



February 8, 2023

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Under Japanese GAAP)

Company name: FEED ONE CO., LTD.
 Listing: Tokyo
 Securities code: 2060
 URL: <https://www.feed-one.co.jp/english/>
 Representative: REPRESENTATIVE DIRECTOR, HIDEHIRO SHOJI
 PRESIDENT
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 Scheduled date to file quarterly securities report: February 9, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 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								
December 31, 2022	228,746	25.2	756	(81.5)	1,039	(78.2)	636	(80.8)
December 31, 2021	182,757	14.2	4,085	(8.7)	4,763	0.1	3,309	2.5

Note: Comprehensive income For the nine months ended December 31, 2022: ¥ 589 million [(82.2)%]
 For the nine months ended December 31, 2021: ¥ 3,316 million [(8.0)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	16.69	-
December 31, 2021	85.25	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2022	136,101	44,496	32.3
March 31, 2022	108,504	44,840	40.8

Reference: Equity

As of December 31, 2022: ¥ 43,942 million
 As of March 31, 2022: ¥ 44,306 million

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
Fiscal Year ended March 31, 2022	-	12.50	-	12.50	25.00
Fiscal Year ending March 31, 2023	-	12.50	-		
Fiscal Year ending March 31, 2023 (Forecast)				12.50	25.00

Note: Revisions to the forecast of cash dividends most recently announced: 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	305,000	25.4	800	(81.4)	1,000	(80.3)	500	(86.3)	13.10

Note: Revisions to the forecast of financial results most recently announced: None

* Notes

- (1) Changes in significant subsidiaries during the period
(changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2022	38,477,128 shares	As of March 31, 2022	38,477,128 shares
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- (ii) Number of treasury shares at the end of the period

As of December 31, 2022	296,976 shares	As of March 31, 2022	328,150 shares
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- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	38,162,285 shares	Nine months ended December 31, 2021	38,817,742 shares
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* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements in this document are based on information currently available to the Company and certain assumptions that the Company judges to be reasonable. Actual results may differ materially due to various factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	3,500	6,300
Notes and accounts receivable - trade	40,359	59,072
Electronically recorded monetary claims - operating	2,427	4,257
Merchandise and finished goods	2,345	3,309
Raw materials and supplies	13,269	17,183
Animals	335	345
Other	3,100	3,304
Allowance for doubtful accounts	(34)	(139)
Total current assets	65,303	93,633
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,438	13,156
Machinery, equipment and vehicles, net	12,271	11,412
Land	6,355	6,161
Leased assets, net	818	753
Construction in progress	45	70
Other, net	583	508
Total property, plant and equipment	33,513	32,062
Intangible assets		
Other	530	784
Total intangible assets	530	784
Investments and other assets		
Investment securities	8,215	8,712
Long-term loans receivable	16	9
Distressed receivables	239	304
Deferred tax assets	315	277
Other	630	640
Allowance for doubtful accounts	(259)	(323)
Total investments and other assets	9,157	9,620
Total non-current assets	43,200	42,467
Total assets	108,504	136,101

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	30,903	48,633
Short-term borrowings	11,350	11,584
Lease liabilities	128	127
Income taxes payable	441	128
Provision for bonuses	685	284
Other	6,513	8,044
Total current liabilities	50,022	68,804
Non-current liabilities		
Long-term borrowings	10,478	19,548
Lease liabilities	759	686
Deferred tax liabilities	10	82
Provision for share awards for directors (and other officers)	156	161
Retirement benefit liability	2,194	2,278
Asset retirement obligations	3	3
Other	38	40
Total non-current liabilities	13,641	22,801
Total liabilities	63,663	91,605
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	9,737	9,737
Retained earnings	23,882	23,558
Treasury shares	(271)	(244)
Total shareholders' equity	43,348	43,051
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	948	1,225
Deferred gains or losses on hedges	72	(332)
Foreign currency translation adjustment	(1)	52
Remeasurements of defined benefit plans	(61)	(53)
Total accumulated other comprehensive income	957	891
Non-controlling interests	534	553
Total net assets	44,840	44,496
Total liabilities and net assets	108,504	136,101

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	182,757	228,746
Cost of sales	164,902	211,993
Gross profit	17,854	16,752
Selling, general and administrative expenses	13,769	15,996
Operating profit	4,085	756
Non-operating income		
Interest income	11	8
Dividend income	138	145
Share of profit of entities accounted for using equity method	100	25
Stockpile storage revenue	106	105
Subsidy income	352	142
Other	122	141
Total non-operating income	831	568
Non-operating expenses		
Interest expenses	79	107
Commission expenses	0	75
Other	72	102
Total non-operating expenses	153	284
Ordinary profit	4,763	1,039
Extraordinary income		
Gain on sale of non-current assets	4	35
Gain on sale of investment securities	45	204
Subsidy income	196	1
Insurance claim income	18	—
Total extraordinary income	264	241
Extraordinary losses		
Loss on sale of non-current assets	21	7
Loss on retirement of non-current assets	39	30
Loss on tax purpose reduction entry of non-current assets	12	—
Impairment losses	143	208
Loss on liquidation of subsidiaries	—	0
Total extraordinary losses	217	246
Profit before income taxes	4,810	1,035
Income taxes - current	1,184	214
Income taxes - deferred	280	164
Total income taxes	1,464	379
Profit	3,345	656
Profit attributable to non-controlling interests	36	19
Profit attributable to owners of parent	3,309	636

(Quarterly Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	3,345	656
Other comprehensive income		
Valuation difference on available-for-sale securities	(76)	276
Deferred gains or losses on hedges	1	(405)
Remeasurements of defined benefit plans, net of tax	6	8
Share of other comprehensive income of entities accounted for using equity method	39	53
Total other comprehensive income	(29)	(66)
Comprehensive income	3,316	589
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,280	570
Comprehensive income attributable to non-controlling interests	36	19