

Translation

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

November 13, 2023

Company name: KOA SHOJI HOLDINGS CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 9273 URL <https://www.koashoji-hd.com/>
 Representative: President and Representative Director Toshiyuki SHUTO
 Inquiries: Director in charge of Finance & Accounting Miyoko KOMATSU TEL 045(560)6607
 Scheduled date to file Quarterly Securities Report: November 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 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 September 30, 2023 (from July 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	%
Three months ended September 30, 2023	5,823	8.7	1,197	17.9	1,191	21.6	757	25.0
Three months ended September 30, 2022	5,358	10.6	1,015	16.6	979	11.8	605	(0.0)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended September 30, 2023	19.12		–	
Three months ended September 30, 2022	15.29		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	28,654	21,211	74.0
As of June 30, 2023	28,464	20,923	73.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2023	–	0.00	–	12.00	12.00
Year ending June 30, 2024	–				
Year ending June 30, 2024 (Forecast)		0.00	–	12.00	12.00

3. Forecast of consolidated financial results for the year ending June 30, 2024 (from July 1, 2023 to June 30, 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	22,980	4.2	4,380	3.1	4,380	7.0	2,770	3.1	69.92

4. Notes

- (1) Changes in significant subsidiaries during the three 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: 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 September 30, 2023	39,619,980 shares	As of June 30, 2023	39,619,980 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	1,356 shares	As of June 30, 2023	1,356 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended September 30, 2023	39,618,624 shares	Three months ended September 30, 2022	39,618,624 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of June 30, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	10,767,016	9,574,910
Notes and accounts receivable - trade	3,910,453	4,219,983
Electronically recorded monetary claims - operating	4,406,195	5,213,939
Merchandise and finished goods	1,415,639	1,514,914
Work in process	563,125	491,750
Raw materials and supplies	483,358	545,339
Other	284,469	296,443
Total current assets	21,830,258	21,857,281
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,889,478	4,897,723
Accumulated depreciation	(2,336,069)	(2,385,200)
Buildings and structures, net	2,553,408	2,512,522
Machinery, equipment and vehicles	3,798,624	3,804,129
Accumulated depreciation	(2,267,079)	(2,366,005)
Machinery, equipment and vehicles, net	1,531,544	1,438,123
Tools, furniture and fixtures	1,351,945	1,354,353
Accumulated depreciation	(1,085,743)	(1,105,783)
Tools, furniture and fixtures, net	266,201	248,569
Land	1,761,774	1,761,774
Construction in progress	163,026	485,414
Total property, plant and equipment	6,275,955	6,446,405
Intangible assets		
Other	33,879	28,237
Total intangible assets	33,879	28,237
Investments and other assets		
Investment securities	56,775	71,372
Deferred tax assets	222,079	205,596
Retirement benefit asset	29,891	29,528
Other	15,652	16,280
Total investments and other assets	324,399	322,778
Total non-current assets	6,634,234	6,797,421
Total assets	28,464,493	28,654,702

(Thousands of yen)

	As of June 30, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,504,004	1,808,015
Electronically recorded obligations - operating	686,818	947,593
Short-term borrowings	850,000	850,000
Current portion of long-term borrowings	349,904	373,904
Income taxes payable	810,011	426,779
Provision for bonuses	48,558	114,103
Other	984,618	684,149
Total current liabilities	5,233,914	5,204,546
Non-current liabilities		
Long-term borrowings	1,941,288	1,869,288
Deferred tax liabilities	1,460	3,787
Provision for retirement benefits for directors (and other officers)	137,624	140,637
Retirement benefit liability	135,597	141,652
Other	91,119	82,937
Total non-current liabilities	2,307,090	2,238,302
Total liabilities	7,541,004	7,442,849
Net assets		
Shareholders' equity		
Share capital	522,277	522,277
Capital surplus	205,828	205,828
Retained earnings	20,172,089	20,454,252
Treasury shares	(407)	(407)
Total shareholders' equity	20,899,787	21,181,950
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,915	20,848
Deferred gains or losses on hedges	11,785	9,054
Total accumulated other comprehensive income	23,700	29,903
Total net assets	20,923,488	21,211,853
Total liabilities and net assets	28,464,493	28,654,702

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended September 30, 2022	Three months ended September 30, 2023
Net sales	5,358,608	5,823,138
Cost of sales	3,837,240	4,100,088
Gross profit	1,521,367	1,723,049
Selling, general and administrative expenses	506,256	525,893
Operating profit	1,015,111	1,197,156
Non-operating income		
Interest and dividend income	859	907
Commission income	3,088	672
Compensation income	4,922	413
Other	879	1,552
Total non-operating income	9,749	3,546
Non-operating expenses		
Interest expenses	2,036	1,670
Foreign exchange losses	42,725	7,995
Other	784	0
Total non-operating expenses	45,545	9,666
Ordinary profit	979,315	1,191,036
Profit before income taxes	979,315	1,191,036
Income taxes - current	352,795	417,837
Income taxes - deferred	20,619	15,613
Total income taxes	373,415	433,450
Profit	605,900	757,585
Profit attributable to owners of parent	605,900	757,585

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended September 30, 2022	Three months ended September 30, 2023
Profit	605,900	757,585
Other comprehensive income		
Valuation difference on available-for-sale securities	260	8,933
Deferred gains or losses on hedges	(1,304)	(2,730)
Total other comprehensive income	(1,044)	6,202
Comprehensive income	604,856	763,788
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	604,856	763,788