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Summary of Consolidated Financial Results for the Nine Months Ended November 30, 2022 (Based on Japanese GAAP)

January 6, 2023

Company name: Escrow Agent Japan, Inc.
 Stock exchange listing: Tokyo
 Stock code: 6093 URL <https://www.ea-j.jp/>
 Representative: Representative Director, President and Chief Executive Officer Shoichiro Narimiya
 Inquiries: Director and Executive Officer Masakage Ota TEL 03-6703-0500
 Scheduled date to file Quarterly Securities Report: January 6, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 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 November 30, 2022 (from March 1, 2022 to November 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	%
Nine months ended November 30, 2022	2,614	(3.4)	289	(49.0)	290	(49.3)	172	(54.8)
Nine months ended November 30, 2021	2,705	16.2	566	38.2	572	23.7	380	25.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended November 30, 2022	3.95		–	
Nine months ended November 30, 2021	8.77		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of November 30, 2022	4,162	3,402	81.7	77.94
As of February 28, 2022	4,093	3,379	82.5	77.83

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended February 28, 2022	–	0.00	–	4.00	4.00
Year ending February 28, 2023	–	0.00	–		
Year ending February 28, 2023 (Forecast)				4.00	4.00

3. Forecast of consolidated financial results for the year ending February 28, 2023 (from March 1, 2022 to February 28, 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	3,835	8.0	363	(40.9)	396	(36.0)	238	(41.4)	5.47

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended November 30, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (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 November 30, 2022	45,950,238 shares	As of February 28, 2022	45,718,369 shares
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Number of treasury shares at the end of the period

As of November 30, 2022	2,298,435 shares	As of February 28, 2022	2,296,935 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended November 30, 2022	43,547,018 shares	Nine months ended November 30, 2021	43,376,774 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of February 28, 2022	As of November 30, 2022
Assets		
Current assets		
Cash and deposits	2,766,884	2,466,573
Accounts receivable - trade	532,032	647,031
Other	80,156	155,358
Allowance for doubtful accounts	(5,121)	(7,931)
Total current assets	3,373,952	3,261,032
Non-current assets		
Property, plant and equipment	93,315	107,982
Intangible assets	244,933	502,421
Investments and other assets	381,614	291,268
Total non-current assets	719,863	901,672
Total assets	4,093,815	4,162,704
Liabilities		
Current liabilities		
Accounts payable - trade	95,251	172,428
Income taxes payable	133,075	12,846
Provision for bonuses	74,411	49,278
Other	276,526	444,313
Total current liabilities	579,264	678,866
Non-current liabilities		
Asset retirement obligations	37,457	37,807
Other	97,804	43,664
Total non-current liabilities	135,262	81,472
Total liabilities	714,527	760,339
Net assets		
Shareholders' equity		
Share capital	654,377	656,127
Capital surplus	769,217	791,650
Retained earnings	2,501,001	2,499,319
Treasury shares	(548,271)	(548,271)
Total shareholders' equity	3,376,326	3,398,826
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,962	3,538
Total accumulated other comprehensive income	2,962	3,538
Total net assets	3,379,288	3,402,365
Total liabilities and net assets	4,093,815	4,162,704

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended November 30, 2021	Nine months ended November 30, 2022
Net sales	2,705,225	2,614,048
Cost of sales	1,412,505	1,450,489
Gross profit	1,292,719	1,163,559
Selling, general and administrative expenses	725,916	874,234
Operating profit	566,803	289,324
Non-operating income		
Interest income	20	15
Rental income	12,020	10,664
Gain on investments in investment partnerships	374	–
Other	3,740	2,572
Total non-operating income	16,155	13,252
Non-operating expenses		
Interest expenses	79	26
Rental expenses	10,289	10,664
Other	102	1,770
Total non-operating expenses	10,471	12,461
Ordinary profit	572,487	290,115
Extraordinary losses		
Impairment losses	–	14,296
Total extraordinary losses	–	14,296
Profit before income taxes	572,487	275,819
Income taxes - current	185,733	91,001
Income taxes - deferred	6,345	12,814
Total income taxes	192,078	103,815
Profit	380,409	172,003
Profit attributable to owners of parent	380,409	172,003

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended November 30, 2021	Nine months ended November 30, 2022
Profit	380,409	172,003
Other comprehensive income		
Valuation difference on available-for-sale securities	(7,670)	576
Total other comprehensive income	(7,670)	576
Comprehensive income	372,738	172,579
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	372,738	172,579