

Translation

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

February 8, 2024

Company name: Takashima & Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8007 URL <https://www.tak.co.jp/en/index.html>
 Representative: President and Representative Director Koichi Takashima
 Inquiries: Accounting Unit Manager Koki Sakai TEL +81-3-5217-7297
 Scheduled date to file Quarterly Securities Report: February 8, 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

	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	66,416	10.3	1,692	72.0	1,876	70.8	1,237	54.8
Nine months ended December 31, 2022	60,211	6.5	983	(21.6)	1,098	(24.7)	799	(23.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	69.56		–	
Nine months ended December 31, 2022	44.68		–	

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Earnings per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2023	62,773	20,538	32.7	1,159.63
As of March 31, 2023	53,060	19,539	36.8	1,098.11

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Net assets per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

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	–	70.00	–	100.00	170.00
Year ending March 31, 2024	–	20.00	–		
Year ending March 31, 2024 (Forecast)				40.00	60.00

Note: On October 1, 2023, the Company carried out a 4-for-1 share split of its common stock. For the fiscal year ending March 31, 2023, the actual amount of dividends before the stock split is stated.

Breakdown of year-end dividend for the fiscal year ending March 2024 (forecast), Ordinary dividend 25 yen, Special dividend 15 yen

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

	Net sales		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	94,000	18.0	2,300	30.3	2,400	23.7	4,800	202.7	269.89

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Earnings per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

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	17,865,092 shares	As of March 31, 2023	17,865,092 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	153,940 shares	As of March 31, 2023	71,552 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	17,784,942 shares	Nine months ended December 31, 2022	17,893,200 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	7,791	7,014
Notes and accounts receivable - trade, and contract assets	26,260	29,481
Merchandise and finished goods	5,162	5,801
Work in process	64	233
Raw materials and supplies	1,446	1,441
Costs on construction contracts in progress	13	91
Other	742	533
Allowance for doubtful accounts	(41)	(45)
Total current assets	41,440	44,552
Non-current assets		
Property, plant and equipment	4,707	6,557
Intangible assets		
Goodwill	1,069	6,091
Other	592	610
Total intangible assets	1,662	6,702
Investments and other assets		
Investment securities	3,050	2,804
Retirement benefit asset	261	258
Other	2,095	2,051
Allowance for doubtful accounts	(158)	(152)
Total investments and other assets	5,249	4,961
Total non-current assets	11,619	18,221
Total assets	53,060	62,773

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	15,277	18,162
Electronically recorded obligations - operating	5,735	4,944
Short-term borrowings	3,548	8,485
Income taxes payable	384	451
Provision for bonuses	554	401
Provision for bonuses for directors (and other officers)	52	75
Other	2,033	2,975
Total current liabilities	27,585	35,496
Non-current liabilities		
Bonds payable	30	20
Long-term borrowings	3,347	4,015
Retirement benefit liability	84	131
Other	2,472	2,570
Total non-current liabilities	5,935	6,738
Total liabilities	33,520	42,235
Net assets		
Shareholders' equity		
Share capital	3,801	3,801
Capital surplus	1,637	1,642
Retained earnings	12,482	12,918
Treasury shares	(47)	(134)
Total shareholders' equity	17,874	18,227
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	704	773
Revaluation reserve for land	417	417
Foreign currency translation adjustment	555	1,125
Remeasurements of defined benefit plans	(12)	(5)
Total accumulated other comprehensive income	1,665	2,310
Total net assets	19,539	20,538
Total liabilities and net assets	53,060	62,773

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
Net sales	60,211	66,416
Cost of sales	53,454	57,151
Gross profit	6,757	9,264
Selling, general and administrative expenses	5,773	7,572
Operating profit	983	1,692
Non-operating income		
Interest income	21	62
Dividend income	116	106
Share of profit of entities accounted for using equity method	12	4
Foreign exchange gains	–	17
Reversal of allowance for doubtful accounts	3	–
Other	97	61
Total non-operating income	250	253
Non-operating expenses		
Interest expenses	31	58
Foreign exchange losses	85	–
Leave allowance of non-current assets	12	–
Other	6	10
Total non-operating expenses	135	68
Ordinary profit	1,098	1,876
Extraordinary income		
Gain on sale of investment securities	110	423
Other	–	40
Total extraordinary income	110	463
Extraordinary losses		
Loss on retirement of non-current assets	25	32
Loss on tax purpose reduction entry of non-current assets	7	–
Loss on sale of investment securities	–	11
Loss on liquidation of subsidiaries	–	102
Total extraordinary losses	33	146
Profit before income taxes	1,176	2,194
Income taxes - current	345	698
Income taxes for prior periods	63	–
Income taxes - deferred	(31)	259
Total income taxes	377	957
Profit	799	1,237
Profit attributable to owners of parent	799	1,237

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	799	1,237
Other comprehensive income		
Valuation difference on available-for-sale securities	(12)	68
Foreign currency translation adjustment	817	570
Remeasurements of defined benefit plans, net of tax	0	6
Total other comprehensive income	805	645
Comprehensive income	1,604	1,882
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,604	1,882