

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

August 8, 2023

Company name: SHIKIBO LTD.

Stock exchange listing: Tokyo

Code number: 3109

URL: <https://www.shikibo.co.jp/>

Representative: Shiriya Masahiro

Contact: Itami Hidenori

Phone: +81-6-6268-5421

Scheduled date of filing quarterly securities report: August 10, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

,Representative Director,President
,Executive Officer,Division Manager,Corporate Division

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

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

	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	9,429	9.6	213	5.0	207	1.4	144	(73.2)
June 30, 2022	8,604	(0.3)	203	(33.5)	204	(0.7)	540	362.5

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 352 million [(49.8)%]
Three months ended June 30, 2022: ¥ 702 million [186.2%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	12.49	-
June 30, 2022	46.66	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	82,447	33,124	40.1
March 31, 2023	82,043	33,357	40.6

(Reference) Equity: As of June 30, 2023: ¥ 33,102 million
As of March 31, 2023: ¥ 33,337 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2023	Yen	Yen	Yen	Yen	Yen
	-	0.00	-	50.00	50.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		0.00	-	50.00	50.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	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
Six months ending September 30, 2023	19,000	2.7	700	20.7	550	(6.3)	300	(60.9)	25.88
Full year	39,000	2.9	1,600	31.4	1,300	15.5	700	(55.4)	60.39

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023
(changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2023: 11,810,829 shares

March 31, 2023: 11,810,829 shares

2) Number of treasury shares at the end of the period:

June 30, 2023: 219,094 shares

March 31, 2023: 218,908 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2023: 11,591,852 shares

Three months ended June 30, 2022: 11,584,094 shares

(Note) The Company has adopted a stock compensation plan (Board Benefit Trust). For the purpose of calculating basic earnings per share, the number of the shares of the Company remaining in the Board Benefit Trust that are recorded as treasury shares under shareholders' equity is included in the number of treasury shares to be deducted in the calculation of the average number of shares during the period.

* These financial results are outside the scope of audits by certified public accountants or audit firms.

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

Financial results forecast and other forward-looking statements included in this material are based on information currently available to the Company and certain assumptions deemed reasonable, and actual performance and other results may differ significantly from these forecasts due to various factors.

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	4,996	5,317
Notes and accounts receivable - trade	7,101	6,822
Electronically recorded monetary claims - operating	1,938	1,775
Merchandise and finished goods	5,911	5,950
Work in process	1,926	1,941
Raw materials and supplies	1,843	1,757
Income taxes refund receivable	177	191
Other	861	1,135
Allowance for doubtful accounts	(21)	(9)
Total current assets	24,738	24,883
Non-current assets		
Property, plant and equipment		
Buildings and structures	45,179	45,250
Accumulated depreciation and impairment	(33,666)	(33,911)
Buildings and structures, net	11,512	11,339
Machinery, equipment and vehicles	27,420	27,606
Accumulated depreciation and impairment	(25,369)	(25,554)
Machinery, equipment and vehicles, net	2,050	2,052
Tools, furniture and fixtures	1,647	1,664
Accumulated depreciation and impairment	(1,513)	(1,527)
Tools, furniture and fixtures, net	133	136
Land	38,270	38,282
Leased assets	1,886	1,876
Accumulated depreciation	(1,089)	(1,109)
Leased assets, net	797	767
Construction in progress	492	1,141
Total property, plant and equipment	53,256	53,718
Intangible assets	509	504
Investments and other assets		
Investment securities	889	912
Deferred tax assets	2,195	2,014
Other	505	465
Allowance for doubtful accounts	(51)	(51)
Total investments and other assets	3,539	3,340
Total non-current assets	57,305	57,564
Total assets	82,043	82,447

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,222	3,121
Electronically recorded obligations - operating	974	999
Short-term borrowings	9,257	9,404
Current portion of bonds payable	1,110	1,080
Accrued expenses	553	547
Income taxes payable	73	54
Accrued consumption taxes	-	214
Provision for bonuses	584	344
Provision for loss on fire	36	8
Other	1,296	1,356
Total current liabilities	17,109	17,130
Non-current liabilities		
Bonds payable	2,690	2,930
Long-term borrowings	11,021	11,504
Lease liabilities	688	671
Deferred tax liabilities	179	180
Deferred tax liabilities for land revaluation	6,216	6,216
Retirement benefit liability	6,266	6,148
Provision for retirement benefits for directors (and other officers)	54	54
Provision for repairs	81	87
Long-term leasehold and guarantee deposits received	4,145	4,143
Other	233	256
Total non-current liabilities	31,576	32,192
Total liabilities	48,686	49,322
Net assets		
Shareholders' equity		
Share capital	11,336	11,336
Capital surplus	896	896
Retained earnings	9,155	8,714
Treasury shares	(241)	(241)
Total shareholders' equity	21,146	20,706
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	180	218
Deferred gains or losses on hedges	(15)	74
Revaluation reserve for land	13,238	13,238
Foreign currency translation adjustment	(1,040)	(1,033)
Remeasurements of defined benefit plans	(171)	(103)
Total accumulated other comprehensive income	12,191	12,395
Non-controlling interests	19	22
Total net assets	33,357	33,124
Total liabilities and net assets	82,043	82,447

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	8,604	9,429
Cost of sales	7,048	7,818
Gross profit	1,555	1,610
Selling, general and administrative expenses	1,352	1,397
Operating profit	203	213
Non-operating income		
Interest income	2	2
Dividend income	14	11
Insurance claim income	-	18
Foreign exchange gains	48	38
Subsidy income	16	-
Miscellaneous income	19	20
Total non-operating income	100	92
Non-operating expenses		
Interest expenses	53	54
Miscellaneous expenses	45	43
Total non-operating expenses	99	97
Ordinary profit	204	207
Extraordinary income		
Insurance claim income	474	113
Other	0	0
Total extraordinary income	474	113
Extraordinary losses		
Loss on valuation of investment securities	-	29
Loss on retirement of non-current assets	-	8
Other	-	1
Total extraordinary losses	-	40
Profit before income taxes	679	281
Income taxes - current	44	29
Income taxes - deferred	85	105
Total income taxes	130	134
Profit	549	146
Profit attributable to non-controlling interests	8	1
Profit attributable to owners of parent	540	144

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	549	146
Other comprehensive income		
Valuation difference on available-for-sale securities	(10)	38
Deferred gains or losses on hedges	44	90
Foreign currency translation adjustment	127	7
Remeasurements of defined benefit plans, net of tax	(8)	69
Total other comprehensive income	153	205
Comprehensive income	702	352
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	693	349
Comprehensive income attributable to non-controlling interests	9	3