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## Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]



February 10, 2023

Company name: KOSAIDO Holdings Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 7868

URL: <https://www.kosaido.co.jp/>

Representative: Hiroshi Kurosawa, President and Representative Director

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

Scheduled date of commencing dividend payments: –

Availability of supplementary briefing materials on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes (for Analysts and Institutional investors)

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

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 1, 2022 - December 31, 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 December 31, 2022	26,199	9.7	2,416	26.9	2,374	32.9	1,902	21.6
December 31, 2021	23,891	9.7	1,904	119.0	1,786	126.3	1,565	–

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥1,816 million [29.5%]

Nine months ended December 31, 2021: ¥1,402 million [–%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	66.69	64.23
December 31, 2021	65.88	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2022	68,843	39,218	56.7
As of March 31, 2022	73,736	37,520	50.7

(Reference) Equity: As of December 31, 2022: ¥39,029 million

As of March 31, 2022: ¥37,419 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 March 31, 2022	–	0.00	–	0.00	0.00
Fiscal year ending March 31, 2023	–	7.75	–		
Fiscal year ending March 31, 2023 (Forecast)				12.50	20.25

(Note) Revision to the dividend forecast announced most recently: Yes

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - March 31, 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	36,620	3.6	4,130	10.7	4,000	10.8	3,850	5.7	134.94

(Note) Revision to the financial results forecast announced most recently: Yes

**\* Notes:**

- (1) Changes in significant subsidiaries during the period under review  
(Changes in specified subsidiaries resulting in changes in scope of consolidation): None
- (2) Accounting methods adopted particularly 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: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common stock)
- 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

December 31, 2022:	28,537,769 shares
March 31, 2022:	28,537,769 shares
  - 2) Total number of treasury shares at the end of the period:

December 31, 2022:	5,591 shares
March 31, 2022:	8,126 shares
  - 3) Average number of shares during the period:

Nine months ended December 31, 2022:	28,531,178 shares
Nine months ended December 31, 2021:	23,761,539 shares

\* These quarterly financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

Financial results forecasts and other forward-looking statements contained herein are based on information currently available to the Company and certain assumptions that are deemed reasonable, and the Company does not in any way guarantee the achievement of the forecasts. Actual results may differ significantly due to various factors.

## 2. Quarterly Consolidated Financial Statements and Primary Notes

### (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of December 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	21,662	19,229
Notes and accounts receivable - trade	7,131	4,886
Merchandise and finished goods	100	113
Work in process	716	1,032
Raw materials and supplies	187	233
Other	1,630	1,716
Allowance for doubtful accounts	(79)	(81)
Total current assets	31,350	27,130
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,527	13,957
Machinery, equipment and vehicles, net	4,430	4,119
Land	13,984	13,997
Tools, furniture and fixtures, net	2,638	2,559
Other, net	238	217
Total property, plant and equipment	35,820	34,851
Intangible assets	916	962
Investments and other assets		
Investment securities	2,894	2,900
Other	2,883	3,130
Allowance for doubtful accounts	(133)	(134)
Total investments and other assets	5,643	5,896
Total non-current assets	42,380	41,710
Deferred assets	5	1
<b>Total assets</b>	<b>73,736</b>	<b>68,843</b>

(Million yen)

	As of March 31, 2022	As of December 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	2,448	2,111
Short-term borrowings	5,500	1,400
Current portion of long-term borrowings	5,509	5,449
Current portion of bonds payable	230	160
Income taxes payable	409	234
Provision for bonuses	283	124
Other	3,109	2,731
Total current liabilities	17,492	12,211
Non-current liabilities		
Bonds payable	90	–
Long-term borrowings	16,972	15,812
Deferred tax liabilities	178	223
Deferred tax liabilities for land revaluation	139	139
Retirement benefit liability	21	15
Other	1,321	1,221
Total non-current liabilities	18,723	17,413
<b>Total liabilities</b>	<b>36,215</b>	<b>29,624</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,478	100
Capital surplus	8,025	10,404
Retained earnings	26,742	28,424
Treasury shares	(8)	(5)
Total shareholders' equity	37,239	38,923
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	681	583
Revaluation reserve for land	(459)	(459)
Foreign currency translation adjustment	(41)	(17)
Total accumulated other comprehensive income	180	106
Share acquisition rights	9	11
Non-controlling interests	91	177
<b>Total net assets</b>	<b>37,520</b>	<b>39,218</b>
<b>Total liabilities and net assets</b>	<b>73,736</b>	<b>68,843</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Net sales	23,891	26,199
Cost of sales	16,802	17,595
Gross profit	7,088	8,603
Selling, general and administrative expenses	5,184	6,187
Operating profit	1,904	2,416
Non-operating income		
Interest income	0	5
Dividend income	50	50
Rental income	73	66
Recoveries of written off receivables	–	75
Other	137	112
Total non-operating income	262	308
Non-operating expenses		
Interest expenses	207	190
Commission expenses	81	119
Other	90	40
Total non-operating expenses	379	350
Ordinary profit	1,786	2,374
Extraordinary income		
Gain on sale of non-current assets	30	–
Gain on sale of investment securities	24	–
Other	0	–
Total extraordinary income	55	–
Extraordinary losses		
Loss on sale of non-current assets	2	1
Loss on retirement of non-current assets	10	6
Cost of the infection control under COVID19	26	8
Expenses related to litigation cases and other	52	24
Other	2	0
Total extraordinary losses	93	41
Profit before income taxes	1,748	2,333
Income taxes	203	453
Profit	1,545	1,880
Loss attributable to non-controlling interests	(20)	(22)
Profit attributable to owners of parent	1,565	1,902

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended December 31

(Million yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Profit	1,545	1,880
Other comprehensive income		
Valuation difference on available-for-sale securities	(171)	(97)
Foreign currency translation adjustment	28	34
Total other comprehensive income	(142)	(63)
Comprehensive income	1,402	1,816
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,413	1,828
Comprehensive income attributable to non-controlling interests	(10)	(12)