

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.



Summary of Consolidated Financial Results for the Year Ended May 31, 2023 [Japanese GAAP]

July 11, 2023

Company name: Tama Home Co., Ltd.
Stock exchange listing: Tokyo, Fukuoka
Code number: 1419

URL: <https://www.tamahome.jp/>

Representative: Shinya Tamaki

President & Representative Director

Contact: Toshiya Kojima

Director

Phone: 03-6408-1200

Scheduled date of Annual General Meeting of Shareholders: August 29, 2023

Scheduled date of commencing dividend payments: August 30, 2023

Scheduled date of filing annual securities report: August 29, 2023

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes

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

1. Consolidated Financial Results for the Fiscal Year Ended May 31, 2023 (June 1, 2022 to May 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended May 31, 2023	256,065	6.4	13,264	11.5	13,477	9.2	8,715	5.2
May 31, 2022	240,760	10.4	11,893	8.1	12,346	11.3	8,283	15.6

(Note) Comprehensive income: Fiscal year ended May 31, 2023: ¥ 8,690 million [6.5%]
Fiscal year ended May 31, 2022: ¥ 8,157 million [15.6%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended May 31, 2023	298.41	-	26.5	12.4	5.2
May 31, 2022	282.25	-	29.1	12.0	4.9

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended May 31, 2023: ¥ (27) million
Fiscal year ended May 31, 2022: ¥ (19) million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
May 31, 2023	111,508	34,915	31.3	1,203.11
May 31, 2022	105,077	30,916	29.4	1,053.53

(Reference) Equity: As of May 31, 2023: ¥ 34,876 million
As of May 31, 2022: ¥ 30,872 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 the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
May 31, 2023	6,385	(2,626)	(2,992)	34,323
May 31, 2022	4,580	(1,992)	(1,824)	33,471

2. Dividends

	Dividend per share					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
May 31, 2022	-	0.00	-	125.00	125.00	3,663	44.2	12.9
May 31, 2023	-	0.00	-	180.00	180.00	5,217	59.9	16.0
Fiscal year ending May 31, 2024 (Forecast)	-	0.00	-	185.00	185.00		58.3	

(Note) Breakdown of the year-end dividend for the fiscal year ended May 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending May 31, 2024 (June 1, 2023 to May 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		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	%	Yen
Full year	257,000	0.4	14,100	6.3	14,100	4.6	9,200	5.6	317.37

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) 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

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

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

May 31, 2023: 29,455,800 shares

May 31, 2022: 29,455,800 shares

2) Number of treasury shares at the end of the period:

May 31, 2023: 467,446 shares

May 31, 2022: 151,501 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended May 31, 2023: 29,205,211 shares

Fiscal Year ended May 31, 2022: 29,348,503 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended May 31, 2023 (June 1, 2022 to May 31, 2023)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
May 31, 2023	248,457	6.4	11,640	12.6	12,376	9.6	7,918	4.1
May 31, 2022	233,600	10.8	10,336	7.0	11,291	10.7	7,604	12.5

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
May 31, 2023	271.13	-
May 31, 2022	259.11	-

(2) Non-consolidated Financial Position

As of	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
May 31, 2023	104,967	29,659	28.3	1,023.17
May 31, 2022	97,016	26,403	27.2	901.02

(Reference) Equity: As of May 31, 2023: ¥ 29,659 million
As of May 31, 2022: ¥ 26,403 million

Consolidated Financial Statements

Consolidated Balance Sheets

(Millions of yen)

	As of May 31, 2022	As of May 31, 2023
Assets		
Current assets		
Cash and deposits	33,471	34,323
Notes receivable - trade	62	71
Accounts receivable from completed construction contracts	276	340
Accounts receivable - trade	1,104	930
Operating loans	2,503	1,474
Real estate for sale	11,342	18,718
Costs on construction contracts in progress	11,896	7,832
Real estate for sale in process	16,697	18,515
Other inventories	650	635
Other	1,225	1,645
Allowance for doubtful accounts	(7)	(6)
Total current assets	79,223	84,482
Non-current assets		
Property, plant and equipment		
Buildings and structures	22,944	23,608
Accumulated depreciation	(14,084)	(14,792)
Buildings and structures, net	8,860	8,815
Machinery, equipment and vehicles	4,791	5,982
Accumulated depreciation	(1,692)	(2,277)
Machinery, equipment and vehicles, net	3,098	3,705
Land	6,635	6,360
Leased assets	60	49
Accumulated depreciation	(45)	(40)
Leased assets, net	14	8
Construction in progress	53	61
Other	684	743
Accumulated depreciation	(479)	(542)
Other, net	204	201
Total property, plant and equipment	18,867	19,153
Intangible assets	1,116	1,154
Investments and other assets		
Investment securities	448	313
Long-term loans receivable	67	64
Deferred tax assets	2,025	3,054
Other	3,842	3,827
Allowance for doubtful accounts	(513)	(541)
Total investments and other assets	5,870	6,718
Total non-current assets	25,854	27,026
Total assets	105,077	111,508

(Millions of yen)

	As of May 31, 2022	As of May 31, 2023
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	16,520	18,450
Short-term borrowings	11,401	12,915
Current portion of long-term borrowings	270	1,728
Income taxes payable	2,494	3,704
Advances received on construction contracts in progress	24,821	17,630
Provision for warranties for completed construction	1,389	1,497
Provision for bonuses	241	243
Other	8,310	12,851
Total current liabilities	65,451	69,023
Non-current liabilities		
Long-term borrowings	5,063	3,803
Asset retirement obligations	1,808	1,822
Other	1,836	1,944
Total non-current liabilities	8,709	7,570
Total liabilities	74,160	76,593
Net assets		
Shareholders' equity		
Share capital	4,310	4,310
Capital surplus	4,280	4,280
Retained earnings	22,672	27,724
Treasury shares	(450)	(1,450)
Total shareholders' equity	30,812	34,864
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13	14
Deferred gains or losses on hedges	1	4
Foreign currency translation adjustment	46	(6)
Total accumulated other comprehensive income	60	11
Non-controlling interests	43	39
Total net assets	30,916	34,915
Total liabilities and net assets	105,077	111,508

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended May 31, 2022	For the fiscal year ended May 31, 2023
Net sales	240,760	256,065
Cost of sales	185,502	194,428
Gross profit	55,258	61,637
Selling, general and administrative expenses	43,365	48,372
Operating profit	11,893	13,264
Non-operating income		
Interest income	1	2
Dividend income	0	0
Rental income from land and buildings	27	28
Purchase discounts	70	80
Foreign exchange gains	199	162
Settlement received	150	-
Penalty income	122	175
Other	154	171
Total non-operating income	726	621
Non-operating expenses		
Interest expenses	154	191
Loss on investments in investment partnerships	3	-
Share of loss of entities accounted for using equity method	19	27
Other	95	189
Total non-operating expenses	272	409
Ordinary profit	12,346	13,477
Extraordinary income		
Gain on sale of non-current assets	-	1
Gain on sales of investments in capital	42	-
Total extraordinary income	42	1
Extraordinary losses		
Loss on sale of non-current assets	-	1
Loss on retirement of non-current assets	65	90
Loss on valuation of shares of subsidiaries and associates	4	-
Loss on cancellation of leases	5	-
Impairment losses	149	175
Settlement payments	-	62
Total extraordinary losses	225	329
Profit before income taxes	12,163	13,149
Income taxes - current	3,929	5,445
Income taxes - deferred	(74)	(1,031)
Total income taxes	3,854	4,414
Profit	8,309	8,735
Profit attributable to non-controlling interests	25	20
Profit attributable to owners of parent	8,283	8,715

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended May 31, 2022	For the fiscal year ended May 31, 2023
Profit	8,309	8,735
Other comprehensive income		
Valuation difference on available-for-sale securities	(6)	1
Deferred gains or losses on hedges	(2)	3
Foreign currency translation adjustment	(146)	(57)
Share of other comprehensive income of entities accounted for using equity method	2	8
Total other comprehensive income	(152)	(45)
Comprehensive income	8,157	8,690
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,127	8,666
Comprehensive income attributable to non-controlling interests	29	24

Consolidated Statements of Changes in Equity

For the fiscal year ended May 31, 2022

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	4,310	4,280	17,334	(0)	25,924	19	3	193	216	73	26,214
Changes during period											
Dividends of surplus			(2,945)		(2,945)						(2,945)
Profit attributable to owners of parent			8,283		8,283						8,283
Purchase of treasury shares				(450)	(450)						(450)
Net changes in items other than shareholders' equity						(6)	(2)	(146)	(155)	(30)	(185)
Total changes during period	-	-	5,337	(450)	4,887	(6)	(2)	(146)	(155)	(30)	4,701
Balance at end of period	4,310	4,280	22,672	(450)	30,812	13	1	46	60	43	30,916

For the fiscal year ended May 31, 2023

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	4,310	4,280	22,672	(450)	30,812	13	1	46	60	43	30,916
Changes during period											
Dividends of surplus			(3,663)		(3,663)						(3,663)
Profit attributable to owners of parent			8,715		8,715						8,715
Purchase of treasury shares				(1,000)	(1,000)						(1,000)
Net changes in items other than shareholders' equity						1	3	(53)	(48)	(4)	(53)
Total changes during period	-	-	5,052	(1,000)	4,052	1	3	(53)	(48)	(4)	3,998
Balance at end of period	4,310	4,280	27,724	(1,450)	34,864	14	4	(6)	11	39	34,915

Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended May 31, 2022	For the fiscal year ended May 31, 2023
Cash flows from operating activities		
Profit before income taxes	12,163	13,149
Depreciation	1,615	1,993
Impairment losses	149	175
Loss (gain) on sale of non-current assets	-	(0)
Loss on retirement of non-current assets	65	90
Loss on cancellation of leases	5	-
Gain on sales of investments in capital	(42)	-
Increase (decrease) in allowance for doubtful accounts	(1)	26
Increase (decrease) in provision for warranties for completed construction	48	108
Interest and dividend income	(2)	(3)
Interest expenses	154	191
Settlement income	(150)	-
Decrease (increase) in trade receivables	4,572	1,126
Decrease (increase) in inventories	(8,472)	(4,753)
Increase (decrease) in trade payables	1,219	1,929
Increase (decrease) in advances received on uncompleted construction contracts and other	(1,058)	(7,191)
Increase (decrease) in accrued consumption taxes	(1,320)	827
Increase (decrease) in accrued expenses	37	3,117
Other, net	(119)	94
Subtotal	8,863	10,884
Interest and dividends received	1	2
Interest paid	(170)	(204)
Payments for cancellation of leases	(5)	-
Settlement received	150	-
Income taxes paid	(4,264)	(4,301)
Other, net	5	5
Net cash provided by (used in) operating activities	4,580	6,385
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,850)	(2,718)
Proceeds from sale of property, plant and equipment	-	5
Purchase of intangible assets	(193)	(61)
Proceeds from collection of loans receivable	4	2
Proceeds from sale of investments in capital	199	-
Other, net	(153)	144
Net cash provided by (used in) investing activities	(1,992)	(2,626)

(Millions of yen)

	For the fiscal year ended May 31, 2022	For the fiscal year ended May 31, 2023
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,186)	1,513
Proceeds from long-term borrowings	3,675	2,600
Repayments of long-term borrowings	(837)	(2,401)
Purchase of treasury shares	(450)	(1,000)
Dividends paid	(2,943)	(3,660)
Dividends paid to non-controlling interests	(59)	(28)
Other, net	(21)	(15)
Net cash provided by (used in) financing activities	(1,824)	(2,992)
Effect of exchange rate change on cash and cash equivalents	26	85
Net increase (decrease) in cash and cash equivalents	790	852
Cash and cash equivalents at beginning of period	32,681	33,471
Cash and cash equivalents at end of period	33,471	34,323