

Translation

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

February 7, 2024

Company name: CUBE SYSTEM INC.  
 Stock exchange listing: Tokyo  
 Stock code: 2335 URL <https://www.cubesystem.co.jp/en/>  
 Representative: Representative Director and President Masahiro Nakanishi  
 Seniority Corporate Officer, Hirofumi Kitagaki  
 Inquiries: President's Office TEL 03-5487-6030  
 Scheduled date to file Quarterly Securities Report: February 14, 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	13,565	13.3	1,161	22.1	1,169	22.6	758	20.7
Nine months ended December 31, 2022	11,972	(0.6)	951	(15.3)	953	(15.8)	628	(16.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	50.03		–	
Nine months ended December 31, 2022	45.84		–	

#### (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	12,873	9,699	75.3	639.73
As of March 31, 2023	12,547	9,616	76.6	634.29

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	23.00	–	27.00	50.00
Year ending March 31, 2024	–	15.00	–		
Year ending March 31, 2024 (Forecast)				15.00	30.00

Notes: Revisions to the forecast of cash dividends most recently announced: None

Breakdown of interim dividend for the six months ended September 30, 2022:

Ordinary dividend of ¥11.00, and 50th anniversary commemorative dividend of ¥12.00

Breakdown of year-end dividend for the fiscal year ended March 31, 2023:

Ordinary dividend of ¥15.00, and 50th anniversary commemorative dividend of ¥12.00

### 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

	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	18,000	10.3	1,620	11.5	1,635	10.4	1,080	9.1	71.23

Note: Revision to the financial results forecast announced most recently: None

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	15,750,000 shares	As of March 31, 2023	15,750,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	588,832 shares	As of March 31, 2023	588,832 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	15,161,168 shares	Nine months ended December 31, 2022	13,703,537 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	6,748,203	6,648,226
Accounts receivable-trade and contract assets	2,702,189	2,778,998
Securities	100,000	–
Work in process	10,764	16,124
Other	141,995	140,138
Total current assets	9,703,153	9,583,488
Non-current assets		
Property, plant and equipment	124,378	159,877
Intangible assets	3,330	3,330
Investments and other assets		
Investment securities	1,634,179	1,984,929
Retirement benefit asset	490,358	495,272
Other	592,122	646,477
Total investments and other assets	2,716,660	3,126,678
Total non-current assets	2,844,369	3,289,886
Total assets	12,547,523	12,873,375
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	796,239	876,655
Short-term borrowings	240,000	230,000
Income taxes payable	313,954	127,641
Provision for bonuses	351,565	347,732
Provision for bonuses for directors (and other officers)	8,500	7,500
Provision for loss on orders received	2,291	19,431
Other	476,293	722,352
Total current liabilities	2,188,844	2,331,313
Non-current liabilities		
Provision for share-based compensation	332,222	377,200
Asset retirement obligations	139,065	149,626
Other	270,841	316,199
Total non-current liabilities	742,130	843,026
Total liabilities	2,930,974	3,174,340
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,400,228	1,400,228
Capital surplus	1,491,474	1,491,474
Retained earnings	6,459,029	6,556,155
Treasury shares	(503,601)	(503,601)
Total shareholders' equity	8,847,130	8,944,256
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	509,026	581,759
Foreign currency translation adjustment	30,209	35,370
Remeasurements of defined benefit plans	230,182	137,649
Total accumulated other comprehensive income	769,418	754,778
Total net assets	9,616,548	9,699,035
Total liabilities and net assets	12,547,523	12,873,375

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	11,972,618	13,565,476
Cost of sales	9,404,268	10,631,220
Gross profit	2,568,349	2,934,255
Selling, general and administrative expenses	1,617,118	1,772,399
Operating profit	951,230	1,161,855
Non-operating income		
Interest income	3,022	4,343
Dividend income	11,001	10,678
Other	8,620	5,792
Total non-operating income	22,644	20,814
Non-operating expenses		
Interest expenses	1,053	969
Foreign exchange losses	6,519	6,542
Share issuance costs	6,363	-
Other	5,981	5,984
Total non-operating expenses	19,918	13,496
Ordinary profit	953,956	1,169,173
Profit before income taxes	953,956	1,169,173
Income taxes	325,785	410,662
Profit	628,171	758,511
Profit attributable to owners of parent	628,171	758,511

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	628,171	758,511
Other comprehensive income		
Valuation difference on available-for-sale securities	139,781	72,733
Foreign currency translation adjustment	6,589	5,160
Remeasurements of defined benefit plans, net of tax	(22,785)	(92,533)
Total other comprehensive income	123,584	(14,639)
Comprehensive income	751,755	743,872
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	751,755	743,872