

Translation

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

February 6, 2024

Company name: JACCS CO., LTD
 Stock exchange listing: Tokyo
 Stock code: 8584 URL <https://www.jaccs.co.jp/>
 Representative: President and Representative Director Murakami Ryo
 Director and Senior Managing Executive
 Inquiries: Officer Saitou Takashi TEL 03-5448-1311
 Scheduled date to file Quarterly Securities Report: February 9, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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

	Operating revenue		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	139,176	7.5	27,137	3.5	27,040	2.8	18,158	0.2
Nine months ended December 31, 2022	129,443	5.4	26,213	18.6	26,296	18.2	18,125	18.6

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	523.45	521.49
Nine months ended December 31, 2022	522.95	520.79

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	3,738,188	229,923	5.9
As of March 31, 2023	3,575,732	210,605	5.7

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	–	95.00	–	95.00	190.00
Year ending March 31, 2024	–	100.00	–		
Year ending March 31, 2024 (Forecast)				110.00	210.00

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

	Operating revenue		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	183,000	5.5	32,500	2.6	32,500	2.3	23,000	6.2	663.11

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: 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 December 31, 2023	35,079,161 shares	As of March 31, 2023	35,079,161 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	379,811 shares	As of March 31, 2023	399,554 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	34,689,483 shares	Nine months ended December 31, 2022	34,660,504 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
Assets		
Current assets		
Cash and deposits	162,351	202,126
Accounts receivable - installment	3,138,458	3,242,577
Investments in leases	132,915	125,076
Prepaid expenses	4,457	5,122
Advances paid	29,207	29,811
Accounts receivable - other	13,982	34,527
Other	32,345	36,906
Allowance for doubtful accounts	(28,410)	(30,385)
Total current assets	3,485,306	3,645,764
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,497	9,727
Accumulated depreciation	(6,335)	(6,610)
Buildings and structures, net	3,161	3,117
Land	14,828	14,828
Other	11,786	12,485
Accumulated depreciation	(6,955)	(7,533)
Other, net	4,830	4,952
Total property, plant and equipment	22,821	22,898
Intangible assets		
Goodwill	340	172
Software	26,619	25,685
Other	14	14
Total intangible assets	26,974	25,871
Investments and other assets		
Investment securities	20,617	25,256
Bad debts	877	201
Long-term prepaid expenses	4,241	4,216
Deferred tax assets	2,398	1,790
Guarantee deposits	1,420	1,506
Retirement benefit asset	7,125	7,300
Other	4,596	3,522
Allowance for doubtful accounts	(647)	(141)
Total investments and other assets	40,629	43,653
Total non-current assets	90,425	92,424
Total assets	3,575,732	3,738,188

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	254,341	258,827
Short-term borrowings	322,984	344,591
Current portion of bonds payable	61,071	56,805
Current portion of long-term borrowings	169,274	217,644
Current portion of long-term loans payable for receivable securitization	238,106	255,884
Commercial papers	450,300	452,500
Accounts payable - other	6,971	5,916
Accrued expenses	2,608	3,392
Income taxes payable	5,681	4,163
Deposits received	73,883	83,304
Unearned revenue	1,303	1,362
Provision for bonuses	2,817	1,477
Provision for point card certificates	2,764	2,846
Provision for loss on guarantees	1,091	1,108
Deferred installment income	229,876	236,750
Other	29,058	28,613
Total current liabilities	1,852,135	1,955,192
Non-current liabilities		
Bonds payable	226,885	213,889
Long-term borrowings	766,936	794,326
Long-term loans payable for receivable securitization	515,679	539,078
Deferred tax liabilities	1	1,362
Provision for loss on interest repayment	695	686
Retirement benefit liability	19	26
Long-term guarantee deposits	1,659	1,312
Other	1,113	2,392
Total non-current liabilities	1,512,990	1,553,073
Total liabilities	3,365,126	3,508,265
Net assets		
Shareholders' equity		
Share capital	16,138	16,138
Capital surplus	30,534	30,659
Retained earnings	147,062	158,456
Treasury shares	(911)	(868)
Total shareholders' equity	192,823	204,385
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,982	13,646
Deferred gains or losses on hedges	(188)	(220)
Foreign currency translation adjustment	1,147	3,567
Remeasurements of defined benefit plans	275	201
Total accumulated other comprehensive income	11,217	17,194
Share acquisition rights	211	206
Non-controlling interests	6,353	8,136
Total net assets	210,605	229,923
Total liabilities and net assets	3,575,732	3,738,188

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
Operating revenue		
Operating revenues	128,605	135,770
Financial revenue		
Interest income	17	91
Dividend income	629	603
Other financial revenue	192	2,710
Total financial revenue	838	3,405
Total operating revenue	129,443	139,176
Operating expenses		
Selling, general and administrative expenses	92,276	96,849
Financial expenses		
Interest on borrowings	9,179	12,846
Interest on commercial papers	194	258
Other financial expenses	1,578	2,084
Total financial expenses	10,953	15,189
Total operating expenses	103,230	112,038
Operating profit	26,213	27,137
Non-operating income		
Miscellaneous income	94	90
Total non-operating income	94	90
Non-operating expenses		
Miscellaneous losses	11	187
Total non-operating expenses	11	187
Ordinary profit	26,296	27,040
Extraordinary income		
Gain on sale of investment securities	251	203
Gain on liquidation of investment securities	–	93
Total extraordinary income	251	296
Extraordinary losses		
Loss on retirement of non-current assets	18	28
Loss on sale of investment securities	5	0
Total extraordinary losses	24	28
Profit before income taxes	26,523	27,308
Income taxes - current	6,727	8,326
Income taxes - deferred	1,220	543
Total income taxes	7,947	8,870
Profit	18,576	18,437
Profit attributable to non-controlling interests	450	279
Profit attributable to owners of parent	18,125	18,158

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	18,576	18,437
Other comprehensive income		
Valuation difference on available-for-sale securities	1,553	3,663
Deferred gains or losses on hedges	291	(67)
Foreign currency translation adjustment	4,628	3,311
Remeasurements of defined benefit plans, net of tax	(175)	(72)
Total other comprehensive income	6,297	6,836
Comprehensive income	24,873	25,273
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,256	24,135
Comprehensive income attributable to non-controlling interests	1,616	1,137