

Notice: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



MEMBERSHIP

August 3, 2023

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

Company name: GOLDWIN INC.
 Stock exchange listing: Tokyo
 Securities code: 8111
 URL: <https://corp.goldwin.co.jp/eng/>
 Representative: Takao Watanabe, President and Representative Director
 Inquiries: Michio Shirasaki, Senior Managing Director, Director-General Administration
 TEL: +81-3-3481-7203
 Scheduled date to file Quarterly Securities Report: August 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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 June 30, 2023 (from April 1, 2023 to June 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 June 30, 2023	23,150	9.7	2,263	(0.1)	4,172	23.9	3,347	28.6
June 30, 2022	21,099	23.5	2,266	99.6	3,368	98.5	2,603	110.8

Note: Comprehensive income Three months ended June 30, 2023: ¥3,267 million [(10.1)%]
 Three months ended June 30, 2022: ¥3,636 million [99.6%]

	Earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	74.30	–
June 30, 2022	57.74	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	112,512	79,382	70.5
March 31, 2023	118,517	80,056	67.4

Reference: Equity
 As of June 30, 2023 ¥79,282 million
 As of March 31, 2023 ¥79,914 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
Year ended March 31, 2023	–	25.00	–	85.00	110.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		30.00	–	85.00	115.00

Note: Revisions to the forecast of cash dividends most recently announced: No

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 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
Six months ending September 30, 2023	48,900	7.9	5,200	(1.5)	7,300	(2.0)	5,900	1.0	130.97
Full year	123,000	6.9	22,600	3.2	28,200	0.4	21,700	3.4	481.72

Note: Revisions to the forecast of consolidated financial results most recently announced: No

*** Notes**

(1) Changes in significant subsidiaries during the three months ended June 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: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: No

(ii) Changes in accounting policies due to other reasons: No

(iii) Changes in accounting estimates: No

(iv) Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2023	47,448,172 shares
As of March 31, 2023	47,448,172 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2023	2,363,655 shares
As of March 31, 2023	2,405,807 shares

(iii) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	45,052,883 shares
Three months ended June 30, 2022	45,096,981 shares

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

* Proper use of financial forecasts, and other special matters

Descriptions of the above financial forecasts and other data are based on information currently available to the Company and certain assumptions that we consider to be reasonable. Actual financial results may differ significantly from the forecasts for various reasons.

Quarterly Consolidated Financial Statements

(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	35,654	29,502
Notes and accounts receivable - trade, and contract assets	11,999	9,108
Electronically recorded monetary claims - operating	4,302	6,338
Merchandise and finished goods	13,550	13,723
Work in process	352	194
Raw materials and supplies	725	779
Other	2,610	2,107
Allowance for doubtful accounts	(11)	(7)
Total current assets	69,184	61,746
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,160	2,155
Land	4,691	4,691
Other, net	1,991	2,055
Total property, plant and equipment	8,844	8,902
Intangible assets		
Trademark right	1,205	1,144
Other	2,085	2,128
Total intangible assets	3,290	3,272
Investments and other assets		
Investment securities	28,895	30,604
Guarantee deposits	2,849	2,711
Other	5,589	5,411
Allowance for doubtful accounts	(137)	(137)
Total investments and other assets	37,197	38,590
Total non-current assets	49,332	50,765
Total assets	118,517	112,512

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,116	3,255
Electronically recorded obligations - operating	15,717	16,089
Current portion of long-term borrowings	940	940
Income taxes payable	3,544	509
Provision for bonuses	889	1,319
Other	7,873	6,811
Total current liabilities	34,082	28,925
Non-current liabilities		
Long-term borrowings	1,645	1,372
Retirement benefit liability	229	230
Provision for share awards	1,074	1,087
Other	1,429	1,512
Total non-current liabilities	4,378	4,203
Total liabilities	38,461	33,129
Net assets		
Shareholders' equity		
Share capital	7,079	7,079
Capital surplus	297	297
Retained earnings	78,129	77,523
Treasury shares	(7,127)	(7,066)
Total shareholders' equity	78,379	77,833
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	728	1,138
Deferred gains or losses on hedges	55	127
Foreign currency translation adjustment	1,855	1,234
Remeasurements of defined benefit plans	(1,105)	(1,052)
Total accumulated other comprehensive income	1,534	1,448
Non-controlling interests	141	100
Total net assets	80,056	79,382
Total liabilities and net assets	118,517	112,512

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

Quarterly consolidated statement of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	21,099	23,150
Cost of sales	9,976	11,440
Gross profit	11,122	11,710
Selling, general and administrative expenses	8,855	9,446
Operating profit	2,266	2,263
Non-operating income		
Interest income	1	4
Dividend income	41	52
Share of profit of entities accounted for using equity method	1,080	1,830
Other	34	45
Total non-operating income	1,157	1,932
Non-operating expenses		
Interest expenses	9	9
Loss on sale of notes receivable - trade	4	-
Other	41	14
Total non-operating expenses	55	24
Ordinary profit	3,368	4,172
Extraordinary income		
Gain on sale of investment securities	5	-
Gain on liquidation of subsidiaries	80	-
Total extraordinary income	85	-
Extraordinary losses		
Loss on store closings	1	-
Loss on disposal of non-current assets	-	21
Loss on valuation of investment securities	-	19
Total extraordinary losses	1	40
Profit before income taxes	3,452	4,131
Income taxes - current	658	663
Income taxes - deferred	182	114
Total income taxes	841	777
Profit	2,610	3,353
Profit attributable to non-controlling interests	6	5
Profit attributable to owners of parent	2,603	3,347

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	2,610	3,353
Other comprehensive income		
Valuation difference on available-for-sale securities	41	409
Deferred gains or losses on hedges	47	54
Foreign currency translation adjustment	72	21
Remeasurements of defined benefit plans, net of tax	44	52
Share of other comprehensive income of entities accounted for using equity method	820	(624)
Total other comprehensive income	1,025	(85)
Comprehensive income	3,636	3,267
Comprehensive income attributable to:		
Owners of parent	3,629	3,261
Non-controlling interests	6	5