrowings	643	–
Repayments of long-term borrowings	(1,260)	(1,074)
Repayments of lease liabilities	(294)	(312)
Purchase of treasury shares	(642)	(1,428)
Dividends paid	(2,581)	(3,041)
Other, net	61	46
Net cash provided by (used in) financing activities	(4,246)	(5,811)
Effect of exchange rate change on cash and cash equivalents	86	195
Net increase (decrease) in cash and cash equivalents	(8,219)	(10,158)
Cash and cash equivalents at beginning of period	20,287	25,036
Cash and cash equivalents at end of period	12,067	14,877