

February 2, 2024

## Consolidated Financial Results for the First Nine Months of the Fiscal Year Ended March 31, 2024 <under Japanese GAAP>

Company name: **TAIYO HOLDINGS CO., LTD.**  
Listing: Prime Market of the Tokyo Stock Exchange  
Stock code: 4626  
URL: <https://www.taiyo-hd.co.jp/en>  
Representative: Eiji Sato, President and CEO  
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Scheduled date to file quarterly report: February 2, 2024  
Scheduled date to commence dividend payments: —  
Preparation of supplementary briefing material on quarterly financial results: Yes  
Holding of quarterly financial results presentation meeting: Yes (for individual investors)

(Millions of yen with fractional amounts discarded, unless otherwise noted)

### 1. Consolidated financial results for the first nine months of the fiscal year ended March 31, 2024 (from April 1, 2023 to December 31, 2023)

#### (1) Operating results (cumulative)

(Millions of yen, % year on year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
		%		%		%		%
Nine months ended:								
December 31, 2023	78,040	1.7	14,256	(0.1)	13,771	(1.0)	10,196	(1.2)
December 31, 2022	76,772	4.3	14,269	(0.7)	13,910	(5.0)	10,320	(0.4)

Note: Comprehensive income  
For the nine months ended December 31, 2023: 12,335 millions of yen [11.1%]  
For the nine months ended December 31, 2022: 11,106 millions of yen [(10.2%)]

	Basic earnings per share	Diluted earnings per share
Nine months ended:	Yen	Yen
December 31, 2023	182.54	—
December 31, 2022	184.09	—

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**(2) Financial position**

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2023	204,565	100,442	49.1	1,795.92
March 31, 2023	187,263	92,739	49.5	1,663.25

Reference: Equity (Net assets excluding non-controlling interests)

As of December 31, 2023: 100,437 millions of yen

As of March 31, 2023: 92,736 millions of yen

**2. Cash dividends**

	Annual cash dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	37.00	—	(Note 2) 52.00	89.00
Fiscal year ended March 31, 2024	—	38.00	—		
Fiscal year ended March 31, 2024 (Forecast)				38.00	76.00

Notes: 1. Revisions to the forecasts of cash dividends most recently announced: None

2. Breakdown of year-end dividends for the fiscal year ended March 31, 2023:

Dividend per common share: 37.00 yen Commemorative dividend: 15.00 yen

**3. Consolidated earnings forecasts for the fiscal year ended March 31, 2024  
(from April 1, 2023 to March 31, 2024)**

(Millions of yen, % year on year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
		%		%		%		%	Yen
Fiscal year ended March 31, 2024	103,600	6.4	17,600	10.2	16,900	9.3	11,700	2.6	209.57

Note: Revisions to the consolidated earnings forecasts most recently announced: None

**\* Notes**

- (1) Changes in significant subsidiaries during the first nine months of the fiscal year ended March 31, 2024 (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of specific accounting for preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
- a. Changes in accounting policies due to revisions to accounting standards and other regulations: None
- b. Changes in accounting policies due to other reasons: None
- c. Changes in accounting estimates: None
- d. Restatement of prior period financial statements after error corrections: None

(4) Number of issued shares

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

As of December 31, 2023	58,291,559 shares
As of March 31, 2023	58,185,501 shares

b. Number of treasury shares at the end of the period

As of December 31, 2023	2,366,238 shares
As of March 31, 2023	2,429,150 shares

c. Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year)

As of December 31, 2023	55,857,692 shares
As of December 31, 2022	56,059,766 shares

Notes: The number of treasury shares includes the Company's shares held by The Master Trust Bank of Japan, Ltd. (trust account for shares granted under the Employee Stock Ownership Plan (ESOP)).

**\* Quarterly financial statements are not subject to quarterly review by a certified public accountant or audit firm.**

**\* Proper use of earnings forecasts, and other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company makes no promise regarding achievement of any content in the forward-looking statements. Actual business and other results may differ substantially due to various factors.

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**1. Consolidated Financial Statements and Explanatory Notes****(1) Consolidated balance sheet**

(Millions of yen)

	Consolidated fiscal year ended March 31, 2023 (As of March 31, 2023)	Consolidated fiscal year ended March 31, 2024 (As of December 31, 2023)
<b>Assets</b>		
Current assets		
Cash and deposits	47,121	49,806
Notes and accounts receivable - trade	22,734	27,548
Merchandise and finished goods	7,038	7,030
Work in process	1,398	1,915
Raw materials and supplies	6,539	8,200
Other	5,290	5,817
Allowance for doubtful accounts	(72)	(35)
Total current assets	90,050	100,284
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	22,492	23,791
Other, net	37,909	40,557
Total property, plant and equipment	60,401	64,348
Intangible assets		
Goodwill	4,974	2,956
Sales rights	15,834	19,414
Customer-related assets	5,476	5,119
Other	2,885	3,630
Total intangible assets	29,170	31,120
Investments and other assets		
Other	7,834	9,019
Allowance for doubtful accounts	(193)	(207)
Total investments and other assets	7,640	8,812
Total non-current assets	97,212	104,281
Total assets	187,263	204,565
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	6,513	10,496
Short-term borrowings	5,424	7,884
Current portion of long-term borrowings	12,902	33,364
Income taxes payable	1,031	1,525
Provision for bonuses	1,108	635
Other provisions	87	471
Other	8,047	6,049
Total current liabilities	35,115	60,426
Non-current liabilities		
Long-term borrowings	53,174	38,953
Retirement benefit liability	108	94
Other provisions	55	49
Other	6,069	4,599
Total non-current liabilities	59,407	43,697
Total liabilities	94,523	104,123
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,761	9,903
Capital surplus	14,883	15,025
Retained earnings	67,561	72,724
Treasury shares	(6,107)	(5,993)
Total shareholders' equity	86,098	91,660
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	429	769
Foreign currency translation adjustment	6,223	8,021
Remeasurements of defined benefit plans	(14)	(14)
Total accumulated other comprehensive income	6,637	8,777
Non-controlling interests	3	4
Total net assets	92,739	100,442
Total liabilities and net assets	187,263	204,565

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**(2) Consolidated statement of income and consolidated statement of comprehensive income**  
**Consolidated statement of income (cumulative)**

(Millions of yen)

	Consolidated fiscal year ended March 31, 2023 (April 1, 2022 to December 31, 2022)	Consolidated fiscal year ended March 31, 2024 (April 1, 2023 to December 31, 2023)
Net sales	76,772	78,040
Cost of sales	42,170	41,552
Gross profit	34,602	36,487
Selling, general and administrative expenses	20,332	22,230
Operating income	14,269	14,256
Non-operating income		
Interest income	68	162
Dividend income	29	20
Subsidy income	64	29
Other	214	135
Total non-operating income	377	347
Non-operating expenses		
Interest expenses	345	478
Foreign exchange losses	262	84
Other	127	270
Total non-operating expenses	735	833
Ordinary income	13,910	13,771
Profit before income taxes	13,910	13,771
Income taxes - current	3,378	3,081
Income taxes - deferred	213	493
Total income taxes	3,591	3,575
Profit	10,319	10,196
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	10,320	10,196

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

(Millions of yen)

	Consolidated fiscal year ended March 31, 2023 (April 1, 2022 to December 31, 2022)	Consolidated fiscal year ended March 31, 2024 (April 1, 2023 to December 31, 2023)
Profit	10,319	10,196
Other comprehensive income		
Valuation difference on available-for-sale securities	103	340
Foreign currency translation adjustment	690	1,798
Remeasurements of defined benefit plans, net of tax	(7)	0
Total other comprehensive income	786	2,139
Comprehensive income	11,106	12,335
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,106	12,335
Comprehensive income attributable to non-controlling interests	(0)	(0)

**(3) Notes to consolidated financial statements**

**(Notes on premise of going concern)**

None.

**(Notes on substantial changes in the amount of shareholders' equity)**

None.