



August 10, 2023

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

Company name: **Iida Group Holdings Co., Ltd.**
 Listing: Tokyo Stock Exchange (Prime Market)
 Stock Code Number: 3291
 URL: <https://www.ighd.co.jp/>
 Representative: Masashi Kanei, President and Representative Director
 For Inquiry: Hiroshi Nishino, Executive Board Director and Representative Director
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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 meeting: No

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

1. Consolidated financial results for the first three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(1) Consolidated operating results (Cumulative)

(Percentages indicate y-o-y changes)

	Revenue		Operating profit		Profit before income taxes		Net profit		Profit attributable to owners of the parent company		Total comprehensive profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended												
June 30, 2023	316,935	(2.6)	17,877	(42.7)	18,349	(42.6)	12,307	(45.4)	12,478	(46.0)	11,862	(45.7)
June 30, 2022	325,372	(2.1)	31,201	(24.6)	31,941	(20.7)	22,540	(18.8)	23,106	(16.3)	21,844	(20.1)

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	44.34	—
June 30, 2022	80.18	—

(Note) 1. “Basic earnings per share” is calculated based on “Profit attributable to owners of the parent company.”

2. The use of the provisional accounting treatment based on the accounting standard concerning corporate mergers was applied from first quarter of the consolidated financial year ended March 2023 and finalized and confirmed in the third quarter of the same financial year. Therefore, the figures for the first quarter of the fiscal year ended March 2023 were calculated on the confirmed basis.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity attributable to owners of the parent company to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
June 30, 2023	1,763,630	962,300	961,898	54.5
March 31, 2023	1,764,918	967,732	967,318	54.8

2. Cash dividends

	Annual dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
March 31, 2023	—	45.00	—	45.00	90.00
March 31, 2024	—	—	—	—	—
March 31, 2024 (Forecast)	—	45.00	—	45.00	90.00

(Note) Revisions to the forecasts of cash dividends most recently announced: No

3. Forecast of consolidated results for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate y-o-y change)

	Revenue		Operating profit		Profit before income taxes		Net profit		Profit attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
2Q (Cumulative)	702,000	3.5	48,000	(26.2)	45,000	(40.8)	30,000	(46.2)	30,000	(43.8)	106.80
Full year	1,540,000	7.0	109,000	6.5	104,000	(2.4)	70,000	(7.6)	70,000	(7.4)	249.43

(Note) 1. Revisions to the forecasts most recently announced: No

2. For the third quarter of the consolidated financial year ended March 2023, the use of the provisional accounting treatment based on the accounting standard concerning corporate mergers was finalized and confirmed. Therefore, each change is calculated on the confirmed basis. Also, the forecast for the basic earnings per share of the consolidated results for the fiscal year ending March 31, 2024 reflects cancellation of 8,000,000 shares of the treasury stock, which took place on July 24, 2023, following the decision at the Board of Directors' meeting held on July 7, 2023.

※ Note

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): No

Added: None Excluded: None

(2) Changes in accounting policies and accounting estimates

- ① Changes in accounting policies due to transitioning to IFRS: Yes
- ② Changes in accounting policies due to other reasons: No
- ③ Changes in accounting estimates: No

(3) The number of issued shares (common stock)

① Total number of issued shares at the end of the period (including treasury stock)	As of June 30, 2023	288,379,057 Shares	As of March 31, 2023	288,379,057 Shares
② Number of treasury stock at the end of the period	As of June 30, 2023	8,000,395 Shares	As of March 31, 2023	6,178,207 Shares
③ Average number of shares during the period (Cumulative from the beginning of the fiscal year)	Three months ended June 30, 2023	281,413,903 Shares	Three months ended June 30, 2022	288,195,578 Shares

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

※ Explanation of appropriate use of financial results forecast and other remarks

(Cautionary note on forward-looking statement)

Financial results forecast and other forward-looking statements contained in this report are based on information available to the Company and certain assumptions judged to be reasonable on the date of this report's announcement, and they do not constitute the Company's intention to promise the accomplishment of the forecasts. In addition, actual results may differ significantly from the forecast due to various factors.

Condensed Quarterly Consolidated Financial Statements
Condensed Quarterly Consolidated Statement of Financial Position

(Unit: Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposit	440,878	392,309
Trade and other receivables	14,019	13,659
Contract assets	5,538	6,856
Inventories	757,127	810,762
Operating loans and operating accounts receivable	15,702	9,653
Income taxes receivable	8,405	8,352
Other financial assets	6,439	4,291
Other current assets	22,760	18,891
Total current assets	1,270,870	1,264,777
Non-current assets		
Property, plant, and equipment	174,119	178,820
Right-of-use assets	22,680	21,484
Goodwill	215,637	215,637
Intangible assets	12,763	12,591
Other financial assets	49,786	51,742
Deferred tax assets	18,252	17,786
Other non-current assets	808	790
Total non-current assets	494,048	498,852
Total assets	1,764,918	1,763,630

(Unit: Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	268,185	296,452
Lease liabilities	6,385	6,356
Trade and other payables	148,155	138,221
Other financial liabilities	11,635	6,447
Income taxes payables	13,491	6,664
Contract liabilities	7,727	7,244
Other current liabilities	20,118	21,131
Total current liabilities	475,700	482,519
Non-current liabilities		
Bonds and borrowings	261,485	260,747
Lease liabilities	17,988	16,776
Other financial liabilities	16,917	16,263
Retirement benefit liabilities	12,419	12,757
Provisions	5,975	5,871
Deferred tax liabilities	4,814	4,462
Other non-current liabilities	1,884	1,931
Total non-current liabilities	321,485	318,810
Total liabilities	797,186	801,329
Equity		
Capital stock	10,000	10,000
Capital surplus	400,793	400,616
Retained earnings	572,897	572,702
Treasury stock	(13,506)	(18,108)
Other components of equity	(2,865)	(3,311)
Equity attributable to owners of the parent company	967,318	961,898
Non-controlling interests	413	401
Total equity	967,732	962,300
Total liabilities and equity	1,764,918	1,763,630

Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statements of Comprehensive Profit

(Condensed Quarterly Consolidated Statement of Profit or Loss)

(The first three months, Cumulative)

(Unit : Millions of yen)

	Three Months Ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	Three Months Ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Revenue	325,372	316,935
Cost of sales	(260,868)	(264,075)
Gross profit	64,504	52,859
Selling, general and administrative expenses	(35,302)	(35,232)
Other profit	2,403	546
Other expenses	(404)	(296)
Operating profit	31,201	17,877
Financial profit	1,996	1,713
Financial cost	(1,256)	(1,241)
Profit before income taxes	31,941	18,349
Income tax expenses	(9,401)	(6,041)
Net Profit	22,540	12,307
Attributable to		
Owners of the parent company	23,106	12,478
Non-controlling interests	(566)	(170)
Net Profit	22,540	12,307
Earnings per share		
Basic earnings per share (Unit: Yen)	80.18	44.34
Diluted earnings per share (Unit: Yen)	—	—

(Condensed Quarterly Consolidated Statements of Comprehensive Profit)

(The first three months, Cumulative)

(Unit : Millions of yen)

	Three Months Ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	Three Months Ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Profit	22,540	12,307
Other comprehensive profit (loss)		
Items that will not be reclassified subsequently to profit or loss		
Financial assets measured at fair value through other comprehensive profit	(501)	(447)
Total items that will not be reclassified subsequently to profit or loss	(501)	(447)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translating foreign operations	(195)	2
Total items that may be reclassified subsequently to profit or loss	(195)	2
Other comprehensive profit (loss) after income taxes	(696)	(445)
Comprehensive profit	21,844	11,862
Attributable to		
Owners of the parent company	22,758	12,032
Non-controlling interests	(914)	(170)
Comprehensive profit	21,844	11,862

Condensed Quarterly Consolidated Statement of Changes in Equity
The First Three Months (From April 1, 2022 to June 30, 2022)

(Unit : Millions of yen)

	Equity attributable to owners of the parent company					
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Exchange differences on translating foreign operation	Remeasurements of defined benefit pension plans
As of April 1, 2022	10,000	415,410	523,545	(13,207)	(149)	(696)
Profit	—	—	23,106	—	—	—
Other comprehensive profit (loss)	—	—	—	—	152	—
Comprehensive profit	—	—	23,106	—	152	—
Dividends	—	—	(12,977)	—	—	—
Purchase of treasury stock	—	—	—	(1,120)	—	—
Cancellation of treasury stock	—	(13,207)	—	13,207	—	—
Other	—	—	175	—	—	—
Total of owners contribution and distribution to owners	—	(13,207)	(12,801)	12,087	—	—
Changes in put option over a non-controlling interest	—	(1,250)	—	—	—	—
Total changes in non-controlling interests in subsidiaries	—	(1,250)	—	—	—	—
Total transactions with owners	—	(14,458)	(12,801)	12,087	—	—
As of June 30, 2022	10,000	400,952	533,850	(1,120)	3	(696)

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Total	Noncontrolling interests	Total
	Financial assets measured at fair value through other comprehensive income	Total			
As of April 1, 2022	(2,376)	(3,222)	932,525	3,305	935,831
Profit	—	—	23,106	(566)	22,540
Other comprehensive profit (loss)	(501)	(348)	(348)	(347)	(696)
Comprehensive profit	(501)	(348)	22,758	(914)	21,844
Dividends	—	—	(12,977)	—	(12,977)
Purchase of treasury stock	—	—	(1,120)	—	(1,120)
Cancellation of treasury stock	—	—	—	—	—
Other	—	—	175	—	175
Total of owners contribution and distribution to owners	—	—	(13,922)	—	(13,922)
Changes in put option over a non-controlling interests	—	—	(1,250)	750	(500)
Total changes in non-controlling interests in subsidiaries	—	—	(1,250)	750	(500)
Total transactions with owners	—	—	(15,172)	750	(14,422)
As of June 30, 2022	(2,878)	(3,571)	940,111	3,141	943,252

The First Three Months (From April 1, 2023 to June 30, 2023)

(Unit : Millions of yen)

	Equity attributable to owners of the parent company					
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Exchange differences on translating foreign operations	Remeasurements of defined benefit pension plans
As of April 1, 2023	10,000	400,793	572,897	(13,506)	168	(392)
Profit	—	—	12,478	—	—	—
Other comprehensive profit (loss)	—	—	—	—	2	—
Comprehensive profit	—	—	12,478	—	2	—
Dividends	—	—	(12,699)	—	—	—
Purchase of treasury stock	—	—	—	(4,602)	—	—
Total of owners contribution and distribution to owners	—	—	(12,699)	(4,602)	—	—
Changes in put option over a non-controlling interests	—	(176)	—	—	—	—
Other	—	—	26	—	—	—
Total changes in non-controlling interests in subsidiaries	—	(176)	26	—	—	—
Total transactions with owners	—	(176)	(12,672)	(4,602)	—	—
As of June 30, 2023	10,000	400,616	572,702	(18,108)	170	(392)

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Total	Noncontrolling interests	Total
	Financial assets measured at fair value through other comprehensive income	Total			
As of April 1, 2023	(2,641)	(2,865)	967,318	413	967,732
Profit	—	—	12,478	(170)	12,307
Other comprehensive profit (loss)	(447)	(445)	(445)	0	(445)
Comprehensive profit	(447)	(445)	12,032	(170)	11,862
Dividends	—	—	(12,699)	—	(12,699)
Purchase of treasury stock	—	—	(4,602)	—	(4,602)
Total of owners contribution and distribution to owners	—	—	(17,301)	—	(17,301)
Changes in put option over a non-controlling interest	—	—	(176)	176	—
Other	—	—	26	(18)	8
Total changes in non-controlling interests in subsidiaries	—	—	(150)	158	8
Total transactions with owners	—	—	(17,451)	158	(17,293)
As of June 30, 2023	(3,089)	(3,311)	961,898	401	962,300

Condensed Quarterly Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	Three Months Ended June 30, 2022 (From April 1, 2022 to June 30, 2022)	Three Months Ended June 30, 2023 (From April 1, 2023 to June 30, 2023)
Cash flows from operating activities		
Profit before income taxes	31,941	18,349
Depreciation and amortization	4,013	3,858
Financial income	(1,996)	(1,713)
Financial cost	1,256	1,241
Increase and decrease in inventories (Increase)	(64,978)	(55,329)
Increase and decrease in loans and receivables (Increase)	3,145	6,048
Increase and decrease in trade payables and other liabilities (Decrease)	18	(9,438)
Increase and decrease in consumption taxes receivable or payable	1,820	5,065
Other	(3,657)	(2,383)
Subtotal	(28,437)	(34,302)
Interest and dividends received	127	517
Interest paid	(1,471)	(1,332)
Income taxes paid	(42,679)	(18,186)
Income taxes refunded	—	33
Net cash provided by (used in) operating activities	(72,461)	(53,270)
Cash flows from investing activities		
Payments into time deposits	(949)	(660)
Proceeds from withdrawal of time deposits	1,136	770
Purchase of property, plant and equipment	(12,733)	(5,439)
Proceeds from sales of property, plant and equipment	2,338	277
Purchase of intangible assets	(160)	(108)
Purchase of investment securities	(1,897)	(94)
Proceeds from sale of investments, redemption	149	7
Payments of loans receivable	(512)	(623)
Proceeds from collection of loans	69	254
Other	1,760	(208)
Net cash provided by (used in) investing activities	(10,797)	(5,825)
Cash flows from financing activities		
Net increase and decrease in short-term loans payable	22,794	28,409
Proceeds from long-term loans payable	76	—
Repayments of long-term loans payable	(3,281)	(439)
Repayments of lease liabilities	(1,738)	(1,631)
Purchase of treasury stock	(1,120)	(4,602)
Increase and decrease in deposits for purchase of treasury stock (increase)	(3,884)	1,496
Cash dividends paid	(12,894)	(12,620)
Other	(71)	(14)
Net cash provided by (used in) financing activities	(119)	10,596
Effect of exchange rate change on cash and cash equivalents	514	39
Net increase and decrease in cash and cash equivalents (Decrease)	(82,864)	(48,458)
Cash and cash equivalents at the beginning of period	559,461	439,889
Cash and cash equivalents at the end of period	476,597	391,430