

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

January 27, 2023

Company name: Takakita Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6325 URL <https://www.takakita-net.co.jp>
 Representative: Representative Director and President Mitsuo Matsumoto
 Assistant General Manager,
 Inquiries: Accounting Department, Kazushi Kawabe TEL 0595-63-3111
 Corporate Administration Division
 Scheduled date to file Quarterly Securities Report: February 3, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for general investors)

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2022	5,540	3.5	465	6.1	507	8.2	341	8.6
Nine months ended December 31, 2021	5,355	13.9	438	97.0	469	89.4	314	95.9

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	30.22	29.90
Nine months ended December 31, 2021	27.28	27.04

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	9,156	6,862	74.3
As of March 31, 2022	8,647	6,899	79.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2022	–	5.00	–	5.00	10.00
Year ending March 31, 2023	–	5.00	–		
Year ending March 31, 2023 (Forecast)				5.00	10.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	7,200	2.5	400	(24.5)	450	(24.2)	300	(25.0)	26.67

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) 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

(3) Number of issued shares (common shares)

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

As of December 31, 2022	14,000,000 shares	As of March 31, 2022	14,000,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	2,906,217 shares	As of March 31, 2022	2,506,217 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, 2022	11,293,783 shares	Nine months ended December 31, 2021	11,523,289 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	1,204,439	582,348
Notes and accounts receivable - trade	1,107,782	760,177
Electronically recorded monetary claims - operating	1,137,763	1,923,264
Merchandise and finished goods	781,851	1,124,611
Work in process	139,389	188,566
Raw materials and supplies	321,661	505,914
Accounts receivable - other	365,848	684,876
Other	15,892	17,578
Total current assets	5,074,629	5,787,338
Non-current assets		
Property, plant and equipment		
Buildings, net	1,010,610	971,205
Machinery and equipment, net	299,783	257,480
Land	559,638	559,638
Other, net	173,679	188,313
Total property, plant and equipment	2,043,713	1,976,636
Intangible assets	209,475	178,428
Investments and other assets		
Investment securities	956,791	852,112
Other	363,577	362,806
Allowance for doubtful accounts	(666)	(576)
Total investments and other assets	1,319,702	1,214,342
Total non-current assets	3,572,891	3,369,407
Total assets	8,647,520	9,156,746
Liabilities		
Current liabilities		
Notes and accounts payable - trade	360,026	369,992
Electronically recorded obligations - operating	502,242	1,100,560
Short-term borrowings	70,000	70,000
Income taxes payable	151,283	45,355
Provision for bonuses	113,945	36,437
Other	309,529	426,090
Total current liabilities	1,507,029	2,048,436
Non-current liabilities		
Provision for retirement benefits	175,923	155,765
Provision for retirement benefits for directors (and other officers)	4,100	4,100
Other	60,841	85,594
Total non-current liabilities	240,866	245,460
Total liabilities	1,747,896	2,293,896

	(Thousands of yen)	
	As of March 31, 2022	As of December 31, 2022
Net assets		
Shareholders' equity		
Share capital	1,350,000	1,350,000
Capital surplus	832,196	832,196
Retained earnings	4,894,888	5,123,287
Treasury shares	(649,492)	(850,692)
Total shareholders' equity	6,427,592	6,454,791
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	420,717	350,066
Deferred gains or losses on hedges	625	(371)
Total valuation and translation adjustments	421,342	349,694
Share acquisition rights	50,689	58,364
Total net assets	6,899,624	6,862,850
Total liabilities and net assets	8,647,520	9,156,746

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	5,355,361	5,540,493
Cost of sales	3,644,569	3,744,972
Gross profit	1,710,792	1,795,520
Selling, general and administrative expenses	1,271,813	1,329,817
Operating profit	438,978	465,703
Non-operating income		
Interest income	3	3
Dividend income	11,454	21,573
Rental income from real estate	17,572	17,439
Other	7,525	7,590
Total non-operating income	36,555	46,605
Non-operating expenses		
Interest expenses	186	174
Rental costs on real estate	3,681	3,824
Loss on cancellation of leases	2,000	—
Other	397	371
Total non-operating expenses	6,266	4,370
Ordinary profit	469,268	507,938
Extraordinary income		
Gain on sale of non-current assets	542	649
Total extraordinary income	542	649
Extraordinary losses		
Loss on abandonment of non-current assets	—	40
Loss on sale of investment securities	—	211
Total extraordinary losses	—	252
Profit before income taxes	469,810	508,336
Income taxes - current	111,299	126,056
Income taxes - deferred	44,152	40,943
Total income taxes	155,451	167,000
Profit	314,359	341,336