

# Consolidated Financial Results for the Nine-Month Period of the Fiscal Year ending February 28, 2023 (Japanese GAAP)

January 13, 2023

Company Name: Wakita & Co., LTD.

Code Number: 8125

(URL: <https://www.wakita.co.jp/>)

Stock Exchange Listing: Tokyo Stock Exchange Prime Market

Representative: Teiji Wakita, President and Representative Director

Contact: Atsuhiko Nariyama, Executive Officer, General Manager of General Affairs Division

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Scheduled date to submit the Quarterly Financial Report: January 13, 2023

Scheduled date to commence dividend payment: –

Supplementary information for quarterly financial results: Available

Organization of quarterly financial results briefing: None

(Figures are rounded down to the nearest million yen)

## 1. Consolidated Financial Results for the Nine-Month Period of Fiscal 2023 (From March 1, 2022 to November 30, 2022)

### (1) Consolidated Results of Operations

(Percentage figures indicate changes from the same period of the previous year)

	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-Month Period of Fiscal 2023	58,383	4.6	4,396	2.8	4,511	2.6	2,763	11.4
Nine-Month Period of Fiscal 2022	55,815	(1.4)	4,276	4.2	4,398	2.4	2,480	(3.3)

(Note) Comprehensive income: Nine-Month period of fiscal 2023: ¥3,083 million [16.5%]

Nine-Month period of fiscal 2022: ¥2,646 million [(8.6)%]

	Profit per share		Fully diluted profit per share	
	Yen		Yen	
Nine-Month Period of Fiscal 2023	53.87		–	
Nine-Month Period of Fiscal 2022	47.77		–	

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
Nine-Month Period of Fiscal 2023	139,275	99,083	70.5
Fiscal 2022	144,376	99,093	68.1

(Reference) Equity: Nine-month period of fiscal 2023: ¥98,210 million

Fiscal 2022: ¥98,373 million

## 2. Dividends

	Cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen				
Fiscal 2022	–	0.00	–	33.00	33.00
Fiscal 2023	–	0.00	–		
Fiscal 2023 (Forecast)				35.00	35.00

(Note) Revision to the dividend forecast from recently announced figures: None

### 3. Forecast of Consolidated Financial Results for Fiscal 2023 (From March 1, 2022 to February 28, 2023)

(Percentage figures indicate changes from the previous year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	79,000	5.3	6,000	9.0	6,150	8.6	3,700	3.5	71.27

(Note) Revision to the financial forecast from recently announced figures: None

#### \* Notes

(1) Significant changes of subsidiaries during the period under review (affecting specific subsidiaries due to changes in scope of consolidation): None  
 Companies added to the scope: None  
 Companies removed from the scope: None

(2) Adoption of special accounting treatment for preparing quarterly consolidated financial statements: Not applicable

(3) Changes in accounting policies, changes in accounting estimates and restatements  
 1) Changes in accounting policies due to the revision of accounting standards, etc.: Not applicable  
 2) Any changes in accounting policies other than 1) above: Not applicable  
 3) Changes in accounting estimates: Not applicable  
 4) Restatements: Not applicable

(4) Number of shares issued (common shares)  
 1) Number of shares issued at the end of period (including treasury shares):  
 Nine-month period of fiscal 2023: 52,021,297 shares  
 Fiscal 2022: 52,021,297 shares  
 2) Number of treasury shares at the end of period:  
 Nine-month period of fiscal 2023: 1,556,941 shares  
 Fiscal 2022: 134,756 shares  
 3) Average number of shares during the period:  
 Nine-month period of fiscal 2023: 51,300,835 shares  
 Nine-month period of fiscal 2022: 51,928,089 shares

\*These Consolidated Financial Results are not subject to quarterly review by certified public accountants or an auditing firm.

\* Explanation for the appropriate use of performance forecasts and other special notes:  
 The performance forecasts and other descriptions on future events presented in this material are based on information that was available at the time of preparation of this material and based on certain assumptions considered to be reasonable, and not intended to guarantee their achievement. The actual performance, etc. may differ materially from these forecasts due to various factors.

# Quarterly Consolidated Financial Statements

## (1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of February 28, 2022	As of November 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	27,774	19,038
Notes and accounts receivable - trade	22,430	21,387
Securities	6,150	5,956
Merchandise	2,930	3,856
Supplies	111	137
Other	631	1,175
Allowance for doubtful accounts	(78)	(77)
Total current assets	59,950	51,474
Non-current assets		
Property, plant and equipment		
Assets for rent, net	11,320	12,699
Real estate for rent, net	43,808	43,900
Land	8,413	9,271
Other, net	6,615	8,818
Total property, plant and equipment	70,157	74,690
Intangible assets		
Goodwill	7,163	6,349
Other	634	645
Total intangible assets	7,797	6,994
Investments and other assets		
Investment securities	4,041	3,367
Retirement benefit asset	689	700
Other	2,183	2,582
Allowance for doubtful accounts	(443)	(533)
Total investments and other assets	6,470	6,116
Total non-current assets	84,425	87,801
Total assets	144,376	139,275
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	18,524	12,592
Short-term borrowings	1,103	980
Current portion of long-term borrowings	77	128
Income taxes payable	1,569	536
Provision for bonuses	373	265
Other	7,261	7,455
Total current liabilities	28,910	21,957
Non-current liabilities		
Long-term borrowings	172	630
Provision for share based compensation expenses for directors	84	100
Provision for retirement benefits for directors (and other officers)	18	20
Retirement benefit liability	252	281
Other	15,843	17,200
Total non-current liabilities	16,372	18,233
Total liabilities	45,282	40,191

(Millions of yen)

	As of February 28, 2022	As of November 30, 2022
Net assets		
Shareholders' equity		
Share capital	13,821	13,821
Capital surplus	16,627	16,627
Retained earnings	68,675	69,953
Treasury shares	(154)	(1,762)
Total shareholders' equity	98,969	98,639
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,288	1,231
Deferred gains or losses on hedges	94	339
Revaluation reserve for land	(2,144)	(2,144)
Remeasurements of defined benefit plans	164	145
Total accumulated other comprehensive income	(596)	(428)
Non-controlling interests	720	872
Total net assets	99,093	99,083
Total liabilities and net assets	144,376	139,275

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

(Nine-Month Period of Consolidated Fiscal Year)

(Millions of yen)

	Nine-Month Period of Fiscal 2022 (From March 1, 2021 to November 30, 2021)	Nine-Month Period of Fiscal 2023 (From March 1, 2022 to November 30, 2022)
Net sales	55,815	58,383
Cost of sales	41,166	42,452
Provision of unrealized income on installment sales	63	–
Reversal of unrealized income on installment sales	200	–
Gross profit	14,785	15,930
Selling, general and administrative expenses	10,509	11,534
Operating profit	4,276	4,396
Non-operating income		
Interest income	10	4
Dividend income	93	106
Purchase discounts	35	30
Foreign exchange gains	31	31
Gain on investments in investment partnerships	22	32
Other	45	49
Total non-operating income	239	254
Non-operating expenses		
Loss on cancellation of insurance policies	24	–
Interest expenses	76	97
Other	16	42
Total non-operating expenses	117	139
Ordinary profit	4,398	4,511
Extraordinary income		
Gain on sale of non-current assets	7	15
Gain on sale of investment securities	28	–
Total extraordinary income	35	15
Extraordinary losses		
Loss on sale of non-current assets	0	–
Loss on retirement of non-current assets	4	4
Impairment losses	144	–
Total extraordinary losses	148	4
Profit before income taxes	4,284	4,521
Income taxes - current	1,893	1,764
Income taxes - deferred	(185)	(97)
Total income taxes	1,708	1,666
Profit	2,576	2,855
Profit attributable to non-controlling interests	95	91
Profit attributable to owners of parent	2,480	2,763

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	Nine-Month Period of Fiscal 2022 (From March 1, 2021 to November 30, 2021)	Nine-Month Period of Fiscal 2023 (From March 1, 2022 to November 30, 2022)
Profit	2,576	2,855
Other comprehensive income		
Valuation difference on available-for-sale securities	(30)	(57)
Deferred gains or losses on hedges	113	306
Remeasurements of defined benefit plans, net of tax	(12)	(19)
Total other comprehensive income	70	228
Comprehensive income	2,646	3,083
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,529	2,931
Comprehensive income attributable to non-controlling interests	117	152