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June 30, 2022

Consolidated Financial Results for the Fiscal Year Ended May 31, 2022 (Under Japanese GAAP)

Company name: Feedforce Group Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 7068
 URL: <https://feedforcegroup.jp>
 Representative: Koji Tsukada, Representative Director and President
 Inquiries: Shingo Nishiyama, Director and CFO
 Telephone: +81-3-5846-7016
 Scheduled date of annual general meeting of shareholders: August 26, 2022
 Scheduled date to commence dividend payments: —
 Scheduled date to file annual securities report: August 30, 2022
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

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

1. Consolidated financial results for the fiscal year ended May 31, 2022 (from June 1, 2021 to May 31, 2022)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		EBITDA		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
May 31, 2022	3,005	—	1,137	7.5	930	4.5	912	4.3	602	27.4
May 31, 2021	2,587	69.5	1,058	117.0	889	114.0	874	135.5	472	189.6

Note: Comprehensive income For the fiscal year ended May 31, 2022: ¥597 million [19.1%]
 For the fiscal year ended May 31, 2021: ¥501 million [94.8%]

	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
Fiscal year ended	Yen	Yen	%	%	%
May 31, 2022	23.20	22.63	22.5	12.6	31.0
May 31, 2021	18.88	18.21	28.5	15.0	34.4

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended May 31, 2022: ¥— million

For the fiscal year ended May 31, 2021: ¥△5million

- Note: 1. As the "Accounting Standard for Revenue Recognition" will be applied from the fiscal year ending May 31, 2022, the percentage change from the previous fiscal year is not shown for net sales.
2. EBITDA is a sum of operating profit, depreciation, and amortization.
3. The Company conducted a 4-for-1 stock split of common stocks as of December 1, 2020. The "Basic earnings per share" and "Diluted earnings per share" is calculated assuming that the stock split was conducted at the beginning of the previous consolidated fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
May 31, 2022	8,019	3,148	37.2	114.06
May 31, 2021	6,467	2,401	36.6	91.34

Reference: Equity

As of May 31, 2022: ¥2,983 million

As of May 31, 2021: ¥2,366 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
May 31, 2022	623	△880	699	3,636
May 31, 2021	1,333	△11	△312	3,193

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			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended May 31, 2021	—	0.00	—	0.00	0.00	—	—	—
Fiscal year ended May 31, 2022	—	0.00	—	0.00	0.00	—	—	—
Fiscal year ending May 31, 2023 (Forecast)	—	0.00	—	0.00	0.00		—	

3. Consolidated earnings forecasts for the fiscal year ending May 31, 2023 (from June 1, 2022 to May 31, 2023)

(Percentages represent year-on-year changes)

	Net sales		EBITDA		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	%	Millions of yen	%	Yen
Fiscal year ending May 31, 2023 (Forecast)	3,681	22.5	—	—	—	—	—	—	—	—	—

Note: 1. EBITDA is a sum of operating profit, depreciation, and amortization.

2. We will not disclose profit and loss information for the consolidated earnings forecast for the fiscal year ending May 31, 2023, as it is difficult to calculate a reasonable figure. We will disclose the information as soon as the calculation becomes possible.

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: 3 companies (Shippinno Inc, FEEDFORCE VIETNAM COMPANY LIMITED, FRACTA Inc.)

Excluded: 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: Yes

(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 May 31, 2022	26,159,200 shares
As of May 31, 2021	25,910,400 shares

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

As of May 31, 2022	42 shares
As of May 31, 2021	42 shares

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

Fiscal year ended May 31, 2022	25,976,848 shares
Fiscal year ended May 31, 2021	25,045,016 shares

* 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

Forward-looking statements, including the consolidated forecasts stated in these materials, are based on information currently available to Feedforce Group Inc. and certain assumptions deemed reasonable. Results may differ materially from the consolidated forecasts due to various factors.

The Company changed its corporate name from Feedforce, Inc. to Feedforce Group Inc. as of September 1, 2021, following the transition to a holding company structure.