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

February 8, 2024

Company name: SHIKIBO LTD.

Stock exchange listing: Tokyo

Code number: 3109

URL: <https://www.shikibo.co.jp/>

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Scheduled date of filing quarterly securities report: February 14, 2024

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: No

Schedule of quarterly financial results briefing session: No

,Representative Director,President

,Executive Officer,Division Manager,Corporate Division

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2023 (April 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	%
Nine months ended December 31, 2023	29,056	2.1	916	8.1	827	6.1	513	(60.0)
December 31, 2022	28,447	6.6	848	(21.2)	779	(1.6)	1,285	-

(Note) Comprehensive income: Nine months ended December 31, 2023: ¥ 948 million [(42.8)%]
 Nine months ended December 31, 2022: ¥ 1,659 million [742.0%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	44.32	-
December 31, 2022	110.89	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
December 31, 2023	82,890	33,720	40.7
March 31, 2023	82,043	33,357	40.6

(Reference) Equity: As of December 31, 2023: ¥ 33,696 million
 As of March 31, 2023: ¥ 33,337 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 March 31, 2023	-	0.00	-	50.00	50.00
Fiscal year ending March 31, 2024	-	0.00	-		
Fiscal year ending March 31, 2024 (Forecast)				50.00	50.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 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
Full year	39,000	2.9	1,300	6.7	1,100	(2.3)	800	(49.0)	69.02

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

* Notes:

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

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

(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: 11,810,829 shares

March 31, 2023: 11,810,829 shares

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

December 31, 2023: 219,494 shares

March 31, 2023: 218,908 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2023: 11,591,642 shares

Nine months ended December 31, 2022: 11,589,028 shares

(Note) The Company has adopted a stock compensation plan (Board Benefit Trust). For the purpose of calculating basic earnings per share, the number of the shares of the Company remaining in the Board Benefit Trust that are recorded as treasury shares under shareholders' equity is included in the number of treasury shares to be deducted in the calculation of the average number of shares during the period.

* These financial results are outside the scope of audits by certified public accountants or audit firms.

* Explanation of the proper use of financial results forecast and other notes

Financial results forecast and other forward-looking statements included in this material are based on information currently available to the Company and certain assumptions deemed reasonable, and actual performance and other results may differ significantly from these forecasts due to various factors.

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	4,996	5,531
Notes and accounts receivable - trade	7,101	6,615
Electronically recorded monetary claims - operating	1,938	2,119
Merchandise and finished goods	5,911	5,909
Work in process	1,926	1,899
Raw materials and supplies	1,843	1,684
Income taxes refund receivable	177	-
Other	861	823
Allowance for doubtful accounts	(21)	(11)
Total current assets	24,738	24,572
Non-current assets		
Property, plant and equipment		
Buildings and structures	45,179	45,870
Accumulated depreciation and impairment	(33,666)	(34,521)
Buildings and structures, net	11,512	11,348
Machinery, equipment and vehicles	27,420	28,042
Accumulated depreciation and impairment	(25,369)	(25,702)
Machinery, equipment and vehicles, net	2,050	2,340
Tools, furniture and fixtures	1,647	1,634
Accumulated depreciation and impairment	(1,513)	(1,505)
Tools, furniture and fixtures, net	133	128
Land	38,270	38,200
Leased assets	1,886	1,644
Accumulated depreciation	(1,089)	(646)
Leased assets, net	797	998
Construction in progress	492	1,053
Total property, plant and equipment	53,256	54,069
Intangible assets	509	584
Investments and other assets		
Investment securities	889	1,095
Long-term loans receivable	-	200
Deferred tax assets	2,195	1,955
Other	505	463
Allowance for doubtful accounts	(51)	(51)
Total investments and other assets	3,539	3,663
Total non-current assets	57,305	58,317
Total assets	82,043	82,890

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,222	3,001
Electronically recorded obligations - operating	974	1,050
Short-term borrowings	9,257	9,959
Current portion of bonds payable	1,110	1,950
Accrued expenses	553	565
Income taxes payable	73	153
Accrued consumption taxes	-	198
Provision for bonuses	584	302
Provision for loss on fire	36	-
Other	1,296	1,336
Total current liabilities	17,109	18,517
Non-current liabilities		
Bonds payable	2,690	1,520
Long-term borrowings	11,021	11,129
Lease liabilities	688	916
Deferred tax liabilities	179	186
Deferred tax liabilities for land revaluation	6,216	6,194
Retirement benefit liability	6,266	6,150
Provision for retirement benefits for directors (and other officers)	54	68
Provision for repairs	81	99
Long-term leasehold and guarantee deposits received	4,145	4,143
Other	233	243
Total non-current liabilities	31,576	30,652
Total liabilities	48,686	49,169
Net assets		
Shareholders' equity		
Share capital	11,336	11,336
Capital surplus	896	896
Retained earnings	9,155	9,134
Treasury shares	(241)	(241)
Total shareholders' equity	21,146	21,125
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	180	294
Deferred gains or losses on hedges	(15)	(31)
Revaluation reserve for land	13,238	13,187
Foreign currency translation adjustment	(1,040)	(757)
Remeasurements of defined benefit plans	(171)	(122)
Total accumulated other comprehensive income	12,191	12,571
Non-controlling interests	19	23
Total net assets	33,357	33,720
Total liabilities and net assets	82,043	82,890

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Net sales	28,447	29,056
Cost of sales	23,502	23,893
Gross profit	4,945	5,163
Selling, general and administrative expenses	4,096	4,246
Operating profit	848	916
Non-operating income		
Interest income	3	7
Dividend income	23	20
Insurance claim income	-	18
Foreign exchange gains	77	30
Subsidy income	27	25
Miscellaneous income	62	59
Total non-operating income	194	161
Non-operating expenses		
Interest expenses	160	164
Miscellaneous expenses	102	86
Total non-operating expenses	263	251
Ordinary profit	779	827
Extraordinary income		
Insurance claim income	845	139
Gain on sale of investment securities	400	-
Other	13	22
Total extraordinary income	1,259	161
Extraordinary losses		
Loss on sale of non-current assets	5	77
Loss on retirement of non-current assets	12	29
Loss on valuation of investment securities	-	29
Loss due to disaster	43	5
Loss on fire	91	-
Loss on sale of shares of subsidiaries	1,193	-
Other	-	10
Total extraordinary losses	1,345	152
Profit before income taxes	693	837
Income taxes - current	113	140
Income taxes - deferred	(717)	182
Total income taxes	(604)	322
Profit	1,297	514
Profit attributable to non-controlling interests	12	0
Profit attributable to owners of parent	1,285	513

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Profit	1,297	514
Other comprehensive income		
Valuation difference on available-for-sale securities	35	114
Deferred gains or losses on hedges	(59)	(15)
Foreign currency translation adjustment	368	286
Remeasurements of defined benefit plans, net of tax	16	49
Total other comprehensive income	361	434
Comprehensive income	1,659	948
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,644	944
Comprehensive income attributable to non-controlling interests	14	4