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June 9, 2023

Consolidated Financial Results for the Nine Months Ended April 30, 2023 (Under Japanese GAAP)

Company name: TORIKIZOKU HOLDINGS Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 3193
 URL: <https://torikizoku-holdings.co.jp/>
 Representative: Tadashi Okura, Representative Director, President, and CEO
 Inquiries: Hiroshi Kobata, Executive Officer and General Manager of Corporate Management
 Department
 TEL: 06-6562-5333
 Scheduled date to file quarterly securities report: June 13, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions)

1. Consolidated financial results for the nine months ended April 30, 2023 (from August 1, 2022 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	%
Nine months ended April 30, 2023	24,169	82.3	857	-	861	(52.6)	417	(63.3)
Nine months ended April 30, 2022	13,260	(6.9)	(2,582)	-	1,816	-	1,136	-

Note: Comprehensive income For the nine months ended April 30, 2023: ¥412 million [(-63.5%)]
 For the nine months ended April 30, 2022: ¥1,130 million [(—%)]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended April 30, 2023	36.02	-
Nine months ended April 30, 2022	98.07	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of April 30, 2023	19,207	6,656	34.7
As of July 31, 2022	18,466	6,337	34.3

Reference: Equity

As of April 30, 2023: ¥6,656 million
 As of July 31, 2022: ¥6,337 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended July 31, 2022	-	0.00	-	4.00	4.00
Fiscal year ending July 31, 2023	-	4.00	-		
Fiscal year ending July 31, 2023 (Forecast)				6.00	10.00

Note: Revisions to the forecast of cash dividends most recently announced:

Yes

The year-end dividend forecast for the fiscal year ending July 31, 2023 has been revised from the most recently announced earnings forecast. For details, please refer to the “Notice of Revision to Full-Year Consolidated Financial Results Forecast and Dividend Forecast” announced today (June 9, 2023).

3. Forecast of consolidated financial results for the fiscal year ending July 31, 2023 (from August 1, 2022 to July 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	33,072	63.0	1,220	-	1,221	(38.0)	467	(58.8)	40.35

Note: Revisions to the forecast of financial results most recently announced:

Yes

The forecast of full-year consolidated financial results for the fiscal year ending July 31, 2023 has been revised from the most recently announced financial results forecast. For details, please refer to the “Notice of Revision to Full-Year Consolidated Financial Results Forecast and Dividend Forecast” announced today (June 9, 2023).

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: 2 companies DAIKICHI SYSTEM LIMITED, TORIKIZOKU USA INC.,

Excluded: – companies

(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 : None

(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 April 30, 2023	11,622,300 shares	As of July 31, 2022	11,622,300 shares
(ii) Number of treasury shares at the end of the period	As of April 30, 2023	33,564 shares	As of July 31, 2022	33,564 shares
(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)	As of April 30, 2023	11,588,736 shares	As of April 30, 2022	11,588,002 shares

* Quarterly financial results are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Forecasts of financial results and other forward-looking statements herein are based on information available to the Company (TORIKIZOKU HOLDINGS Co., Ltd.) at the time of submission and certain assumptions deemed reasonable by the Company. They do not constitute guarantees of future performance and actual results, etc., may differ materially from these forecasts due to a variety of factors.

Please refer to “1. Qualitative information on quarterly financial results (3) Explanation of consolidated financial results forecast and other forward-looking information” on page 2 of the attached document for the assumptions underlying the forecast and cautionary statements regarding use of the forecast.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	As of July 31, 2022	As of April 30, 2023
Assets		
Current assets		
Cash and deposits	8,657,764	8,500,594
Accounts receivable - trade	520,079	768,591
Inventories	130,823	157,641
Accounts receivable - other	587,836	582,216
Other	398,095	639,881
Total current assets	10,294,598	10,648,925
Non-current assets		
Property, plant and equipment		
Buildings, net	4,797,060	4,756,934
Other, net	263,793	320,294
Total property, plant and equipment	5,060,854	5,077,229
Intangible assets		
Goodwill	-	353,685
Other	29,459	79,079
Total intangible assets	29,459	432,764
Investments and other assets		
Deferred tax assets	1,206,666	1,074,002
Other	1,875,235	1,985,207
Allowance for doubtful accounts	-	(10,234)
Total investments and other assets	3,081,901	3,048,974
Total non-current assets	8,172,215	8,558,968
Total assets	18,466,814	19,207,894
Liabilities		
Current liabilities		
Accounts payable - trade	1,021,689	1,514,232
Current portion of long-term borrowings	976,960	865,303
Accounts payable - other	1,192,320	1,527,383
Income taxes payable	430,194	64,516
Provision for bonuses	332,016	276,457
Provision for shareholder benefit program	33,633	27,725
Provision for bonuses for directors (and other officers)	-	35,655
Other	1,756,839	1,557,477
Total current liabilities	5,743,653	5,868,750
Non-current liabilities		
Long-term borrowings	5,209,169	5,148,049
Provision for share awards for directors (and other officers)	10,999	20,660
Retirement benefit liability	48,734	83,605
Asset retirement obligations	1,112,059	1,174,691
Other	4,907	255,359
Total non-current liabilities	6,385,869	6,682,365
Total liabilities	12,129,523	12,551,115
Net assets		
Shareholders' equity		
Share capital	1,491,829	1,491,829
Capital surplus	1,481,829	1,481,829
Retained earnings	3,441,405	3,765,894
Treasury shares	(86,841)	(86,841)
Total shareholders' equity	6,328,222	6,652,711
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	9,068	4,067
Total accumulated other comprehensive income	9,068	4,067
Total net assets	6,337,291	6,656,778
Total liabilities and net assets	18,466,814	19,207,894

(2) Quarterly Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Quarterly Consolidated Statement of Income)
(For the Nine Months Ended April 30, 2023 and 2022)

(Thousands of yen)

	Nine months ended April 30, 2022	Nine months ended April 30, 2023
Net sales	13,260,106	24,169,967
Cost of sales	4,000,867	7,193,932
Gross profit	9,259,239	16,976,034
Selling, general and administrative expenses	11,842,003	16,118,691
Operating profit (loss)	(2,582,764)	857,343
Non-operating income		
Interest income	30	54
Surrender value of insurance policies	3,286	9,109
Foreign exchange gains	-	6,117
Other	4,419,453	6,959
Total non-operating income	4,422,770	22,241
Non-operating expenses		
Interest expenses	19,682	12,345
Fees paid	3,367	4,728
Other	126	550
Total non-operating expenses	23,177	17,624
Ordinary profit	1,816,828	861,959
Extraordinary income		
Gain on sale of non-current assets	-	7,289
Compensation for forced relocation	-	32,633
Total extraordinary income	-	39,922
Extraordinary losses		
Loss on sale of non-current assets	-	752
Impairment losses	-	151,734
Total extraordinary losses	-	152,487
Profit before income taxes	1,816,828	749,395
Income taxes - current	422,774	170,281
Income taxes - deferred	257,620	161,647
Total income taxes	680,394	331,928
Profit	1,136,433	417,466
Profit attributable to owners of parent	1,136,433	417,466

(Quarterly Consolidated Statement of Comprehensive Income)
(For the Nine Months Ended April 30, 2023 and 2022)

(Thousands of yen)

	Nine months ended April 30, 2022	Nine months ended April 30, 2023
Profit	1,136,433	417,466
Other comprehensive income		
Remeasurements of defined benefit plans	(6,299)	(5,000)
Total other comprehensive income	(6,299)	(5,000)
Comprehensive income	1,130,134	412,465
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	1,130,134	412,465
Comprehensive income attributable to non-controlling interests	-	-