

Translation

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

August 10, 2023

Company name: Human Holdings Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 2415 URL <https://www.athuman.com/>
 Representative: Representative Director, President and CEO Tomonari Sato
 Inquiries: Director, Corporate Planning Division Yasuhiro Sato TEL 03-6846-8002
 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 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	23,832	5.5	470	(12.2)	481	(21.0)	226	(40.2)
Three months ended June 30, 2022	22,585	4.9	535	(29.6)	609	(27.8)	379	(20.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	20.86		–	
Three months ended June 30, 2022	34.90		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	47,069	14,652	31.1
As of March 31, 2023	48,694	14,716	30.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	0.00	–	27.00	27.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		0.00	–	42.50	42.50

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
Full year	97,053	6.0	2,697	19.7	2,632	4.6	1,537	5.8	141.31

4. 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
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2023	10,987,200 shares	As of March 31, 2023	10,987,200 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	109,201 shares	As of March 31, 2023	109,201 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	10,877,999 shares	Three months ended June 30, 2022	10,877,999 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	27,169,621	26,244,936
Notes and accounts receivable - trade, and contract assets	11,073,129	10,547,905
Merchandise	843,219	632,584
Supplies	21,846	16,881
Other	1,387,226	1,445,360
Allowance for doubtful accounts	(4,088)	(3,628)
Total current assets	40,490,953	38,884,039
Non-current assets		
Property, plant and equipment	3,009,024	2,941,572
Intangible assets		
Goodwill	52,786	47,146
Other	1,294,341	1,396,188
Total intangible assets	1,347,127	1,443,335
Investments and other assets		
Guarantee deposits	2,133,681	2,108,834
Other	2,029,418	2,049,739
Allowance for doubtful accounts	(315,342)	(357,915)
Total investments and other assets	3,847,757	3,800,658
Total non-current assets	8,203,909	8,185,565
Total assets	48,694,862	47,069,605
Liabilities		
Current liabilities		
Accounts payable - trade	344,320	163,424
Short-term borrowings	–	50,000
Current portion of long-term borrowings	3,332,487	3,465,728
Contract liabilities	10,310,915	8,970,860
Accounts payable - other	6,649,768	6,333,053
Income taxes payable	461,588	176,744
Provision for bonuses	884,437	522,072
Other	2,663,861	3,130,394
Total current liabilities	24,647,378	22,812,278
Non-current liabilities		
Long-term borrowings	7,938,026	8,200,016
Provision for retirement benefits for directors (and other officers)	558,577	555,376
Asset retirement obligations	363,405	365,042
Other	471,184	484,198
Total non-current liabilities	9,331,193	9,604,633
Total liabilities	33,978,571	32,416,912

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Net assets		
Shareholders' equity		
Share capital	1,299,900	1,299,900
Capital surplus	734,737	734,737
Retained earnings	12,744,362	12,677,568
Treasury shares	(66,834)	(66,834)
Total shareholders' equity	14,712,166	14,645,372
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,447	2,457
Foreign currency translation adjustment	2,677	4,864
Total accumulated other comprehensive income	4,124	7,321
Total net assets	14,716,291	14,652,693
Total liabilities and net assets	48,694,862	47,069,605

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	22,585,869	23,832,131
Cost of sales	16,952,178	17,845,906
Gross profit	5,633,690	5,986,225
Selling, general and administrative expenses	5,097,816	5,515,849
Operating profit	535,874	470,375
Non-operating income		
Interest income	2,897	3,272
Dividend income	63	63
Subsidy income	50,510	12,050
Foreign exchange gains	48,868	30,286
Other	19,887	20,616
Total non-operating income	122,228	66,289
Non-operating expenses		
Interest expenses	5,300	7,835
Provision of allowance for doubtful accounts	34,145	41,732
Other	8,795	5,353
Total non-operating expenses	48,241	54,920
Ordinary profit	609,861	481,744
Extraordinary income		
Gain on sale of non-current assets	7,000	–
Gain on sale of shares of subsidiaries and associates	28,335	–
Total extraordinary income	35,335	–
Extraordinary losses		
Loss on retirement of non-current assets	37	1,012
Impairment losses	–	14,298
Total extraordinary losses	37	15,310
Profit before income taxes	645,159	466,434
Income taxes	265,566	239,522
Profit	379,592	226,911
Profit attributable to owners of parent	379,592	226,911

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	379,592	226,911
Other comprehensive income		
Valuation difference on available-for-sale securities	(63)	1,009
Foreign currency translation adjustment	(9,094)	2,187
Total other comprehensive income	(9,157)	3,196
Comprehensive income	370,435	230,108
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	370,435	230,108
Comprehensive income attributable to non-controlling interests	—	—