

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

August 10, 2022

Company name: Kisoji Co.,Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 8160 URL <https://www.kisoji.co.jp/>
 Representative: Representative Director and President Toyonaru Uchida
 Inquiries: Accounting Manager Akihiro Toya TEL 052-872-1811
 Scheduled date to file Quarterly Securities Report: August 12, 2022
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2022	10,075	40.5	(661)	–	(661)	–	(656)	–
Three months ended June 30, 2021	7,169	–	(1,713)	–	(413)	–	(330)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	(23.77)	–
Three months ended June 30, 2021	(12.96)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	48,413	27,927	57.7
As of March 31, 2022	47,898	26,601	55.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2022	–	8.00	–	8.00	16.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	8.00	–	8.00	16.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	23,300	57.0	(500)	–	(500)	–	(620)	–	(22.46)
Full year	52,000	41.4	1,850	–	1,860	2.2	1,080	65.9	39.13

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of June 30, 2022	28,543,889 shares	As of March 31, 2022	27,413,889 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	381,782 shares	As of March 31, 2022	381,656 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	27,601,307 shares	Three months ended June 30, 2021	25,532,606 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	17,617	18,180
Accounts receivable - trade	1,437	1,160
Merchandise and finished goods	38	94
Raw materials and supplies	1,848	2,044
Other	1,781	1,075
Allowance for doubtful accounts	(1)	(1)
Total current assets	22,721	22,554
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,473	6,765
Land	6,198	6,198
Other, net	1,848	2,176
Total property, plant and equipment	14,520	15,139
Intangible assets		
Goodwill	1,916	1,872
Other	1,045	1,026
Total intangible assets	2,961	2,899
Investments and other assets		
Guarantee deposits	4,363	4,380
Other	3,359	3,469
Allowance for doubtful accounts	(28)	(29)
Total investments and other assets	7,693	7,819
Total non-current assets	25,176	25,858
Total assets	47,898	48,413

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	1,203	1,253
Short-term borrowings	4,500	4,500
Current portion of long-term borrowings	490	5,290
Income taxes payable	560	109
Asset retirement obligations	89	65
Provision for bonuses	519	289
Other	3,628	3,635
Total current liabilities	10,993	15,145
Non-current liabilities		
Long-term borrowings	6,891	1,968
Retirement benefit liability	948	952
Asset retirement obligations	1,296	1,297
Other	1,167	1,121
Total non-current liabilities	10,303	5,339
Total liabilities	21,296	20,485
Net assets		
Shareholders' equity		
Share capital	11,553	12,648
Capital surplus	11,371	12,467
Retained earnings	4,520	3,648
Treasury shares	(931)	(931)
Total shareholders' equity	26,515	27,833
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	44	80
Remeasurements of defined benefit plans	13	13
Total accumulated other comprehensive income	58	94
Share acquisition rights	28	–
Total net assets	26,601	27,927
Total liabilities and net assets	47,898	48,413

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	7,169	10,075
Cost of sales	2,599	3,268
Gross profit	4,570	6,806
Selling, general and administrative expenses	6,283	7,468
Operating loss	(1,713)	(661)
Non-operating income		
Interest income	5	5
Dividend income	11	20
Other	1,304	14
Total non-operating income	1,322	40
Non-operating expenses		
Interest expenses	19	10
Loss on cancellation of leasehold contracts	0	17
Other	2	11
Total non-operating expenses	21	40
Ordinary loss	(413)	(661)
Extraordinary income		
Gain on sale of investment securities	9	–
Total extraordinary income	9	–
Extraordinary losses		
Loss on retirement of non-current assets	18	26
Total extraordinary losses	18	26
Loss before income taxes	(423)	(687)
Income taxes - current	31	47
Income taxes - deferred	(123)	(79)
Total income taxes	(92)	(31)
Loss	(330)	(656)
Loss attributable to owners of parent	(330)	(656)

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Loss	(330)	(656)
Other comprehensive income		
Valuation difference on available-for-sale securities	(39)	36
Remeasurements of defined benefit plans, net of tax	(0)	(0)
Total other comprehensive income	(40)	36
Comprehensive income	(370)	(619)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(370)	(619)
Comprehensive income attributable to non-controlling interests	—	—