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February 13, 2024

Consolidated Financial Results for the Fiscal Year Ended December 31, 2023 (Under Japanese GAAP)

Company name: SPACE CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 9622
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 Scheduled date of annual general meeting of shareholders: March 27, 2024
 Scheduled date to commence dividend payments: March 28, 2024
 Scheduled date to file annual securities report: March 27, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2023	52,793	13.0	2,574	22.8	2,616	23.1	1,685	20.9
December 31, 2022	46,707	10.1	2,096	-5.9	2,126	-6.1	1,394	-7.9

Note: Comprehensive income For the fiscal year ended December 31, 2023: ¥2,027 million [70.8%]
 For the fiscal year ended December 31, 2022: ¥1,187 million [-28.3%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
December 31, 2023	68.76	-	5.6	7.2	4.9
December 31, 2022	56.71	-	4.7	6.1	4.5

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended December 31, 2023: ¥- million
 For the fiscal year ended December 31, 2022: ¥- million

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2023	37,625	30,753	81.6	1,253.19
December 31, 2022	35,404	29,596	83.5	1,205.44

Reference: Equity
 As of December 31, 2023: ¥30,702 million
 As of December 31, 2022: ¥29,562 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
December 31, 2023	2,133	-3,172	-882	11,771
December 31, 2022	-29	-82	-1,014	13,681

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
December 31, 2022	-	18.00	-	18.00	36.00	883	63.5	3.0
December 31, 2023	-	18.00	-	22.00	40.00	980	58.2	3.3
December 31, 2024 (Forecast)	-	20.00	-	20.00	40.00		55.7	

Note: Breakdown of year-end cash dividend for the fiscal year ended December 31, 2023
Commemorative dividend: 4.00 yen

3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes.)

	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	26,800	3.2	1,350	31.6	1,350	29.1	870	65.4	35.49
Full year	52,900	0.2	2,650	2.9	2,660	1.7	1,760	4.4	71.81

* **Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(3) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2023	26,600,319 shares
As of December 31, 2022	26,600,319 shares

- (ii) Number of treasury shares at the end of the period

As of December 31, 2023	2,100,773 shares
As of December 31, 2022	2,075,937 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended December 31, 2023	24,507,850 shares
Fiscal year ended December 31, 2022	24,583,791 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2023	51,645	12.9	2,520	23.8	2,550	23.8	1,655	21.3
December 31, 2022	45,754	10.5	2,036	-8.5	2,061	-8.6	1,365	-9.1

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
December 31, 2023	67.55	-
December 31, 2022	55.52	-

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2023	36,931	30,362	82.2	1,239.29
December 31, 2022	35,053	29,523	84.2	1,203.84

Reference: Equity

As of December 31, 2023: ¥30,362 million
As of December 31, 2022: ¥29,523 million

2. Forecast of non-consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months	26,300	2.5	1,360	33.6	900	66.1	36.72
Full year	51,700	0.1	2,610	2.3	1,730	4.5	70.58

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, the Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.