

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

October 30, 2023

Company name: JBCC Holdings Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 9889 URL <https://www.jbcchd.co.jp>  
 Representative: Representative Director and President Seiji Higashiue  
 Inquiries: Executive Officer Corporate Planning Takayuki Ohshima TEL 03-6262-5733  
 Scheduled date to file Quarterly Securities Report: November 13, 2023  
 Scheduled date to commence dividend payments: December 1, 2023  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 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	%
Six months ended September 30, 2023	32,971	14.1	2,282	11.4	2,386	9.9	1,693	12.5
Six months ended September 30, 2022	28,889	4.8	2,048	22.8	2,171	22.1	1,505	19.8

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2023	107.50		-	
Six months ended September 30, 2022	96.07		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	37,576	21,030	56.0
As of March 31, 2023	35,950	19,882	55.3

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	-	31.00	-	41.00	72.00
Year ending March 31, 2024	-	40.00	-	-	-
Year ending March 31, 2024 (Forecast)	-	-	-	54.00	94.00

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
Full year	63,800	9.7	4,500	19.5	4,600	19.6	3,230	20.6	204.98

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 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: Yes
- (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 September 30, 2023	17,773,743 shares	As of March 31, 2023	17,773,743 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	2,045,833 shares	As of March 31, 2023	2,028,872 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	15,757,860 shares	Six months ended September 30, 2022	15,673,676 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	10,654	9,700
Notes and accounts receivable - trade, and contract assets	12,849	14,965
Merchandise and finished goods	1,390	1,638
Raw materials and supplies	295	308
Other	2,714	3,149
Allowance for doubtful accounts	(99)	(105)
Total current assets	27,806	29,657
Non-current assets		
Property, plant and equipment	1,864	1,761
Intangible assets	456	438
Investments and other assets		
Investment securities	2,590	2,710
Other	3,259	3,035
Allowance for doubtful accounts	(26)	(26)
Total investments and other assets	5,824	5,719
Total non-current assets	8,144	7,919
Total assets	35,950	37,576
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,838	4,757
Accrued expenses	4,564	5,080
Income taxes payable	574	828
Provision for loss on orders received	26	6
Other	5,259	5,086
Total current liabilities	15,263	15,758
Non-current liabilities		
Retirement benefit liability	5	6
Asset retirement obligations	627	631
Other	171	149
Total non-current liabilities	804	787
Total liabilities	16,068	16,545
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,713	4,713
Capital surplus	5,014	5,103
Retained earnings	12,114	13,162
Treasury shares	(2,610)	(2,716)
Total shareholders' equity	19,232	20,263
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	663	775
Foreign currency translation adjustment	(3)	(3)
Remeasurements of defined benefit plans	(10)	(5)
Total accumulated other comprehensive income	649	766
Total net assets	19,882	21,030
Total liabilities and net assets	35,950	37,576

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	28,889	32,971
Cost of sales	19,976	23,238
Gross profit	8,913	9,733
Selling, general and administrative expenses	6,864	7,451
Operating profit	2,048	2,282
Non-operating income		
Dividend income	32	32
Share of profit of entities accounted for using equity method	–	5
Insurance fee income	86	46
Other	45	33
Total non-operating income	164	117
Non-operating expenses		
Interest expenses	5	6
Share of loss of entities accounted for using equity method	26	–
Commission expenses	6	6
Other	2	1
Total non-operating expenses	41	13
Ordinary profit	2,171	2,386
Extraordinary income		
Gain on sale of investment securities	15	91
Gain on liquidation of subsidiaries	12	–
Total extraordinary income	28	91
Profit before income taxes	2,200	2,477
Income taxes	694	783
Profit	1,505	1,693
Profit attributable to owners of parent	1,505	1,693

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

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	1,505	1,693
Other comprehensive income		
Valuation difference on available-for-sale securities	(101)	112
Foreign currency translation adjustment	19	0
Remeasurements of defined benefit plans, net of tax	3	5
Total other comprehensive income	(79)	117
Comprehensive income	1,426	1,811
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,426	1,811

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	2,200	2,477
Depreciation	219	203
Gain on sale of investment securities	(16)	(91)
Loss (gain) on liquidation of subsidiaries	(12)	–
Increase (decrease) in allowance for doubtful accounts	2	6
Increase (decrease) in retirement benefit liability	(6)	(0)
Interest and dividend income	(33)	(33)
Interest expenses	5	6
Commission expenses	6	6
Share of loss (profit) of entities accounted for using equity method	26	(5)
Decrease (increase) in trade receivables and contract assets	(2,577)	(2,108)
Decrease (increase) in inventories	138	(259)
Increase (decrease) in trade payables	198	(79)
Increase (decrease) in accrued expenses	(369)	513
Decrease (increase) in accounts receivable - other	32	91
Increase (decrease) in accounts payable - other	(53)	(1,090)
Increase (decrease) in long-term accounts payable - other	(1,339)	(17)
Other, net	76	349
Subtotal	(1,501)	(33)
Interest and dividends received	40	31
Interest paid	(4)	(3)
Commission fee paid	(3)	(1)
Income taxes refund (paid)	(323)	(365)
Other, net	101	56
Net cash provided by (used in) operating activities	(1,691)	(315)
Cash flows from investing activities		
Purchase of property, plant and equipment	(175)	(3)
Purchase of intangible assets	(39)	(63)
Payments of leasehold and guarantee deposits	(245)	(0)
Proceeds from refund of leasehold and guarantee deposits	9	219
Proceeds from sale of investment securities	41	137
Proceeds from liquidation of subsidiaries	20	–
Other, net	0	(0)
Net cash provided by (used in) investing activities	(388)	289
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(210)	–
Purchase of treasury shares	(0)	(197)
Dividends paid	(501)	(645)
Repayments of lease liabilities	(100)	(76)
Net cash provided by (used in) financing activities	(811)	(919)
Effect of exchange rate change on cash and cash equivalents	1	(8)
Net increase (decrease) in cash and cash equivalents	(2,889)	(953)
Cash and cash equivalents at beginning of period	12,111	10,654
Cash and cash equivalents at end of period	9,221	9,700