

Translation

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

December 8, 2022

Company name: Casa Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 7196 URL <https://www.casa-inc.co.jp/>  
 Representative: President Seigo Miyaji  
 Inquiries: Director Ichiro Kashima TEL 03-5339-1143  
 Scheduled date to file Quarterly Securities Report: December 8, 2022  
 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 October 31, 2022 (from February 1, 2022 to October 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 October 31, 2022	7,676	(2.1)	612	(38.1)	685	(35.6)	319	(50.5)
Nine months ended October 31, 2021	7,837	3.0	989	20.7	1,064	23.4	645	14.8

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended October 31, 2022	32.14		30.81	
Nine months ended October 31, 2021	64.72		61.39	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of October 31, 2022	13,381	6,883	51.4
As of January 31, 2022	12,906	6,983	54.1

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 January 31, 2022	–	0.00	–	30.00	30.00
Year ending January 31, 2023	–	0.00	–		
Year ending January 31, 2023 (Forecast)				30.00	30.00

3. Forecast of consolidated financial results for the year ending January 31, 2023 (from February 1, 2022 to January 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	10,394	0.5	737	(28.9)	805	(29.7)	459	(29.1)	45.67

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended October 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: No
- (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 October 31, 2022	11,204,100 shares	As of January 31, 2022	11,202,700 shares
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Number of treasury shares at the end of the period

As of October 31, 2022	1,294,746 shares	As of January 31, 2022	1,152,746 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended October 31, 2022	9,949,300 shares	Nine months ended October 31, 2021	9,977,519 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of January 31, 2022	As of October 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	2,416,174	2,849,725
Accounts receivable - trade	1,275,383	1,281,440
Right to reimbursement	3,909,847	3,903,828
Accounts receivable - other	676,420	787,687
Other	156,469	191,413
Allowance for doubtful accounts	(2,825,813)	(2,723,376)
Total current assets	5,608,483	6,290,719
Non-current assets		
Property, plant and equipment	67,398	51,786
Intangible assets		
Goodwill	3,179,643	2,859,085
Other	867,323	979,015
Total intangible assets	4,046,966	3,838,101
Investments and other assets		
Deferred tax assets	2,408,009	2,356,273
Other	776,034	844,566
Total investments and other assets	3,184,044	3,200,839
Total non-current assets	7,298,409	7,090,727
Total assets	12,906,892	13,381,446
<b>Liabilities</b>		
Current liabilities		
Current portion of long-term borrowings	12,000	–
Income taxes payable	85,877	181
Advances received	4,466,657	–
Contract liabilities	–	4,808,259
Provision for bonuses	130,095	229,770
Provision for loss on guarantees	122,708	127,087
Other	1,058,514	1,283,147
Total current liabilities	5,875,851	6,448,446
Non-current liabilities		
Long-term borrowings	45,000	48,000
Other	2,286	1,143
Total non-current liabilities	47,286	49,143
Total liabilities	5,923,138	6,497,590
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,582,142	1,583,128
Capital surplus	1,582,142	1,583,128
Retained earnings	5,200,798	5,216,001
Treasury shares	(1,350,347)	(1,439,203)
Total shareholders' equity	7,014,736	6,943,054
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(33,483)	(61,641)
Total accumulated other comprehensive income	(33,483)	(61,641)
Share acquisition rights	2,500	2,443
Total net assets	6,983,753	6,883,856
Total liabilities and net assets	12,906,892	13,381,446

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

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended October 31, 2021	Nine months ended October 31, 2022
Net sales	7,837,963	7,676,479
Cost of sales	3,105,372	3,208,740
Gross profit	4,732,590	4,467,739
Selling, general and administrative expenses	3,743,214	3,855,649
Operating profit	989,376	612,089
Non-operating income		
Interest income	116	50
Dividend income	3,426	3,835
Recoveries of written off receivables	57,391	69,447
Subsidy income	3,300	4,033
Insurance claim income	10,000	–
Other	7,819	6,298
Total non-operating income	82,053	83,665
Non-operating expenses		
Interest expenses	–	328
Commission expenses	2,369	2,119
Special survey costs	4,512	–
Loss on extinguishment of stock compensation expense	–	7,512
Total non-operating expenses	6,882	9,961
Ordinary profit	1,064,547	685,794
Extraordinary income		
Gain on reversal of share acquisition rights	–	56
Total extraordinary income	–	56
Extraordinary losses		
Impairment losses	31,312	112,018
Total extraordinary losses	31,312	112,018
Profit before income taxes	1,033,235	573,831
Income taxes - current	453,537	202,356
Income taxes - deferred	(66,046)	51,735
Total income taxes	387,491	254,091
Profit	645,743	319,739
Profit attributable to owners of parent	645,743	319,739

## Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended October 31, 2021	Nine months ended October 31, 2022
Profit	645,743	319,739
Other comprehensive income		
Valuation difference on available-for-sale securities	87,178	(28,158)
Total other comprehensive income	87,178	(28,158)
Comprehensive income	732,922	291,581
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	732,922	291,581