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August 9, 2023

## Consolidated Financial Results for the Three Months Ended June 30, 2023 (Under Japanese GAAP)

Company name: Yonex Co., Ltd.  
Listing: Tokyo Stock Exchange  
Securities code: 7906  
URL: [https:// www.yonex.co.jp](https://www.yonex.co.jp)  
Representative: President and Representative Director Alyssa Yoneyama  
Inquiries: Executive Managing Director Shuichi Yoneyama  
Telephone: 03-3839-7112  
Scheduled date to file quarterly securities report: August 10, 2023  
Scheduled date to commence dividend payments: —  
Preparation of supplementary material on quarterly financial results: Yes  
Holding of quarterly financial results briefing: No

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 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	27,992	18.1	2,774	(18.9)	3,245	(15.9)	2,424	(19.9)
June 30, 2022	23,694	46.5	3,422	160.4	3,859	184.3	3,025	219.3

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2023	27.82	—
June 30, 2022	34.68	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
June 30, 2023	81,780	55,177	67.3
March 31, 2023	79,421	53,099	66.6

### 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 March 31, 2023	—	6.00	—	7.00	13.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		7.00	—	7.00	14.00

**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	57,000	13.8	6,200	(12.9)	6,200	(20.5)	4,400	(21.4)	50.49
Full year	116,000	8.4	10,700	6.3	10,700	7.4	7,800	6.4	89.50

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

**\* Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(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 June 30, 2023	93,620,800
As of March 31, 2023	93,620,800

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

As of June 30, 2023	6,469,556
As of March 31, 2023	6,469,556

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

Three months ended June 30, 2023	87,151,244
Three months ended June 30, 2022	87,249,868

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	16,912	15,436
Notes and accounts receivable - trade	15,030	17,859
Merchandise and finished goods	14,871	14,244
Work in process	1,941	2,025
Raw materials and supplies	2,019	2,368
Other	2,757	3,109
Allowance for doubtful accounts	(66)	(61)
<b>Total current assets</b>	<b>53,465</b>	<b>54,983</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings, net	5,155	5,105
Land	8,916	8,966
Other, net	6,942	7,603
<b>Total property, plant and equipment</b>	<b>21,014</b>	<b>21,675</b>
<b>Intangible assets</b>		
Software	1,893	1,845
Software in progress	40	138
Goodwill	43	29
Other	15	15
<b>Total intangible assets</b>	<b>1,994</b>	<b>2,028</b>
<b>Investments and other assets</b>		
Investment securities	217	221
Long-term time deposits	400	400
Deferred tax assets	1,724	1,854
Other	605	617
Allowance for doubtful accounts	(0)	(0)
<b>Total investments and other assets</b>	<b>2,946</b>	<b>3,093</b>
<b>Total non-current assets</b>	<b>25,955</b>	<b>26,797</b>
<b>Total assets</b>	<b>79,421</b>	<b>81,780</b>

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	7,128	6,121
Accounts payable - other	3,382	3,676
Current portion of long-term borrowings	705	705
Income taxes payable	917	1,475
Accrued consumption taxes	0	16
Provision for bonuses	1,200	1,558
Provision for bonuses for directors (and other officers)	43	11
Provision for point card certificates	4	5
Other	3,959	4,022
Total current liabilities	17,342	17,592
Non-current liabilities		
Long-term borrowings	2,373	2,196
Retirement benefit liability	2,702	2,654
Provision for retirement benefits for directors (and other officers)	209	—
Provision for share awards	139	160
Asset retirement obligations	—	59
Long-term guarantee deposits	2,002	2,018
Other	1,552	1,920
Total non-current liabilities	8,979	9,010
Total liabilities	26,321	26,603
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,706	4,706
Capital surplus	8,202	8,202
Retained earnings	40,586	42,397
Treasury shares	(2,190)	(2,190)
Total shareholders' equity	51,305	53,116
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	26	29
Foreign currency translation adjustment	1,686	1,950
Remeasurements of defined benefit plans	(92)	(89)
Total accumulated other comprehensive income	1,619	1,890
Non-controlling interests	174	170
Total net assets	53,099	55,177
Total liabilities and net assets	79,421	81,780

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	23,694	27,992
Cost of sales	12,824	15,737
Gross profit	10,870	12,255
Selling, general and administrative expenses	7,447	9,480
Operating profit	3,422	2,774
Non-operating income		
Interest income	14	17
Rental income	3	1
Foreign exchange gains	414	454
Other	19	15
Total non-operating income	452	489
Non-operating expenses		
Interest expenses	9	18
Other	5	0
Total non-operating expenses	15	18
Ordinary profit	3,859	3,245
Extraordinary income		
National subsidies	311	—
Total extraordinary income	311	—
Profit before income taxes	4,171	3,245
Income taxes - current	1,129	937
Income taxes - deferred	10	(128)
Total income taxes	1,139	809
Profit	3,031	2,435
Profit attributable to non-controlling interests	6	11
Profit attributable to owners of parent	3,025	2,424

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

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	3,031	2,435
Other comprehensive income		
Valuation difference on available-for-sale securities	(2)	2
Foreign currency translation adjustment	1,091	269
Remeasurements of defined benefit plans, net of tax	7	3
Total other comprehensive income	<u>1,096</u>	<u>275</u>
Comprehensive income	<u>4,128</u>	<u>2,711</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,113	2,694
Comprehensive income attributable to non-controlling interests	15	17