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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]



August 9, 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: August 9, 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 Three Months Ended June 30, 2023 (April 1, 2023 - June 30, 2023)

(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	%
Three months ended June 30, 2023	7,644	(2.4)	746	59.8	818	76.6	646	81.5
June 30, 2022	7,832	7.1	467	42.9	463	48.1	356	49.7

(Note) Comprehensive income: Three months ended June 30, 2023: ¥799 million [133.6%]

Three months ended June 30, 2022: ¥342 million [113.1%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	22.78	21.21
June 30, 2022	12.49	12.30

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	69,753	38,452	54.7
As of March 31, 2023	71,134	41,434	58.0

(Reference) Equity: As of June 30, 2023: ¥38,176 million

As of March 31, 2023: ¥41,247 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, 2023	–	7.75	–	13.50	21.25
Fiscal year ending March 31, 2024	–				
Fiscal year ending March 31, 2024 (Forecast)		26.30	–	26.30	52.60

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

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	16,421	(0.4)	1,625	35.7	1,533	27.4	1,167	25.5	42.19
Nine months ending December 31, 2023	26,910	2.7	3,346	38.5	3,205	35.0	2,387	25.5	87.07
Full year	40,221	9.7	6,558	53.2	6,394	52.8	4,720	16.8	172.92

(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):

June 30, 2023:	28,547,769 shares
March 31, 2023:	28,537,769 shares
  - 2) Total number of treasury shares at the end of the period:

June 30, 2023:	1,616,052 shares
March 31, 2023:	5,911 shares
  - 3) Average number of shares during the period:

Three months ended June 30, 2023:	28,394,182 shares
Three months ended June 30, 2022:	28,529,615 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.

## (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	18,699	10,386
Notes and accounts receivable - trade	5,810	3,675
Securities	–	4,000
Merchandise and finished goods	90	105
Work in process	279	441
Raw materials and supplies	185	189
Other	3,016	7,441
Allowance for doubtful accounts	(82)	(79)
Total current assets	27,998	26,161
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,758	13,540
Machinery, equipment and vehicles, net	4,012	3,934
Land	14,473	14,759
Tools, furniture and fixtures, net	2,553	2,526
Other, net	1,009	1,447
Total property, plant and equipment	35,807	36,208
Intangible assets	886	830
Investments and other assets		
Investment securities	3,002	3,185
Other	3,570	3,498
Allowance for doubtful accounts	(132)	(131)
Total investments and other assets	6,440	6,553
Total non-current assets	43,134	43,591
Deferred assets	1	0
Total assets	71,134	69,753

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	1,978	1,531
Short-term borrowings	1,400	4,900
Current portion of long-term borrowings	5,917	5,776
Current portion of bonds payable	90	90
Income taxes payable	325	424
Provision for bonuses	387	136
Provision for bonuses for directors (and other officers)	24	–
Other	2,320	2,690
<b>Total current liabilities</b>	<b>12,443</b>	<b>15,549</b>
Non-current liabilities		
Long-term borrowings	15,788	14,361
Deferred tax liabilities	141	155
Deferred tax liabilities for land revaluation	139	139
Retirement benefit liability	16	16
Other	1,170	1,078
<b>Total non-current liabilities</b>	<b>17,256</b>	<b>15,751</b>
<b>Total liabilities</b>	<b>29,699</b>	<b>31,301</b>
Net assets		
Shareholders' equity		
Share capital	100	105
Capital surplus	10,404	10,410
Retained earnings	30,561	30,822
Treasury shares	(6)	(3,486)
<b>Total shareholders' equity</b>	<b>41,060</b>	<b>37,852</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	678	811
Revaluation reserve for land	(459)	(459)
Foreign currency translation adjustment	(31)	(27)
<b>Total accumulated other comprehensive income</b>	<b>187</b>	<b>324</b>
Share acquisition rights	11	84
Non-controlling interests	175	191
<b>Total net assets</b>	<b>41,434</b>	<b>38,452</b>
<b>Total liabilities and net assets</b>	<b>71,134</b>	<b>69,753</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	7,832	7,644
Cost of sales	5,359	5,013
Gross profit	2,472	2,631
Selling, general and administrative expenses	2,005	1,884
Operating profit	467	746
Non-operating income		
Interest income	0	99
Dividend income	24	23
Rental income	20	21
Other	45	23
Total non-operating income	90	168
Non-operating expenses		
Interest expenses	70	61
Other	23	35
Total non-operating expenses	94	97
Ordinary profit	463	818
Extraordinary losses		
Loss on retirement of non-current assets	2	0
Expenses related to litigation cases and other	14	–
Other	0	–
Total extraordinary losses	17	0
Profit before income taxes	445	818
Income taxes	117	156
Profit	327	661
Profit (loss) attributable to non-controlling interests	(28)	14
Profit attributable to owners of parent	356	646

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	327	661
Other comprehensive income		
Valuation difference on available-for-sale securities	(2)	132
Foreign currency translation adjustment	17	5
Total other comprehensive income	14	138
Comprehensive income	342	799
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	365	783
Comprehensive income attributable to non-controlling interests	(23)	16