

Consolidated Financial Results
for the Nine Months Ended March 31, 2023
[Japanese GAAP]



April 28, 2023

Company name: OLBA HEALTHCARE HOLDINGS, Inc.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 2689
 URL: <https://www.olba.co.jp/>
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 Scheduled date of filing quarterly securities report: May 15, 2023
 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on quarterly financial results: Unavailable
 Schedule of quarterly financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Nine Months Ended March 31, 2023 (July 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended March 31, 2023	82,852	1.3	1,573	(6.3)	1,575	(7.4)	1,033	(8.8)
March 31, 2022	81,756	5.3	1,678	23.7	1,701	25.0	1,133	28.3

(Note) Comprehensive income: Nine months ended March 31, 2023: ¥1,009 million [(7.6)%]
 Nine months ended March 31, 2022: ¥1,092 million [25.2%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
March 31, 2023	171.79	—
March 31, 2022	186.29	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of March 31, 2023	41,875	9,775	23.3
As of June 30, 2022	39,968	9,093	22.8

(Reference) Equity: As of March 31, 2023: ¥9,775 million
 As of June 30, 2022: ¥9,093 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 June 30, 2022	–	0.00	–	60.00	60.00
Fiscal year ending June 30, 2023	–	0.00	–		
Fiscal year ending June 30, 2023 (Forecast)				60.00	60.00

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

3 Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2023 (July 1, 2022 to June 30, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	109,479	1.4	2,000	(3.5)	1,998	(5.7)	1,309	(14.7)	215.27

(Note) Revision to the financial results forecast announced most recently: None

Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): None
Newly consolidated: None (Company Name); Removed from consolidation: None (Company Name)
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: None
- (3) 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
- (4) Total number of issued shares (common stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock):
March 31, 2023: 6,250,000 shares
June 30, 2022: 6,250,000 shares
 - 2) Total number of treasury stock at the end of the period:
March 31, 2023: 218,150 shares
June 30, 2022: 243,515 shares
 - 3) Average number of shares during the period:
Nine months ended March 31, 2023: 6,017,122 shares
Nine months ended March 31, 2022: 6,085,264 shares

As of March 31, 2023, 197,000 shares of the Company's stock held by the Board Benefit Trust were included in treasury stock.

* Quarterly financial results are outside the scope of the quarterly review procedures conducted by a certified public accountant or audit corporation.

* Explanation of the proper use of financial results forecast and other notes

The figures forecasted above are based on information that is available as of the date of publication of this document, and contain a wide range of uncertain factors. Actual results may differ significantly from these figures due to factors such as changes in the business environment.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of June 30, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	3,189,805	2,614,076
Notes and accounts receivable - trade, and contract assets	21,014,587	23,117,902
Electronically recorded monetary claims - operating	2,557,657	2,412,437
Merchandise	5,590,095	6,358,190
Other	556,063	462,181
Total current assets	32,908,208	34,964,788
Non-current assets		
Property, plant and equipment	4,304,433	4,307,223
Intangible assets		
Goodwill	22,997	17,247
Other	791,977	716,369
Total intangible assets	814,974	733,616
Investments and other assets	1,941,055	1,869,767
Total non-current assets	7,060,464	6,910,608
Total assets	39,968,672	41,875,396
Liabilities		
Current liabilities		
Notes and accounts payable - trade	18,170,804	19,826,607
Electronically recorded obligations - operating	7,856,732	6,671,926
Short-term borrowings	220,000	1,910,000
Income taxes payable	602,342	282,615
Provision for bonuses for directors (and other officers)	–	9,987
Provision for bonuses	35,391	72,650
Other	1,980,835	1,362,646
Total current liabilities	28,866,106	30,136,434
Non-current liabilities		
Long-term borrowings	55,000	–
Provision for share awards for directors (and other officers)	212,628	221,307
Retirement benefit liability	435,912	434,764
Long-term accounts payable - other	278,127	175,077
Other	1,027,590	1,132,318
Total non-current liabilities	2,009,258	1,963,467
Total liabilities	30,875,365	32,099,902
Net assets		
Shareholders' equity		
Share capital	607,750	607,750
Capital surplus	315,704	321,534
Retained earnings	8,369,369	9,035,917
Treasury shares	(375,903)	(342,042)
Total shareholders' equity	8,916,919	9,623,158
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	121,157	104,175
Remeasurements of defined benefit plans	55,229	48,160
Total accumulated other comprehensive income	176,387	152,335
Non-controlling interests	–	–
Total net assets	9,093,306	9,775,494
Total liabilities and net assets	39,968,672	41,875,396

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Nine Months Ended March 31

(Thousand yen)

	For the nine months ended March 31, 2022	For the nine months ended March 31, 2023
Net sales	81,756,761	82,852,973
Cost of sales	72,425,239	73,265,787
Gross profit	9,331,522	9,587,186
Selling, general and administrative expenses	7,653,139	8,014,111
Operating profit	1,678,383	1,573,074
Non-operating income		
Interest income	185	203
Dividend income	768	912
Insurance claim income	7,626	376
Commission income	15,483	1,111
Electricity sale income	5,981	6,850
Subsidy income	3,306	8,824
Share of profit of entities accounted for using equity method	12,519	–
Other	4,517	5,945
Total non-operating income	50,388	24,223
Non-operating expenses		
Interest expenses	16,621	14,051
Electricity sale expenses	4,286	3,705
Other	6,161	3,659
Total non-operating expenses	27,069	21,416
Ordinary profit	1,701,702	1,575,882
Extraordinary income		
Gain on sale of property, plant and equipment	3,834	85
Total extraordinary income	3,834	85
Extraordinary losses		
Loss on retirement of property, plant and equipment	2,444	335
Loss on sale of property, plant and equipment	2,675	–
Loss on retirement of intangible	–	2,621
Impairment losses	18,770	–
Total extraordinary losses	23,890	2,956
Profit before income taxes	1,681,646	1,573,011
Income taxes - current	434,896	351,851
Income taxes - deferred	113,099	187,479
Total income taxes	547,996	539,330
Profit	1,133,650	1,033,681
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	1,133,650	1,033,681

Quarterly Consolidated Statements of Comprehensive Income
 Nine Months Ended March 31

(Thousand yen)

	For the nine months ended March 31, 2022	For the nine months ended March 31, 2023
Profit	1,133,650	1,033,681
Other comprehensive income		
Valuation difference on available-for-sale securities	(25,950)	(16,981)
Remeasurements of defined benefit plans, net of tax	(15,546)	(7,069)
Total other comprehensive income	(41,497)	(24,051)
Comprehensive income	1,092,153	1,009,629
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,092,153	1,009,629
Comprehensive income attributable to non-controlling interests	—	—