

Translation

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## Summary of Consolidated Financial Results For the six months ended September 30, 2022 (Based on Japanese GAAP)

November 14, 2022

Company name: TRE HOLDINGS CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 9247 URL <https://tre-hd.co.jp>  
 Representative: ABE Mitsuo, President  
 Inquiries: UEKAWA Takeshi, Executive Officer and  
 Head of Corporate Management Division Phone 03-6327-2620  
 Scheduled date to file Securities Report: November 14, 2022  
 Scheduled date to commence dividend payments: December 9, 2022  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes

(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

Percentages from the previous corresponding term

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
For the six months ended September 30, 2022	44,210	–	3,094	–	3,137	–	2,250	–
September 30, 2021	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
For the six months ended September 30, 2022	43.81	–
September 30, 2021	–	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	131,561	65,195	48.4
March 31, 2022	129,524	64,173	48.3

### 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	–	–	–	25.00	25.00
Year ending March 31, 2023	–	20.00			
Year ending March 31, 2023 (Forecast)			–	20.00	40.00

(Reference) Correction from the dividend forecast, which is published in the most recent: None

### 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	94,200	38.1	9,300	21.4	9,300	23.2	5,900	24.4	114.87

(Reference) Correction from the consolidated forecast, which is published in the most recent: None

4. Notes

(1) Changes in significant subsidiaries during the period

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

(2) Special accounting methods for preparation of the consolidated financial statements

Income tax expenses:

A reasonable estimate of the effective tax rate after applying tax-effect accounting for the current fiscal year is made, and quarterly income before income taxes is multiplied by the corresponding effective tax rate.

(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: No

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 September 30, 2022	52,610,712 shares	As of March 31, 2022	52,610,712 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	1,251,621 shares	As of March 31, 2022	1,248,681 shares
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Average number of shares during the period

As of September 30, 2022	51,360,110 shares	As of September 30, 2021	– shares
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\* This “Summary of Consolidated Financial Results” (“Tanshin”) is outside the scope of the external audit.

\* Notes for using forecasted information etc.

(Caution regarding forward-looking statements)

This financial summary report contains forward-looking statements regarding estimations, forecasts, targets and plans in relation to the results of operations, financial conditions and other overall management of the company and/or the group as a whole (the “forward-looking statements”). The forward-looking statements are made based upon, among other things, the company’s current estimations, perceptions and evaluations. Accordingly, due to various risks and uncertainties, the statements and assumptions are inherently not guarantees of future performance, may be considered differently from alternative perspectives and may result in material differences from the actual result.

**Quarterly Consolidated financial statements**  
**Quarterly Consolidated Statements of Financial Position**

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	24,485	24,770
Notes and accounts receivable - trade, and contract assets	9,270	8,343
Inventories	2,717	2,798
Accounts receivable - other	898	816
Other	758	1,168
Allowance for doubtful accounts	(15)	(14)
Total current assets	38,114	37,883
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	19,586	20,014
Machinery, equipment and vehicles, net	15,265	15,619
Landfills	3,746	3,600
Land	30,768	32,428
Construction in progress	8,264	8,551
Other, net	1,354	1,288
Total property, plant and equipment	78,987	81,503
Intangible assets		
Goodwill	6,417	6,156
Other	546	520
Total intangible assets	6,963	6,676
Investments and other assets		
Investment securities	1,696	1,822
Retirement benefit asset	119	133
Deferred tax assets	672	658
Other	1,947	1,918
Allowance for doubtful accounts	(139)	(140)
Total investments and other assets	4,296	4,393
Total non-current assets	90,246	92,573
Deferred assets	1,163	1,104
<b>Total assets</b>	<b>129,524</b>	<b>131,561</b>

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	3,467	3,260
Short-term borrowings	6,458	10,267
Current portion of bonds payable	596	596
Current portion of long-term borrowings	5,114	5,185
Accounts payable - other	2,436	2,049
Income taxes payable	2,180	1,322
Provision for bonuses	740	894
Provision for bonuses for directors	31	—
Provision for repairs	463	96
Other	2,943	2,172
<b>Total current liabilities</b>	<b>24,431</b>	<b>25,845</b>
<b>Non-current liabilities</b>		
Bonds payable	10,929	10,631
Long-term borrowings	24,226	24,183
Deferred tax liabilities	2,529	2,450
Provision for share awards for directors	170	191
Provision for repairs	125	160
Retirement benefit liability	448	463
Asset retirement obligations	1,517	1,543
Other	973	897
<b>Total non-current liabilities</b>	<b>40,919</b>	<b>40,521</b>
<b>Total liabilities</b>	<b>65,351</b>	<b>66,366</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	10,000	10,000
Capital surplus	34,080	34,076
Retained earnings	20,277	21,235
Treasury shares	(1,697)	(1,703)
<b>Total shareholders' equity</b>	<b>62,661</b>	<b>63,608</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	23	9
Deferred gains or losses on hedges	4	8
Foreign currency translation adjustment	(19)	73
Remeasurements of defined benefit plans	(75)	(71)
<b>Total accumulated other comprehensive income</b>	<b>(66)</b>	<b>20</b>
<b>Non-controlling interests</b>	<b>1,578</b>	<b>1,566</b>
<b>Total net assets</b>	<b>64,173</b>	<b>65,195</b>
<b>Total liabilities and net assets</b>	<b>129,524</b>	<b>131,561</b>

**Quarterly Consolidated statements of income and consolidated statements of comprehensive income**  
**Quarterly Consolidated statements of income**

(Millions of yen)

	For the six months ended September 30, 2022
Net sales	44,210
Cost of sales	35,738
Gross profit	8,471
Selling, general and administrative expenses	5,377
Operating profit	3,094
Non-operating income	
Interest income	1
Dividend income	5
Share of profit of entities accounted for using equity method	139
Rental income	138
Other	66
Total non-operating income	351
Non-operating expenses	
Interest expenses	113
Interest on bonds	25
Amortization of business commencement expenses	45
Other	122
Total non-operating expenses	307
Ordinary profit	3,137
Extraordinary income	
Gain on sale of non-current assets	35
Insurance Income	74
Surrender refund of insurance	109
Total extraordinary income	218
Profit before income taxes	3,356
Income taxes	1,072
Profit	2,284
Profit attributable to non-controlling interests	34
Profit attributable to owners of parent	2,250

## Quarterly Consolidated statements of comprehensive income

(Millions of yen)

	For the six months ended September 30, 2022
Profit	2,284
Other comprehensive income	
Valuation difference on available-for-sale securities	(14)
Deferred gains or losses on hedges	4
Remeasurements of defined benefit plans, net of tax	4
Share of other comprehensive income of entities accounted for using equity method	92
Total other comprehensive income	86
Comprehensive income	2,370
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	2,336
Comprehensive income attributable to non-controlling interests	34

## Quarterly Consolidated statements of cash flows

(Millions of yen)

For the six months ended

September 30, 2022

Cash flows from operating activities	
Profit before income taxes	3,356
Depreciation	2,719
Amortization of goodwill	284
Increase (decrease) in allowance for doubtful accounts	(1)
Increase (decrease) in provision for repairs	(330)
Increase (decrease) in provision for share awards for directors	21
Increase (decrease) in retirement benefit liability	2
Interest and dividend income	(6)
Interest expenses	113
Interest expenses on bonds	25
Share of loss (profit) of entities accounted for using equity method	(139)
Rental income	(138)
Loss (gain) on sale of non-current assets	(35)
Insurance income	(74)
Decrease (increase) in notes and accounts receivable - trade and contract assets	1,188
Decrease (increase) in inventories	(21)
Increase (decrease) in trade payables	(225)
Increase (decrease) in accrued consumption taxes	(621)
Other, net	(628)
Subtotal	5,487
Interest and dividends received	8
Interest paid	(149)
Income taxes paid	(2,126)
Dividends received from entities accounted for using equity method	89
Proceeds from insurance income	74
Net cash provided by (used in) operating activities	3,383
Cash flows from investing activities	
Payments into time deposits	(1)
Proceeds from withdrawal of time deposits	7
Purchase of investment securities	(1)
Purchase of non-current assets	(2,942)
Proceeds from sale of non-current assets	58
Payments for retirement of non-current assets	(1)
Proceeds from rent of non current assets	138
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,412)
Other, net	(10)
Net cash provided by (used in) investing activities	(4,167)

(Millions of yen)

For the six months ended

September 30, 2022

Cash flows from financing activities	
Increase (decrease) in short-term borrowings	2,841
Redemption of bonds	(298)
Proceeds from long-term borrowings	2,600
Repayments of long-term borrowings	(2,571)
Repayments of lease liabilities	(139)
Purchase of treasury shares	(6)
Dividends paid	(1,292)
Dividends paid to non-controlling interests	(46)
Other, net	(12)
Net cash provided by (used in) financing activities	1,075
Net increase (decrease) in cash and cash equivalents	291
Cash and cash equivalents at beginning of period	24,014
Cash and cash equivalents at end of period	24,305