

April 5, 2024

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Name of representative: Shinichi Fujita, President
(Securities code: 3299; Tokyo
Stock Exchange Market)
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(Corrections / Corrections of Numerical Data) Partial Correction of "Consolidated Financial Results for the Year Ended December 31, 2023(Based on Japan GAAP)"

The “【Delayed】 Consolidated Financial Results for the Year Ended December 31, 2023” announced on February 14, 2024, requires partial corrections. In addition, since there were correction in the numerical data,

1. Reason for the correction

Some errors were found in the process of preparing the securities report. Therefore, we would like to make correction.

2. Details of the correction

The details of the correction are as follows. The corrected numerical data is also attached.

1. Operating Results and Financial Position

(3) Analysis of Cash Flows

【Before correction】

[Cash flows from financing activities]

Net cash used in financing activities during the consolidated fiscal year under review totaled 2,153 million yen (net cash provided in financing activities during the previous consolidated fiscal year was 11,847 million yen). This primarily reflects proceeds from long-term loans payable of 18,335 million yen and proceeds from the issuance of corporate bonds of 2,581 million yen and short-term loans net increase of 3,129 million yen, while the repayment of long-term loans payable was 22,603 million yen and the redemption of Bonds payable was 3,122 million yen.

【After correction】

[Cash flows from financing activities]

Net cash used in financing activities during the consolidated fiscal year under review totaled 2,153 million yen (net cash provided in financing activities during the previous consolidated fiscal year was 11,847 million yen). This primarily reflects proceeds from long-term loans payable of 18,122 million yen and proceeds from the issuance of corporate bonds of 2,581 million yen and short-term loans net increase of 3,129 million yen, while the repayment of long-term loans payable was 22,390 million yen and the redemption of Bonds payable was 3,122 million yen.

3. Consolidated Financial Statements
(4) Consolidated Statements of Cash Flows
【Before correction】

(Million yen)

	FY2022 (From January 1, 2022 to December 31, 2022)	FY2023 (From January 1, 2023 to December 31, 2023)
Cash flows from operating activities		
(Omission)		
Decrease (increase) in other current assets	205	(99)
Increase (decrease) in other current liabilities	632	(7)
Other, net	(14)	78
Subtotal	(10,398)	<u>7,108</u>
Interest and dividend income received	1	1
Interest paid	(649)	(734)
Interest paid	0	0
Income taxes paid	(444)	(1,002)
Net cash provided by (used in) operating activities	(11,491)	5,374
Cash flows from investing activities		
(Omission)		
Payments for investments in capital	—	△4)
Payments of leasehold and guarantee deposits	(12)	(0)
Proceeds from refund of leasehold and guarantee deposits	0	(29)
Net cash provided by (used in) investing activities	(157)	(498)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,284	3,129
Proceeds from long-term borrowings	21,827	<u>18,335</u>
Repayments of long-term borrowings	(14,431)	<u>(22,603)</u>
(Omission)		
Net cash provided by (used in) financing activities	11,847	(2,153)
Net increase (decrease) in cash and cash equivalents	199	2,722
Cash and cash equivalents at beginning of period	16,116	16,315
Cash and cash equivalents at end of period	16,315	19,037

【After correction】

(Million yen)

	FY2022 (From January 1, 2022 to December 31, 2022)	FY2023 (From January 1, 2023 to December 31, 2023)
Cash flows from operating activities		
(Omission)		
Decrease (increase) in other current assets	205	(99)
Increase (decrease) in other current liabilities	632	(17)
Other, net	(14)	78
Subtotal	(10,398)	<u>7,098</u>
Interest and dividend income received	1	1
Interest paid	(649)	(723)
Interest paid	0	0
Income taxes paid	(444)	(1,002)
Net cash provided by (used in) operating activities	(11,491)	5,374
Cash flows from investing activities		
(Omission)		
Payments for investments in capital	—	(4)
Payments of leasehold and guarantee deposits	(12)	(42)
Proceeds from refund of leasehold and guarantee deposits	0	<u>12</u>
Net cash provided by (used in) investing activities	(157)	(498)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,284	3,129
Proceeds from long-term borrowings	21,827	<u>18,122</u>
Repayments of long-term borrowings	(14,431)	<u>(22,390)</u>
(Omission)		
Net cash provided by (used in) financing activities	11,847	(2,153)
Net increase (decrease) in cash and cash equivalents	199	2,722
Cash and cash equivalents at beginning of period	16,116	16,315
Cash and cash equivalents at end of period	16,315	19,037

(5) Notes to Consolidated Financial Statements

(Segment information)

[Segment information]

【Before correction】

FY2023 (From January 1, 2023 to December 31, 2023)

(Million yen)

	Reportable Segments			Adjustment (Note)	Total
	Real Estate Trading Business	Real Estate Leasing and Other Business	Sub-total		
Net sales					
Net sales to external customers	49,353	2,286	51,640	—	51,640
Inter-segment sales or transfer	0	27	27	(27)	—
Total	49,353	2,313	51,667	(27)	51,640
Segment profit	7,194	771	7,966	(2,030)	5,936
Segment assets	25,494	33,337	58,831	21,531	80,362
Other items					
Depreciation	7	668	675	41	717
Increase in PPE and intangible non-current assets	<u>30</u>	331	<u>362</u>	<u>5</u>	<u>367</u>

【After correction】

FY2023 (From January 1, 2023 to December 31, 2023)

(Million yen)

	Reportable Segments			Adjustment (Note)	Total
	Real Estate Trading Business	Real Estate Leasing and Other Business	Sub-total		
Net sales					
Net sales to external customers	49,353	2,286	51,640	—	51,640
Inter-segment sales or transfer	0	27	27	(27)	—
Total	49,353	2,313	51,667	(27)	51,640
Segment profit	7,194	771	7,966	(2,030)	5,936
Segment assets	25,494	33,337	58,831	21,531	80,362
Other items					
Depreciation	7	668	675	41	717
Increase in PPE and intangible non-current assets	<u>70</u>	331	<u>402</u>	<u>116</u>	<u>518</u>