

Translation

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

February 14, 2024

Company name: VALTES HOLDINGS CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 4442 URL <https://www.valtes-hd.co.jp/>  
 Representative: Representative Director, Chairman, President Shinji Tanaka  
 Inquiries: Director Yuichi Nishimura TEL 06(6534)6570  
 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: Yes (for institutional investors and analysts)

(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	7,669	17.1	533	(34.6)	533	(35.5)	310	(45.1)
Nine months ended December 31, 2022	6,548	36.8	815	210.3	826	209.9	565	210.5

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	15.17		15.16	
Nine months ended December 31, 2022	27.76		27.63	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	5,111	2,720	53.2
As of March 31, 2023	4,089	2,406	58.9

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	–	0.00	–	0.00	0.00
Year ending March 31, 2024	–	0.00	–		
Year ending March 31, 2024 (Forecast)				4.00	4.00

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	10,360	14.4	820	(15.4)	820	(16.5)	506	(22.2)	24.74

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): Yes
- (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	21,450,000 shares	As of March 31, 2023	21,450,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	978,306 shares	As of March 31, 2023	975,438 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	20,472,422 shares	Nine months ended December 31, 2022	20,372,159 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	1,535,447	1,786,777
Notes and accounts receivable - trade, and contract assets	1,208,289	1,218,037
Electronically recorded monetary claims - operating	7,003	–
Other	143,364	280,200
Total current assets	2,894,104	3,285,016
Non-current assets		
Property, plant and equipment	185,212	213,816
Intangible assets		
Goodwill	350,142	884,343
Other	101,333	130,732
Total intangible assets	451,476	1,015,076
Investments and other assets		
Deferred tax assets	178,743	150,616
Other	379,563	446,852
Total investments and other assets	558,306	597,468
Total non-current assets	1,194,995	1,826,361
Total assets	4,089,100	5,111,378
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	310,107	249,971
Short-term borrowings	115,000	315,000
Current portion of long-term borrowings	21,948	91,944
Accounts payable - other	556,967	538,387
Income taxes payable	255,876	77,407
Provision for bonuses	175,550	118,212
Other	213,480	385,770
Total current liabilities	1,648,930	1,776,693
Non-current liabilities		
Long-term borrowings	32,799	613,173
Retirement benefit liability	72	45
Other	802	758
Total non-current liabilities	33,673	613,976
Total liabilities	1,682,603	2,390,670
<b>Net assets</b>		
Shareholders' equity		
Share capital	90,000	90,000
Capital surplus	775,589	776,440
Retained earnings	1,719,472	2,030,069
Treasury shares	(177,373)	(177,330)
Total shareholders' equity	2,407,687	2,719,179
Accumulated other comprehensive income		
Foreign currency translation adjustment	(1,191)	(1,818)
Total accumulated other comprehensive income	(1,191)	(1,818)
Share acquisition rights	–	3,346
Total net assets	2,406,496	2,720,707
Total liabilities and net assets	4,089,100	5,111,378

**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	6,548,115	7,669,776
Cost of sales	4,607,851	5,485,722
Gross profit	1,940,264	2,184,053
Selling, general and administrative expenses	1,124,586	1,650,988
Operating profit	815,677	533,065
Non-operating income		
Interest income	13	16
Subsidy income	9,104	2,528
Foreign exchange gains	1,806	1,831
Other	1,176	1,004
Total non-operating income	12,100	5,381
Non-operating expenses		
Interest expenses	1,158	4,873
Guarantee commission	308	308
Total non-operating expenses	1,466	5,181
Ordinary profit	826,310	533,265
Extraordinary losses		
Loss on retirement of non-current assets	1,092	–
Loss on valuation of investment securities	–	30,000
Total extraordinary losses	1,092	30,000
Profit before income taxes	825,217	503,265
Income taxes - current	228,253	152,279
Income taxes - deferred	31,377	40,388
Total income taxes	259,630	192,667
Profit	565,587	310,597
Profit attributable to owners of parent	565,587	310,597

## Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	565,587	310,597
Other comprehensive income		
Foreign currency translation adjustment	(392)	(626)
Total other comprehensive income	(392)	(626)
Comprehensive income	565,194	309,970
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	565,194	309,970
Comprehensive income attributable to non-controlling interests	—	—