

**Non-consolidated Financial Results
for the Nine Months Ended October 31, 2022
[Japanese GAAP]**



December 15, 2022

Company name: coly Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 4175

URL: <https://colyinc.com>

Representative: Mizuki Nakajima, CEO

Contact: Hirona Murakami, Executive Officer, General Manager of Administration Division

Phone: +81-3-3505-0333

Scheduled date of filing quarterly securities report: December 15, 2022

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Financial Results for the Nine Months Ended October 31, 2022 (February 1, 2022 - October 31, 2022)

(1) Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended October 31, 2022	3,695	(18.8)	(323)	–	(322)	–	(204)	–
October 31, 2021	4,550	12.7	1,066	(11.9)	1,034	(14.5)	667	(15.7)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended October 31, 2022	(37.09)	–
October 31, 2021	123.79	–

(Note) Diluted earnings per share are not presented as diluted shares did not exist.

(2) Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of October 31, 2022	7,454	6,714	90.1
As of January 31, 2022	7,760	6,918	89.2

(Reference) Equity: As of October 31, 2022: ¥6,714 million

As of January 31, 2022: ¥6,918 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended January 31, 2022	—	0.00	—	0.00	0.00
Fiscal year ending January 31, 2023	—	0.00	—		
Fiscal year ending January 31, 2023 (Forecast)				0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Financial Results Forecast for the Fiscal Year Ending January 31, 2023 (February 1, 2022 - January 31, 2023)

The financial results forecast for the fiscal year ending January 31, 2023 is not disclosed. For details, please see “1. Qualitative Information on the Quarterly Financial Results (3) Explanation of Financial Results Forecast and Other Forward-Looking Statements” on page 2 of the Attachments (Written only in Japanese).

* Notes:

- (1) Accounting methods adopted particularly for the preparation of quarterly financial statements: Yes
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (3) Total number of issued and outstanding shares (common shares)
 - 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

October 31, 2022:	5,502,900 shares
January 31, 2022:	5,502,900 shares
 - 2) Total number of treasury shares at the end of the period:

October 31, 2022:	80 shares
January 31, 2022:	35 shares
 - 3) Average number of shares during the period:

Nine months ended October 31, 2022:	5,502,849 shares
Nine months ended October 31, 2021:	5,391,419 shares

* These quarterly financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes
(Note regarding forward-looking statements, etc.)

The earnings forecasts have been determined by the Company based on information available to the Company as of the date of publication of this document and include such factors as risks and uncertain factors. Accordingly, actual achievements, financial results, etc. may differ from the forecasts described in this document. For matters regarding the above earnings forecasts, please see “1. Qualitative Information on the Quarterly Financial Results (3) Explanation of Financial Results Forecast and Other Forward-Looking Statements” on page 2 of the Attachments (Written only in Japanese).

(Access to supplementary explanatory materials on financial results)

Supplementary explanatory materials on financial results are scheduled to be posted on the Company’s website on Thursday, December 15, 2022 (Written only in Japanese).

2. Quarterly Financial Statements

(1) Quarterly Balance Sheets

(Thousand yen)

	As of January 31, 2022	As of October 31, 2022
Assets		
Current assets		
Cash and deposits	6,899,241	6,303,532
Accounts receivable - trade	430,433	268,531
Merchandise	64,767	76,353
Other	156,961	373,815
Total current assets	7,551,403	7,022,232
Non-current assets		
Property, plant and equipment		
Buildings, net	14,081	33,972
Tools, furniture and fixtures, net	4,187	18,004
Total property, plant and equipment	18,269	51,977
Intangible assets		
Software	7,530	6,741
Total intangible assets	7,530	6,741
Investments and other assets		
Deferred tax assets	30,093	148,931
Leasehold deposits	152,828	154,534
Other	100	70,480
Total investments and other assets	183,021	373,945
Total non-current assets	208,821	432,665
Total assets	7,760,225	7,454,897

(Thousand yen)

	As of January 31, 2022	As of October 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	38,734	45,784
Income taxes payable	139,199	14,169
Accrued consumption taxes	31,466	–
Advances received	387,087	–
Contract liabilities	–	295,902
Provision for bonuses	13,254	86,684
Other	231,766	297,795
Total current liabilities	841,508	740,337
Total liabilities	841,508	740,337
Net assets		
Shareholders' equity		
Share capital	1,910,309	1,910,309
Capital surplus	1,905,309	1,905,309
Retained earnings	3,103,230	2,899,145
Treasury shares	(133)	(203)
Total shareholders' equity	6,918,716	6,714,560
Total net assets	6,918,716	6,714,560
Total liabilities and net assets	7,760,225	7,454,897

(2) Quarterly Statements of Income
 Nine Months Ended October 31

(Thousand yen)

	For the nine months ended October 31, 2021	For the nine months ended October 31, 2022
Net sales	4,550,471	3,695,150
Cost of sales	2,260,807	2,315,897
Gross profit	2,289,663	1,379,253
Selling, general and administrative expenses	1,223,534	1,702,540
Operating profit (loss)	1,066,128	(323,287)
Non-operating income		
Interest income	41	63
Dividend income	2	–
Foreign exchange gains	–	141
Other	420	177
Total non-operating income	464	382
Non-operating expenses		
Interest expenses	112	12
Foreign exchange losses	1,259	–
Listing expenses	13,737	–
Share issuance costs	17,403	–
Total non-operating expenses	32,513	12
Ordinary profit (loss)	1,034,080	(322,917)
Profit (loss) before income taxes	1,034,080	(322,917)
Income taxes	366,699	(118,832)
Profit (loss)	667,380	(204,085)