

Translation

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Summary of Consolidated Financial Results for the Three Months Ended April 30, 2023 (Based on Japanese GAAP)

June 14, 2023

Company name: TOKYO BASE Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 3415 URL <https://www.tokyobase.co.jp/>
 Representative: Representative Director and CEO Masato Tani
 Inquiries: Director and CFO Hideki Nakamizu TEL 03-6712-6842
 Scheduled date to file Quarterly Securities Report: June 14, 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 three months ended April 30, 2023 (from February 1, 2023 to April 30, 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	%
Three months ended April 30, 2023	4,725	8.7	97	–	113	(35.7)	(1)	–
Three months ended April 30, 2022	4,348	9.8	(5)	–	176	(32.6)	79	(50.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended April 30, 2023	(0.02)		–	
Three months ended April 30, 2022	1.74		1.71	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2023	11,836	5,244	44.2
As of January 31, 2023	11,195	5,366	47.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended January 31, 2023	–	0.00	–	2.00	2.00
Year ending January 31, 2024	–				
Year ending January 31, 2024 (Forecast)		0.00	–	4.00	4.00

3. Forecast of consolidated financial results for the year ending January 31, 2024 (from February 1, 2023 to January 31, 2024)

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	20,000	4.3	1,500	597.6	1,480	457.0	1,000	–	21.80

4. Notes

- (1) Changes in significant subsidiaries during the three months ended April 30, 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: Yes
- (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: No
- 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 April 30, 2023	48,493,800 shares	As of January 31, 2023	48,493,800 shares
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Number of treasury shares at the end of the period

As of April 30, 2023	2,627,418 shares	As of January 31, 2023	2,627,418 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended April 30, 2023	45,866,382 shares	Three months ended April 30, 2022	45,871,382 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of January 31, 2023	As of April 30, 2023
Assets		
Current assets		
Cash and deposits	2,504,646	2,646,694
Accounts receivable - trade	1,233,871	1,224,057
Merchandise	2,641,633	3,420,800
Income taxes refund receivable	–	2,039
Other	142,405	205,434
Total current assets	6,522,557	7,499,026
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,997,148	1,892,415
Tools, furniture and fixtures, net	102,297	94,332
Right-of-use assets, net	1,003,859	770,593
Total property, plant and equipment	3,103,305	2,757,341
Intangible assets		
Software	65,088	57,812
Total intangible assets	65,088	57,812
Investments and other assets		
Deferred tax assets	122,641	122,641
Guarantee deposits	1,366,467	1,365,558
Other	15,570	33,716
Total investments and other assets	1,504,680	1,521,917
Total non-current assets	4,673,073	4,337,070
Total assets	11,195,631	11,836,097
Liabilities		
Current liabilities		
Accounts payable - trade	862,485	2,282,188
Short-term borrowings	1,100,000	1,100,000
Current portion of long-term borrowings	819,864	783,300
Accrued expenses	581,062	624,229
Income taxes payable	201,118	103,303
Lease liabilities	565,687	459,521
Contract liabilities	87,385	69,315
Provision for bonuses	62,102	23,705
Other	308,720	188,265
Total current liabilities	4,588,425	5,633,830
Non-current liabilities		
Long-term borrowings	697,225	547,275
Lease liabilities	464,506	339,247
Asset retirement obligations	79,107	71,482
Total non-current liabilities	1,240,839	958,005
Total liabilities	5,829,264	6,591,836

	(Thousands of yen)	
	As of January 31, 2023	As of April 30, 2023
Net assets		
Shareholders' equity		
Share capital	564,537	564,537
Capital surplus	863,306	863,306
Retained earnings	5,273,731	5,180,950
Treasury shares	(1,361,785)	(1,361,785)
Total shareholders' equity	5,339,790	5,247,009
Accumulated other comprehensive income		
Foreign currency translation adjustment	18,576	(10,748)
Total accumulated other comprehensive income	18,576	(10,748)
Share acquisition rights	8,000	8,000
Total net assets	5,366,366	5,244,260
Total liabilities and net assets	11,195,631	11,836,097

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended April 30, 2022	Three months ended April 30, 2023
Net sales	4,348,549	4,725,243
Cost of sales	2,091,433	2,380,503
Gross profit	2,257,116	2,344,740
Selling, general and administrative expenses	2,262,369	2,247,629
Operating profit (loss)	(5,252)	97,111
Non-operating income		
Interest income	19	54
Subsidy income	10,423	1,710
Foreign exchange gains	185,090	21,676
Other	1,752	3,293
Total non-operating income	197,285	26,733
Non-operating expenses		
Interest expenses	13,534	10,192
Commission expenses	2,176	-
Other	115	323
Total non-operating expenses	15,826	10,515
Ordinary profit	176,205	113,329
Extraordinary losses		
Loss on retirement of non-current assets	204	-
Impairment losses	-	27,751
Total extraordinary losses	204	27,751
Profit before income taxes	176,001	85,577
Income taxes	96,167	86,626
Profit (loss)	79,833	(1,049)
Profit (loss) attributable to owners of parent	79,833	(1,049)

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended April 30, 2022	Three months ended April 30, 2023
Profit (loss)	79,833	(1,049)
Other comprehensive income		
Foreign currency translation adjustment	(18,848)	(29,324)
Total other comprehensive income	(18,848)	(29,324)
Comprehensive income	60,985	(30,373)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	60,985	(30,373)
Comprehensive income attributable to non-controlling interests	—	—