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Consolidated Financial Results  
for the Nine Months Ended November 30, 2022  
[Japanese GAAP]

January 13, 2023

Company name: DD Holdings Co.,Ltd.

Stock exchange listing: Tokyo

Code number: 3073

URL: <https://www.dd-holdings.com/>

Representative: Atsuhisa Matsumura

Contact: Motoaki Saito

President and Representative Director

Managing Director, General Manager of Group's Corporate Management Division

Phone: 03-6858-6080

Scheduled date of filing quarterly securities report: January 13, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Nine Months Ended November 30, 2022 (March 01, 2022 to November 30, 2022)

### (1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended November 30, 2022	23,145	-	(283)	-	113	-	438	-
November 30, 2021	13,249	(28.6)	(6,058)	-	294	-	267	-

(Note) Comprehensive income:	Nine months ended November 30, 2022:	¥	611 million	[	-%]
	Nine months ended November 30, 2021:	¥	176 million	[	-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
November 30, 2022	15.89	-
November 30, 2021	15.34	15.23

(Notes) 1. Diluted earnings per share for the nine months ended November 30, 2022, are not given since there are no dilutive shares.

2. The Company has applied the "Accounting Standard for Revenue Recognition"(ASBJ Statement No.29,revised on March 31,2020),etc.from the beginning of the three months ended May 31,2022,and the figures for the nine months ended November 30,2022 are after the application of the said accounting standard,etc.Therefore,the percentage change from the previous corresponding period is not stated.

## (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
November 30, 2022	34,826	5,856	14.6
February 28, 2022	35,736	5,240	12.7

(Reference) Equity:	As of	November 30, 2022:	¥	5,091 million
	As of	February 28, 2022:	¥	4,522 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2022	-	0.00	-	0.00	0.00
Fiscal year ending February 28, 2023	-	0.00	-		
Fiscal year ending February 28, 2023 (Forecast)				-	-

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending February 28, 2023 :

Commemorative dividend - yen  
Special dividend - yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending February 28, 2023(March 01, 2022 to February 28, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	32,628	-	524	-	903	-	522	-	17.80

(Note) Revision to the financial results forecast announced most recently: No

### \* Notes:

(1) Changes in significant subsidiaries during the nine months ended November 30, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

November 30, 2022: 18,442,720 shares

February 28, 2022: 18,442,720 shares

2) Total number of treasury shares at the end of the period:

November 30, 2022: 338,751 shares

February 28, 2022: 338,751 shares

3) Average number of shares during the period:

Nine months ended November 30, 2022: 18,103,969 shares

Nine months ended November 30, 2021: 17,406,025 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of February 28,2022	As of November 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	8,353	10,635
Deposits held in trust	103	190
Accounts receivable - trade	483	1,157
Deposits paid	157	277
Real estate for sale	572	526
Merchandise	20	34
Raw materials and supplies	189	212
Prepaid expenses	589	583
Accounts receivable - other	4,378	539
Other	72	81
Allowance for doubtful accounts	(11)	(13)
Total current assets	14,909	14,224
Non-current assets		
Property, plant and equipment		
Buildings	14,153	14,279
Accumulated depreciation	(8,047)	(8,288)
Accumulated impairment	(2,384)	(2,341)
Buildings, net	3,721	3,649
Vehicles	21	29
Accumulated depreciation	(13)	(18)
Vehicles, net	7	10
Tools, furniture and fixtures	4,105	4,156
Accumulated depreciation	(3,477)	(3,524)
Accumulated impairment	(381)	(376)
Tools, furniture and fixtures, net	246	255
Land	531	531
Buildings in trust	3,666	3,666
Accumulated depreciation	(230)	(318)
Buildings in trust, net	3,436	3,348
Land in trust	1,948	1,948
Leased assets	652	410
Accumulated depreciation	(483)	(245)
Accumulated impairment	(85)	(67)
Leased assets, net	82	97
Construction in progress	319	380
Total property, plant and equipment	10,294	10,222
Intangible assets		
Goodwill	2,942	2,806
Trademark right	2	0
Software	47	36
Other	6	14
Total intangible assets	2,998	2,858

	As of February 28,2022	As of November 30,2022
Investments and other assets		
Investment securities	934	1,171
Long-term prepaid expenses	128	111
Guarantee deposits	4,555	4,387
Deferred tax assets	1,797	1,785
Other	94	94
Allowance for doubtful accounts	(24)	(30)
Total investments and other assets	7,485	7,520
Total non-current assets	20,778	20,602
Deferred assets		
Business commencement expenses	32	-
Other	16	-
Total deferred assets	48	-
Total assets	35,736	34,826
Liabilities		
Current liabilities		
Accounts payable - trade	385	895
Short-term borrowings	6,293	6,246
Current portion of long-term borrowings	357	9,405
Current portion of bonds payable	-	100
Accounts payable - other	3,109	569
Accrued expenses	970	1,157
Income taxes payable	197	120
Provision for shareholder benefit program	82	41
Asset retirement obligations	97	51
Other	513	1,191
Total current liabilities	12,006	19,778
Non-current liabilities		
Bonds payable	100	-
Long-term borrowings	16,098	6,943
Lease obligations	106	104
Asset retirement obligations	1,303	1,282
Long-term unearned revenue	1	1
Deferred tax liabilities	826	813
Other	52	47
Total non-current liabilities	18,488	9,191
Total liabilities	30,495	28,970

(Million yen)

	As of February 28,2022	As of November 30,2022
Net assets		
Shareholders' equity		
Share capital	100	100
Capital surplus	7,733	7,733
Retained earnings	(3,238)	(2,802)
Treasury shares	(71)	(71)
Total shareholders' equity	4,522	4,959
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(16)	86
Foreign currency translation adjustment	16	45
Total accumulated other comprehensive income	(0)	132
Share acquisition rights	5	1
Non-controlling interests	713	764
Total net assets	5,240	5,856
Total liabilities and net assets	35,736	34,826

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended November 30,2021	For the nine months ended November 30,2022
Net sales	13,249	23,145
Cost of sales	3,050	5,082
Gross profit	10,198	18,062
Selling, general and administrative expenses	16,257	18,346
Operating loss	(6,058)	(283)
Non-operating income		
Interest income	15	0
Dividend income	0	0
Receipt support money	52	24
Rental income from land and buildings	76	69
Subsidy income	6,261	469
Share of profit of entities accounted for using equity method	61	-
Other	145	62
Total non-operating income	6,613	626
Non-operating expenses		
Interest expenses	134	114
Rental expenses	67	63
Commission expenses	28	15
Foreign exchange losses	-	10
Other	29	24
Total non-operating expenses	260	229
Ordinary profit	294	113
Extraordinary income		
Gain on sale of non-current assets	109	0
Removal indemnity	-	590
Gain on forgiveness of debts	-	24
Gain on sale of shares of subsidiaries	263	-
Total extraordinary income	373	614
Extraordinary losses		
Loss on retirement of non-current assets	3	24
Impairment losses	89	91
Cancellation penalty	26	2
Other	0	3
Total extraordinary losses	119	122
Profit before income taxes	547	605
Income taxes	244	126
Profit	303	478
Profit attributable to non-controlling interests	36	40
Profit attributable to owners of parent	267	438

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended November 30,2021	For the nine months ended November 30,2022
Profit	303	478
Other comprehensive income		
Valuation difference on available-for-sale securities	(2)	102
Foreign currency translation adjustment	(127)	29
Share of other comprehensive income of entities accounted for using equity method	2	-
Total other comprehensive income	(127)	132
Comprehensive income	176	611
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	137	560
Comprehensive income attributable to non-controlling interests	39	50