

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

January 26, 2024

Company name: KOA Corporation  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6999 URL <https://www.koaglobal.com>  
 Representative: President and CEO Tadao Hanagata  
 Inquiries: Director and the Top Management of Management Administration Initiative Kousei Mukaiyama TEL 0265-70-7171  
 Scheduled date to file Quarterly Securities Report: February 5, 2024  
 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 nine months ended December 31, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	49,217	(14.1)	3,068	(64.7)	3,741	(57.9)	2,393	(60.4)
Nine months ended December 31, 2022	57,310	20.1	8,679	88.8	8,877	72.2	6,038	60.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	64.54	–
Nine months ended December 31, 2022	162.92	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2023	124,483	75,979	61.0	2,048.26
As of March 31, 2023	112,768	73,722	65.4	1,988.46

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	–	25.00	–	25.00	50.00
Year ending March 31, 2024	–	25.00	–		
Year ending March 31, 2024 (Forecast)				25.00	50.00

### 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	65,100	(13.3)	2,300	(77.5)	3,200	(69.6)	2,200	(70.1)	59.33

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 2023	40,479,724 shares	As of March 31, 2023	40,479,724 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	3,385,063 shares	As of March 31, 2023	3,404,617 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	37,086,847 shares	Nine months ended December 31, 2022	37,066,547 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	28,638	31,159
Notes and accounts receivable - trade	15,859	13,636
Inventories	13,906	13,649
Other	5,026	5,494
Total current assets	63,430	63,940
Non-current assets		
Property, plant and equipment	40,100	48,491
Intangible assets	737	2,698
Investments and other assets	8,499	9,353
Total non-current assets	49,337	60,543
Total assets	112,768	124,483
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	5,623	3,829
Short-term borrowings	228	361
Other	11,628	9,186
Total current liabilities	17,480	13,377
Non-current liabilities		
Long-term borrowings	16,754	30,102
Retirement benefit liability	1,921	2,014
Other	2,889	3,010
Total non-current liabilities	21,565	35,126
Total liabilities	39,045	48,504
<b>Net assets</b>		
Shareholders' equity		
Share capital	6,033	6,033
Capital surplus	9,211	9,232
Retained earnings	57,453	57,992
Treasury shares	(2,381)	(2,367)
Total shareholders' equity	70,316	70,890
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,563	1,640
Foreign currency translation adjustment	2,234	3,779
Remeasurements of defined benefit plans	(391)	(330)
Total accumulated other comprehensive income	3,406	5,089
Total net assets	73,722	75,979
Total liabilities and net assets	112,768	124,483

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	57,310	49,217
Cost of sales	37,167	33,926
Gross profit	20,142	15,291
Selling, general and administrative expenses	11,463	12,223
Operating profit	8,679	3,068
Non-operating income		
Interest income	46	206
Dividend income	60	72
Foreign exchange gains	–	57
Other	733	693
Total non-operating income	839	1,029
Non-operating expenses		
Interest expenses	57	106
Foreign exchange losses	7	–
Commission for syndicated loans	482	2
Temporary leave fee	–	137
Other	93	109
Total non-operating expenses	641	356
Ordinary profit	8,877	3,741
Extraordinary income		
Gain on sale of non-current assets	1	1
Gain on sale of investment securities	5	0
Total extraordinary income	6	2
Extraordinary losses		
Loss on disposal of non-current assets	23	73
Loss on sale of non-current assets	9	–
Impairment losses	10	–
Litigation settlement	–	354
Provision for environmental measures	130	–
Operation suspension related costs	490	–
Other	2	0
Total extraordinary losses	665	427
Profit before income taxes	8,218	3,316
Income taxes	2,179	922
Profit	6,038	2,393
Profit attributable to owners of parent	6,038	2,393

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

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	6,038	2,393
Other comprehensive income		
Valuation difference on available-for-sale securities	(206)	77
Foreign currency translation adjustment	1,362	1,491
Remeasurements of defined benefit plans, net of tax	52	60
Share of other comprehensive income of entities accounted for using equity method	64	52
Total other comprehensive income	1,273	1,682
Comprehensive income	7,312	4,076
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,312	4,076