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## Consolidated Financial Results for the Three Months Ended December 31, 2023 [Japanese GAAP]

February 7, 2024

Company name: PCI Holdings,INC.

Stock exchange listing: Tokyo

Code number: 3918

URL: <https://www.pci-h.co.jp/>

Representative: Kunio Yokoyama

Contact: Naohiro Iguchi

Phone: +81-3-6858-0530

Scheduled date of filing quarterly securities report: February 13, 2024

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

President  
Director and General Manager of Corporate Planning  
Headquarters

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Three Months Ended December 31, 2023 (October 1, 2023 to December 31, 2023)

## (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	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 December 31, 2023	6,071	(8.6)	179	(33.1)	208	(25.2)	115	(22.6)
December 31, 2022	6,644	13.1	267	16.2	278	9.8	149	(30.6)

(Note) Comprehensive income: Three months ended December 31, 2023: ¥ 217 million [ 20.2%]  
Three months ended December 31, 2022: ¥ 180 million [ (47.7)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
December 31, 2023	11.58	-
December 31, 2022	14.89	-

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2023	16,360	8,897	51.5	852.78
September 30, 2023	17,627	9,098	48.7	852.10

(Reference) Equity: As of December 31, 2023: ¥ 8,429 million  
As of September 30, 2023: ¥ 8,587 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended September 30, 2023	-	16.00	-	17.00	33.00
Fiscal year ending September 30, 2024	-				
Fiscal year ending September 30, 2024 (Forecast)		17.00	-	18.00	35.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending September 30, 2024 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2024(October 1, 2023 to September 30, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending March 31, 2024	12,600	(11.6)	630	(28.0)	650	(27.3)	370	(26.6)	37.11
Full year	26,300	(7.7)	1,510	(11.7)	1,550	(12.7)	880	(12.7)	88.65

(Note) Revision to the financial results forecast announced most recently: No

## \* Notes:

(1) Changes in significant subsidiaries during the three months ended December 31, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New	-	(Company name:	)
Exclusion:	-	(Company name:	)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

December 31, 2023: 10,122,400 shares

September 30, 2023: 10,322,400 shares

2) Number of treasury shares at the end of the period:

December 31, 2023: 237,585 shares

September 30, 2023: 244,785 shares

3) Average number of shares outstanding during the period:

Three months ended December 31, 2023: 10,011,660 shares

Three months ended December 31, 2022: 10,062,515 shares

## Quarterly Consolidated Financial Statements

## Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of September 30, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	4,108,259	3,154,554
Notes and accounts receivable - trade, and contract assets	4,751,694	4,248,106
Electronically recorded monetary claims - operating	1,698,818	1,755,617
Inventories	1,347,537	1,553,759
Other	599,358	617,636
Total current assets	12,505,669	11,329,673
Non-current assets		
Property, plant and equipment	854,696	882,531
Intangible assets		
Goodwill	1,779,769	1,734,426
Other	67,652	65,544
Total intangible assets	1,847,422	1,799,970
Investments and other assets	2,418,442	2,347,122
Total non-current assets	5,120,561	5,029,624
Deferred assets	1,322	1,218
Total assets	17,627,554	16,360,515
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	2,057,500	1,984,281
Electronically recorded obligations - operating	927,572	924,421
Current portion of bonds payable	30,000	30,000
Current portion of long-term borrowings	803,570	682,070
Accounts payable - other	513,206	498,922
Income taxes payable	284,256	23,318
Provision for bonuses	546,178	55,475
Provision for bonuses for directors (and other officers)	15,030	3,707
Asset retirement obligations	12,632	-
Other	1,808,347	1,859,320
Total current liabilities	6,998,293	6,061,517
Non-current liabilities		
Bonds payable	75,000	60,000
Long-term borrowings	680,892	566,208
Provision for retirement benefits for directors (and other officers)	47,410	37,000
Retirement benefit liability	155,844	150,046
Asset retirement obligations	467,411	468,029
Other	104,050	120,469
Total non-current liabilities	1,530,609	1,401,753
Total liabilities	8,528,903	7,463,271

(Thousands of yen)

	As of September 30, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	2,091,897	2,091,897
Capital surplus	3,667,601	3,516,644
Retained earnings	3,075,602	2,938,604
Treasury shares	(317,778)	(281,077)
Total shareholders' equity	8,517,322	8,266,070
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	139,846	244,161
Remeasurements of defined benefit plans	(70,060)	(80,647)
Total accumulated other comprehensive income	69,785	163,514
Share acquisition rights	40,677	42,204
Non-controlling interests	470,865	425,456
Total net assets	9,098,650	8,897,244
Total liabilities and net assets	17,627,554	16,360,515

## Quarterly Consolidated Statements of Income and Comprehensive Income

## Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended December 31, 2022	For the three months ended December 31, 2023
Net sales	6,644,345	6,071,837
Cost of sales	5,216,406	4,705,803
Gross profit	1,427,939	1,366,034
Selling, general and administrative expenses	1,159,977	1,186,804
Operating profit	267,961	179,229
Non-operating income		
Interest and dividend income	16,509	20,834
Foreign exchange gains	-	11,652
Subsidy income	1,464	965
Other	844	4,750
Total non-operating income	18,819	38,202
Non-operating expenses		
Interest expenses	1,829	1,774
Commission expenses	125	6,139
Foreign exchange losses	5,763	-
Other	341	1,107
Total non-operating expenses	8,060	9,021
Ordinary profit	278,720	208,411
Extraordinary income		
Gain on sale of investment securities	-	21,805
Total extraordinary income	-	21,805
Extraordinary losses		
Loss on retirement of non-current assets	1,042	8,434
Total extraordinary losses	1,042	8,434
Profit before income taxes	277,678	221,781
Income taxes - current	2,278	10,803
Income taxes - deferred	112,927	87,180
Total income taxes	115,206	97,983
Profit	162,471	123,797
Profit attributable to non-controlling interests	12,653	7,910
Profit attributable to owners of parent	149,818	115,887

## Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousands of yen)

	For the three months ended December 31, 2022	For the three months ended December 31, 2023
Profit	162,471	123,797
Other comprehensive income		
Valuation difference on available-for-sale securities	30,178	104,315
Remeasurements of defined benefit plans, net of tax	(11,674)	(10,587)
Total other comprehensive income	18,504	93,728
Comprehensive income	180,976	217,525
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	168,322	209,615
Comprehensive income attributable to non-controlling interests	12,653	7,910