

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2024 (Based on Japanese GAAP)

May 7, 2024

Company name: CHARM CARE CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6062 URL <https://www.charmcc.jp/>
 Representative: Chairman and President Takahiko Shimomura
 Inquiries: Director Managing Executive Officer Yoshihiko Maeda TEL 06-6445-3389
 Scheduled date to file Quarterly Securities Report: May 7, 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 March 31, 2024 (from July 1, 2023 to March 31, 2024)

(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 March 31, 2024	29,584	31.6	2,478	81.1	2,863	61.2	1,859	63.1
Nine months ended March 31, 2023	22,486	4.1	1,368	(24.7)	1,776	(9.2)	1,139	(50.3)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended March 31, 2024	56.95		56.87	
Nine months ended March 31, 2023	34.93		34.87	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2024	49,547	16,297	32.8
As of June 30, 2023	43,304	15,135	34.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2023	–	0.00	–	22.00	22.00
Year ending June 30, 2024	–	0.00	–		
Year ending June 30, 2024 (Forecast)				26.00	26.00

3. Forecast of consolidated financial results for the year ending June 30, 2024 (from July 1, 2023 to June 30, 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	47,000	24.1	4,800	14.4	5,000	7.9	3,700	15.4	113.32

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended March 31, 2024
(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: Yes
- (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 March 31, 2024	32,712,000 shares	As of June 30, 2023	32,712,000 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	53,608 shares	As of June 30, 2023	82,628 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended March 31, 2024	32,647,836 shares	Nine months ended March 31, 2023	32,625,108 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of June 30, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	6,813	8,140
Accounts receivable - trade	2,885	3,187
Real estate for sale	1,628	961
Real estate for development	4,171	6,633
Money held in trust	4,731	5,183
Other	1,225	852
Allowance for doubtful accounts	(7)	(7)
Total current assets	21,448	24,950
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,802	8,384
Land	1,822	1,822
Leased assets, net	212	169
Construction in progress	1,383	2,138
Other, net	817	997
Total property, plant and equipment	11,037	13,512
Intangible assets		
Goodwill	2,802	2,641
Other	71	347
Total intangible assets	2,873	2,989
Investments and other assets		
Investment securities	610	610
Guarantee deposits	5,298	5,442
Deferred tax assets	1,357	1,353
Other	679	689
Total investments and other assets	7,944	8,094
Total non-current assets	21,856	24,596
Total assets	43,304	49,547

(Millions of yen)

	As of June 30, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	300	331
Short-term borrowings	5,374	8,526
Current portion of long-term borrowings	955	908
Lease liabilities	87	73
Income taxes payable	1,272	148
Accounts payable - other	1,823	2,045
Contract liabilities	9,713	11,604
Provision for bonuses	135	486
Other	397	271
Total current liabilities	20,060	24,396
Non-current liabilities		
Long-term borrowings	6,597	7,246
Lease liabilities	146	114
Retirement benefit liability	664	728
Asset retirement obligations	214	232
Deferred tax liabilities	214	212
Other	271	319
Total non-current liabilities	8,108	8,853
Total liabilities	28,168	33,249
Net assets		
Shareholders' equity		
Share capital	2,759	2,759
Capital surplus	2,758	2,762
Retained earnings	9,646	10,788
Treasury shares	(66)	(42)
Total shareholders' equity	15,098	16,267
Accumulated other comprehensive income		
Deferred gains or losses on hedges	(0)	(0)
Remeasurements of defined benefit plans	(11)	(3)
Total accumulated other comprehensive income	(12)	(4)
Share acquisition rights	50	34
Total net assets	15,135	16,297
Total liabilities and net assets	43,304	49,547

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended March 31, 2023	Nine months ended March 31, 2024
Net sales	22,486	29,584
Cost of sales	19,087	24,921
Gross profit	3,399	4,662
Selling, general and administrative expenses	2,030	2,183
Operating profit	1,368	2,478
Non-operating income		
Interest income	3	2
Subsidy income	415	379
Other	35	42
Total non-operating income	454	424
Non-operating expenses		
Interest expenses	41	36
Other	5	3
Total non-operating expenses	47	40
Ordinary profit	1,776	2,863
Extraordinary income		
Subsidy income	30	–
Total extraordinary income	30	–
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	29	–
Total extraordinary losses	29	–
Profit before income taxes	1,777	2,863
Income taxes	637	1,003
Profit	1,139	1,859
Profit attributable to owners of parent	1,139	1,859

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended March 31, 2023	Nine months ended March 31, 2024
Profit	1,139	1,859
Other comprehensive income		
Deferred gains or losses on hedges	1	0
Remeasurements of defined benefit plans, net of tax	6	7
Total other comprehensive income	8	8
Comprehensive income	1,147	1,867
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,147	1,867