

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2023 (Based on Japanese GAAP)

May 8, 2023

Company name: SUNNEXTA GROUP Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 8945 URL <https://www.sunnexa.co.jp/>  
 Representative: Representative Director, President AKIRA TAKAKI  
 Executive Officer, Head of Accounting and Finance Group ISAMU YOSHIDA TEL 03-5229-8839  
 Scheduled date to file Quarterly Securities Report: May 11, 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 March 31, 2023 (from July 1, 2022 to March 31, 2023)

(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 March 31, 2023	5,984	(6.0)	501	(6.3)	501	(8.4)	304	(82.2)
Nine months ended March 31, 2022	6,368	2.6	534	2.4	547	0.3	1,710	477.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended March 31, 2023	33.43		32.44	
Nine months ended March 31, 2022	173.70		168.45	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2023	11,450	7,549	64.6
As of June 30, 2022	10,625	7,483	69.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2022	–	17.00	–	18.00	35.00
Year ending June 30, 2023	–	18.00	–		
Year ending June 30, 2023 (Forecast)				18.00	36.00

3. Forecast of consolidated financial results for the year ending June 30, 2023 (from July 1, 2022 to June 30, 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	9,000	3.5	780	(11.6)	820	(12.1)	540	(72.7)	59.14

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2023  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (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
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|--|-----|
| Changes in accounting policies due to revisions to accounting standards and other regulations: | No  |
| Changes in accounting policies due to other reasons:   | No  |
| Changes in accounting estimates:   | Yes |
| 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 March 31, 2023	10,749,700 shares	As of June 30, 2022	10,692,700 shares
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Number of treasury shares at the end of the period

As of March 31, 2023	1,632,636 shares	As of June 30, 2022	1,632,636 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended March 31, 2023	9,098,564 shares	Nine months ended March 31, 2022	9,848,574 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of June 30, 2022	As of March 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	5,634,168	2,505,056
Accounts receivable - trade, and contract assets	349,051	314,346
Money advanced to customers	1,132,312	4,574,088
Merchandise	1,704	1,935
Real estate for sale	171,507	221,831
Work in process	8,247	7,055
Supplies	10,406	10,168
Other	332,330	734,059
Allowance for doubtful accounts	(3,339)	(5,873)
Total current assets	7,636,390	8,362,668
Non-current assets		
Property, plant and equipment	227,031	247,599
Intangible assets	348,945	420,403
Investments and other assets		
Investment securities	2,145,344	2,125,182
Other	267,439	295,104
Allowance for doubtful accounts	–	(23)
Total investments and other assets	2,412,783	2,420,263
Total non-current assets	2,988,761	3,088,265
Total assets	10,625,151	11,450,934
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	164,560	129,397
Short-term borrowings	–	1,300,000
Income taxes payable	692,654	62,427
Customer deposits received	641,150	722,782
Provision for bonuses	52,997	144,425
Provision for bonuses for directors (and other officers)	9,520	8,416
Provision for shareholder benefit program	8,055	–
Other	897,657	828,243
Total current liabilities	2,466,595	3,195,693
Non-current liabilities		
Retirement benefit liability	193,965	191,873
Deferred tax liabilities	479,236	513,949
Other	2,170	217
Total non-current liabilities	675,371	706,040
Total liabilities	3,141,966	3,901,733

(Thousands of yen)

	As of June 30, 2022	As of March 31, 2023
Net assets		
Shareholders' equity		
Share capital	972,383	988,033
Capital surplus	727,333	742,983
Retained earnings	5,580,378	5,557,405
Treasury shares	(1,187,197)	(1,187,197)
Total shareholders' equity	6,092,898	6,101,224
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,262,307	1,300,414
Total accumulated other comprehensive income	1,262,307	1,300,414
Share acquisition rights	127,978	147,561
Total net assets	7,483,184	7,549,200
Total liabilities and net assets	10,625,151	11,450,934

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

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended March 31, 2022	Nine months ended March 31, 2023
Net sales	6,368,903	5,984,843
Cost of sales	4,789,997	4,568,712
Gross profit	1,578,905	1,416,130
Selling, general and administrative expenses	1,044,017	914,975
Operating profit	534,888	501,154
Non-operating income		
Interest and dividend income	1,547	1,519
Commission income	899	648
Interest on tax refund	1,785	–
Insurance claim income	–	822
Subsidy income	7,453	1,664
Other	2,732	489
Total non-operating income	14,418	5,144
Non-operating expenses		
Compensation expenses	176	3,512
Other	1,610	1,046
Total non-operating expenses	1,787	4,559
Ordinary profit	547,519	501,739
Extraordinary income		
Gain on sale of investment securities	1,903,068	–
Gain on sale of shares of subsidiaries and associates	51,494	–
Gain on reversal of share acquisition rights	5,164	4,088
Total extraordinary income	1,959,727	4,088
Extraordinary losses		
Loss on retirement of non-current assets	308	27
Loss on valuation of investment securities	–	30,000
Impairment losses	7,758	–
Total extraordinary losses	8,067	30,027
Profit before income taxes	2,499,179	475,799
Income taxes	788,467	171,584
Profit	1,710,711	304,215
Profit attributable to owners of parent	1,710,711	304,215

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Nine months ended March 31, 2022	Nine months ended March 31, 2023
Profit	1,710,711	304,215
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,452,928)	38,107
Total other comprehensive income	(1,452,928)	38,107
Comprehensive income	257,783	342,322
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	257,783	342,322
Comprehensive income attributable to non-controlling interests	—	—