

**Summary of Consolidated Financial Results**  
**For the First Quarter of the Year Ending March 31, 2024**  
**(Based on Japanese GAAP)**

August 4, 2023

Company name: KYOKUYO CO., LTD.  
 Stock exchange listing: Tokyo Stock Exchange  
 Stock code: 1301 URL <https://www.kyokuyo.co.jp/en/>

(Yen in millions, rounded down)

**1. Consolidated Financial Results for the First Quarter of the Year Ending March 31, 2024**

**(April 1, 2023- June 30, 2023)**

**(1) Consolidated Result of Operations (cumulative)**

(% figures denote change from the same period in the previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1st Quarter of the Year Ending March 31, 2024	62,367	-4.5	2,421	-0.4	2,548	-4.0	1,827	-0.1
1st Quarter of the Year Ended March 31, 2023	65,282	11.6	2,432	68.2	2,654	66.2	1,828	55.6

(Note) Comprehensive Income: First Quarter of the year ending March 31, 2024 ¥2,028million (-2.0%)  
 First Quarter of the year ended March 31, 2023 ¥2,069million (131.9%)

	Profit per Share	Diluted Profit Per Share
	Yen	Yen
1st Quarter of the Year Ending March 31, 2024	170.48	—
1st Quarter of the Year Ended March 31, 2023	170.13	—

**(2) Consolidated Financial Position**

	Total Assets	Net Assets	Equity Ratio
	Million yen	Million yen	%
As at June 30, 2023	146,589	47,907	33.1
As at March 31, 2023	146,301	46,966	32.5

(Reference) Shareholders' Equity : As at June 30, 2023 ¥48,497million  
 As at March 31, 2023 ¥47,541 million

**2. Dividends**

	Dividend per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Total
	Yen	Yen	Yen	Yen	Yen
Year Ended March 31, 2023	—	—	—	100.00	100.00
Year Ending March 31, 2024	—				
Year Ending March, 2024 (Forecast)		—	—	90.00	90.00

(Note) Revisions to the most recently announced dividends : None

### 3. Forecast for the Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(% figures denote change from the previous fiscal year)

	Net sales		Operating Profit		Ordinary Profit		Profit attributable to owners of parent		Profit Per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year Ending March 31,2024	300,000	10.2	8,500	4.9	8,500	3.9	6,000	3.8	559.88

(Note) Revisions to the most recently announced forecast : None

#### \* Notes

(1) Major changes among subsidiaries (changes in specified subsidiaries affecting the scope of consolidation) during the period under review: Yes

New: 1 (Company name) Ocean's Kitchen Property Management LLC Excluded: — (Company name)

(2) Application of specific accounting treatments in the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting principles and accounting estimates, retrospective restatements:

(i)Changes due to revisions in accounting standards, etc.: None

(ii)Changes other than(i) : None

(iii)Changes in accounting estimates : None

(iv)Retrospective restatements : None

(4) Number of shares issued (common shares)

(i)Number of shares issued at the end of the period (including treasury shares)

As at June 30,2023	10,928,283	As at March 31,2023	10,928,283
As at June 30,2023	211,676	As at March 31,2023	211,655
As at June 30,2023	10,716,618	As at June 30,2022	10,750,055

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

(iii)Average number of shares during the period

\* The summary of quarterly financial results is not subject to audits.

\*Explanation about the appropriate use of the forecasts of financial results, and other noteworthy matters.

The projections and other statements with respect to the future included in this material are based on currently available information and certain assumptions that are judged reasonable by the Company. Please be advised that the Company does not guarantee in any way the achievement of the projections and other goals in this material and that cases may occur where the actual results and other situations differ materially from the projections due to various factors.

**Quarterly Consolidated Financial Statements**

## Quarterly Consolidated Balance Sheets

(Million yen)

	As at March 31, 2023	As at June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	7,050	9,027
Notes and accounts receivable - trade	33,079	29,650
Inventories	63,886	68,737
Other	10,196	7,547
Allowance for doubtful accounts	(9)	(9)
Total current assets	114,202	114,952
Non-current assets		
Property, plant and equipment	18,912	18,812
Intangible assets	348	513
Investments and other assets		
Investment securities	10,134	10,020
Deferred tax assets	1,454	907
Other	2,845	2,978
Allowance for doubtful accounts	(1,597)	(1,596)
Total investments and other assets	12,387	12,310
Total non-current assets	32,098	31,636
Total assets	146,301	146,589

(Million yen)

	As at March 31, 2023	As at June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	8,563	12,532
Short-term borrowings	23,783	23,504
Commercial papers	15,000	15,000
Income taxes payable	2,091	334
Provisions	1,021	580
Accounts payable - other	8,261	5,359
Other	6,228	7,232
Total current liabilities	64,950	64,543
Non-current liabilities		
Long-term borrowings	29,816	29,645
Provisions	414	408
Retirement benefit liability	3,909	3,855
Asset retirement obligations	16	16
Other	226	211
Total non-current liabilities	34,383	34,137
Total liabilities	99,334	98,681
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,664	5,664
Capital surplus	1,330	1,330
Retained earnings	37,317	38,067
Treasury shares	(575)	(575)
Total shareholders' equity	43,736	44,486
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,704	3,609
Deferred gains or losses on hedges	(72)	129
Foreign currency translation adjustment	470	546
Remeasurements of defined benefit plans	(296)	(274)
Total accumulated other comprehensive income	3,805	4,010
Non-controlling interests	(575)	(589)
Total net assets	46,966	47,907
Total liabilities and net assets	146,301	146,589

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

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	65,282	62,367
Cost of sales	57,051	53,945
Gross profit	8,231	8,421
Selling, general and administrative expenses	5,798	6,000
Operating profit	2,432	2,421
Non-operating income		
Interest income	0	0
Dividend income	72	80
Share of profit of entities accounted for using equity method	50	25
Foreign exchange gains	188	88
Other	84	107
Total non-operating income	395	302
Non-operating expenses		
Interest expenses	104	150
Provision for loss on litigation	2	2
Provision of allowance for doubtful accounts	40	—
Other	26	22
Total non-operating expenses	173	175
Ordinary profit	2,654	2,548
Extraordinary income		
Gain on disposal of non-current assets	—	0
Settlement income	—	73
Total extraordinary income	—	74
Extraordinary losses		
Loss on disposal of non-current assets	0	2
Impairment losses	0	2
Loss on disaster	2	—
Total extraordinary losses	3	5
Profit before income taxes	2,650	2,617
Income taxes - current	600	299
Income taxes - deferred	216	496
Total income taxes	817	795
Profit	1,833	1,821
Profit (loss) attributable to :		
Owners of parent	1,828	1,827
Non-controlling interests	4	(5)

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

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	(390)	(95)
Deferred gains or losses on hedges	439	201
Foreign currency translation adjustment	163	77
Remeasurements of defined benefit plans, net of tax	23	22
Total other comprehensive income	235	206
<b>Comprehensive income</b>	<b>2,069</b>	<b>2,028</b>
<b>Comprehensive income attributable to :</b>		
Owners of parent	2,062	2,032
Non-controlling interests	6	(3)