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



August 10, 2023

Company name: NexTone Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 7094

URL: https://www.nex-tone.co.jp/en/

Representative: Masahiro Anan, President & CEO

Contact: Fumihiro Watanabe, Director

Phone: +81-3-5766-8086

Scheduled date of filing quarterly securities report: August 10, 2023

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Available

Schedule of quarterly financial results briefing session: None

(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 sale	es	Operating profit		Operating profit Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2023	2,234	11.2	214	123.4	215	122.9	146	122.3
June 30, 2022	2,009	18.5	96	(33.3)	96	(33.1)	65	(33.5)

(Note) Comprehensive income: Three months ended June 30, 2023: ¥146 million [122.3%]

Three months ended June 30, 2022: ¥65 million [(33.5)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	15.08	14.87
June 30, 2022	6.82	6.69

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	7,778	3,722	47.9
As of March 31, 2023	7,821	3,574	45.7

(Reference) Equity: As of June 30, 2023: \(\frac{\pma}{3}\), 722 million
As of March 31, 2023: \(\frac{\pma}{3}\), 574 million

2. Dividends

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	_	0.00	_	0.00	0.00		
Fiscal year ending March 31, 2024	_						
Fiscal year ending March 31, 2024 (forecast)		0.00	I	0.00	0.00		

(Note) Revision to the forecast for dividends announced most recently: None

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 sale	es	Operating 1	profit	Ordinary p	orofit	Profit attribute to owners parent	s of	Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	10,100	14.6	1,000	19.0	1,000	18.8	700	10.9	72.00

(Note) Revision to the financial results forecast announced most recently: None

*	Notes:	

(1) Changes in significant subsidiaries during the period under review: None (Changes in specified subsidiaries resulting in changes in scope of consolidation)

Newly included: – (), Excluded: – ()

- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: Yes (Note): For details, please refer to "2. Quarterly Consolidated Financial Statements and Primary Notes (3) Notes to the Quarterly Consolidated Financial Statements (Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements)" on page 8 of the Attachments (available in Japanese).
- (3) Changes in accounting policies, changes in accounting estimates and restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement: None
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):

 June 30, 2023:
 9,813,600 shares

 March 31, 2023:
 9,808,800 shares

2) Total number of treasury shares at the end of the period:

June 30, 2023: 96,578 shares March 31, 2023: 96,537 shares

3) Average number of shares during the period:

Three months ended June 30, 2023: 9,713,914 shares
Three months ended June 30, 2022: 9,667,853 shares

- * These quarterly consolidated 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

(Cautionary notes on forward-looking statements)

Financial results forecast and other forward-looking statements contained herein are based on information currently available to the Group 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. For the assumptions underlying the forecasts herein and cautionary notes on the use of the financial results forecast, please refer to "1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 3 of the Attachments (available in Japanese).

(Obtaining supplementary explanatory materials for financial results and video of the briefing)

The supplementary explanatory materials (available in Japanese) will be disclosed on TDnet and the Company's website on Thursday, August 10, 2023.

The video of the financial results briefing (available in Japanese) is also scheduled to be posted at a later date on the Company's website.

Quarterly Consolidated Financial Statements (1) Quarterly Consolidated Balance Sheet

(Thousand yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	6,041,222	6,276,365
Notes and accounts receivable - trade	282,177	227,994
Work in process	796	5,085
Other	383,368	128,357
Total current assets	6,707,564	6,637,803
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	794	604
Tools, furniture and fixtures, net	11,560	10,507
Total property, plant and equipment	12,355	11,112
Intangible assets		
Goodwill	45,653	41,625
Software	727,482	755,907
Other	7,995	10,659
Total intangible assets	781,131	808,192
Investments and other assets		
Deferred tax assets	185,559	187,132
Other	134,766	134,385
Total investments and other assets	320,326	321,518
Total non-current assets	1,113,812	1,140,822
Total assets	7,821,376	7,778,625

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	872,542	759,363
Accounts payable - other	2,647,371	2,746,102
Income taxes payable	191,374	76,643
Provision for bonuses	85,000	27,506
Provision for bonuses for directors (and other officers)	32,492	8,892
Other	46,922	63,749
Total current liabilities	3,875,704	3,682,258
Non-current liabilities		
Long-term accounts payable - other	259,756	257,908
Retirement benefit liability	111,520	116,276
Total non-current liabilities	371,276	374,184
Total liabilities	4,246,981	4,056,443
Net assets		
Shareholders' equity		
Share capital	1,198,782	1,199,502
Capital surplus	738,148	738,868
Retained earnings	1,849,057	1,995,515
Treasury shares	(211,591)	(211,704)
Total shareholders' equity	3,574,395	3,722,182
Total net assets	3,574,395	3,722,182
Total liabilities and net assets	7,821,376	7,778,625

(2) Quarterly Consolidated Statements of Income and Comprehensive Income Quarterly Consolidated Statement of Income

Three Months Ended June 30

(Thousand yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	2,009,463	2,234,774
Cost of sales	1,453,530	1,623,838
Gross profit	555,932	610,935
Selling, general and administrative expenses	459,694	395,968
Operating profit	96,237	214,967
Non-operating income		
Foreign exchange gains	408	406
Other	0	7
Total non-operating income	408	414
Ordinary profit	96,646	215,381
Profit before income taxes	96,646	215,381
Income taxes	30,756	68,923
Profit	65,890	146,458
Profit attributable to owners of parent	65,890	146,458

Quarterly Consolidated Statement of Comprehensive Income

Three Months Ended June 30

(Thousand yen)

		` '
	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	65,890	146,458
Comprehensive income	65,890	146,458
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	65,890	146,458