

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



February 8, 2024

Company name: **SODA NIKKA CO., LTD.**

Stock exchange listing: Tokyo Stock Exchange

Code number: 8158

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

Representative: Ryuji Mezaki, President and Chief Executive Officer

Contact: Osamu Iwabuchi, Executive Officer and Finance and Accounting Division Director

Phone: +81-3-3245-1803

Scheduled date of filing quarterly report: February 13, 2024

Scheduled date of commencing dividend payments: –

Preparation of supplementary explanatory materials: No

Quarterly financial results briefing: No

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

1. Consolidated Results for the Nine Months Ended December 31, 2023 (April 1, 2023 – December 31, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended								
December 31, 2023	48,850	4.4	1,797	21.2	2,156	16.5	1,531	15.6
December 31, 2022	46,777	14.3	1,483	44.6	1,850	47.9	1,325	26.5

(Note) Comprehensive income: Nine months ended December 31, 2023: ¥3,009 million [180.3%]

Nine months ended December 31, 2022: ¥1,073 million [14.8%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
December 31, 2023	67.00	–
December 31, 2022	58.41	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2023	78,730	28,233	35.9
As of March 31, 2023	69,292	26,437	38.2

(Reference) Equity: As of December 31, 2023: ¥28,233 million

As of March 31, 2023: ¥26,437 million

2. Cash 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	–	13.00	–	27.00	40.00
Fiscal year ending March 31, 2024	–	15.00	–		
Fiscal year ending March 31, 2024 (Forecast)				15.00	30.00

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

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	63,700	1.5	1,920	10.3	2,310	8.4	1,700	12.8	74.83

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

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: None
(changes in specified subsidiaries resulting in changes in scope of consolidation)
- (2) Application of an accounting method specific to the preparation of Quarterly Consolidated Financial Statements:
None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of outstanding shares (common shares)
 - 1) Total number of outstanding shares at the end of the period (including treasury shares):
December 31, 2023: 22,968,000 shares
March 31, 2023: 22,968,000 shares
 - 2) Total number of treasury shares at the end of the period:
December 31, 2023: 249,628 shares
March 31, 2023: 9,556 shares
 - 3) Average number of shares during the period:
Nine months ended December 31, 2023: 22,862,514 shares
Nine months ended December 31, 2022: 22,686,777 shares

* These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit corporations.

*** Explanation of the proper use of performance forecast and other notes**

The above forecasts are estimated based on the information currently available, and actual results may differ from these forecasts due to a wide range of factors. For assumptions that form the basis of the performance forecast and cautionary notes, etc. on the use of performance forecast, please see “Explanation regarding information on future prospects such as forecast of consolidated results” on page 3 of this Quarterly Consolidated Financial Statements (attached materials, Japanese only).

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	8,405	9,464
Notes and accounts receivable - trade, and contract assets	41,996	48,141
Merchandise and finished goods	1,512	1,278
Other	774	327
Allowance for doubtful accounts	(114)	(83)
Total current assets	52,573	59,129
Non-current assets		
Property, plant and equipment	3,235	4,248
Intangible assets	123	67
Investments and other assets		
Investment securities	12,604	14,556
Distressed receivables	5	0
Other	756	729
Allowance for doubtful accounts	(6)	(1)
Total investments and other assets	13,360	15,285
Total non-current assets	16,719	19,600
Total assets	69,292	78,730

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	32,085	38,899
Short-term borrowings	4,757	5,673
Income taxes payable	519	279
Contract liabilities	166	3
Provisions	437	305
Other	995	804
Total current liabilities	38,961	45,965
Non-current liabilities		
Deferred tax liabilities	1,683	2,342
Retirement benefit liability	1,192	1,197
Other	1,018	990
Total non-current liabilities	3,893	4,530
Total liabilities	42,855	50,496
Net assets		
Shareholders' equity		
Share capital	3,762	3,762
Capital surplus	3,116	3,116
Retained earnings	13,999	14,567
Treasury shares	(6)	(255)
Total shareholders' equity	20,871	21,189
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,279	6,691
Deferred gains or losses on hedges	(3)	(1)
Revaluation reserve for land	196	196
Foreign currency translation adjustment	96	155
Remeasurements of defined benefit plans	(2)	2
Total accumulated other comprehensive income	5,566	7,043
Total net assets	26,437	28,233
Total liabilities and net assets	69,292	78,730

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Consolidated Statements of Income
For the Nine-Month Period

(Million yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	46,777	48,850
Cost of sales	40,599	42,202
Gross profit	6,177	6,647
Selling, general and administrative expenses		
Freight and incidental costs	970	873
Salaries and allowances	1,719	1,807
Provision for bonuses	173	213
Provision for bonuses for directors (and other officers)	24	20
Provision for share awards for directors (and other officers)	—	25
Retirement benefit expenses	105	75
Other	1,702	1,835
Total selling, general and administrative expenses	4,694	4,850
Operating profit	1,483	1,797
Non-operating income		
Interest income	1	5
Dividend income	348	360
Other	47	30
Total non-operating income	397	395
Non-operating expenses		
Interest expenses	17	25
Commission for syndicated loans	9	9
Other	3	2
Total non-operating expenses	30	36
Ordinary profit	1,850	2,156
Extraordinary income		
Gain on sale of non-current assets	19	—
Gain on sale of investment securities	41	111
Compensation for forced relocation	30	—
Total extraordinary income	90	111
Extraordinary losses		
Loss on sale and retirement of non-current assets	—	22
Office relocation expenses	11	—
Total extraordinary losses	11	22
Profit before income taxes	1,929	2,245
Income taxes - current	555	655
Income taxes - deferred	48	58
Total income taxes	604	713
Profit	1,325	1,531
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	1,325	1,531

Consolidated Statements of Comprehensive Income
For the Nine-Month Period

(Million yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	1,325	1,531
Other comprehensive income		
Valuation difference on available-for-sale securities	(325)	1,411
Deferred gains or losses on hedges	(5)	1
Foreign currency translation adjustment	72	59
Remeasurements of defined benefit plans, net of tax	7	5
Total other comprehensive income	(251)	1,477
Comprehensive income	1,073	3,009
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,073	3,009
Comprehensive income attributable to non-controlling interests	—	—