

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 9, 2023

Company name: Takashima & Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8007 URL <https://www.tak.co.jp/en/index.html>
 Representative: President Koichi Takashima
 Inquiries: Accounting Unit Manager Koki Sakai TEL +81-3-5217-7297
 Scheduled date to file Quarterly Securities Report: February 9, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended December 31, 2022	60,211	6.5	983	(21.6)	1,098	(24.7)	799	(23.1)
Nine months ended December 31, 2021	56,512	(6.6)	1,255	22.5	1,458	34.7	1,040	27.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	178.72		–	
Nine months ended December 31, 2021	230.83		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2022	54,887	19,108	34.8	4,295.45
As of March 31, 2022	45,176	18,477	40.9	4,129.61

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	0.00	–	130.00	130.00
Year ending March 31, 2023	–	70.00	–		
Year ending March 31, 2023 (Forecast)				70.00	140.00

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
Full year	82,000	10.7	1,800	16.3	1,900	3.2	1,400	8.0	312.97

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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: Yes
- 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 December 31, 2022	4,500,973 shares	As of March 31, 2022	4,500,973 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	52,363 shares	As of March 31, 2022	26,677 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	4,473,300 shares	Nine months ended December 31, 2021	4,506,579 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	7,305	5,971
Notes and accounts receivable - trade, and contract assets	22,292	29,028
Merchandise and finished goods	4,091	5,580
Work in process	118	111
Raw materials and supplies	1,215	1,502
Costs on construction contracts in progress	7	28
Other	440	744
Allowance for doubtful accounts	(47)	(62)
Total current assets	35,423	42,903
Non-current assets		
Property, plant and equipment	4,252	4,593
Intangible assets	514	592
Investments and other assets		
Investment securities	2,992	4,683
Retirement benefit asset	298	308
Other	1,872	1,966
Allowance for doubtful accounts	(176)	(161)
Total investments and other assets	4,986	6,797
Total non-current assets	9,753	11,983
Total assets	45,176	54,887

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,123	17,187
Electronically recorded obligations - operating	3,864	3,636
Short-term borrowings	926	6,368
Income taxes payable	384	217
Provision for bonuses	427	284
Provision for bonuses for directors (and other officers)	35	32
Other	1,262	2,456
Total current liabilities	21,024	30,184
Non-current liabilities		
Long-term borrowings	3,360	3,180
Retirement benefit liability	68	77
Other	2,246	2,336
Total non-current liabilities	5,675	5,594
Total liabilities	26,699	35,778
Net assets		
Shareholders' equity		
Share capital	3,801	3,801
Capital surplus	1,725	1,728
Retained earnings	11,792	11,696
Treasury shares	(56)	(137)
Total shareholders' equity	17,262	17,088
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	738	726
Revaluation reserve for land	417	417
Foreign currency translation adjustment	36	853
Remeasurements of defined benefit plans	21	22
Total accumulated other comprehensive income	1,214	2,020
Total net assets	18,477	19,108
Total liabilities and net assets	45,176	54,887

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	56,512	60,211
Cost of sales	50,221	53,454
Gross profit	6,291	6,757
Selling, general and administrative expenses	5,035	5,773
Operating profit	1,255	983
Non-operating income		
Interest income	30	21
Dividend income	96	116
Share of profit of entities accounted for using equity method	–	12
Foreign exchange gains	28	–
Reversal of allowance for doubtful accounts	1	3
Other	98	97
Total non-operating income	255	250
Non-operating expenses		
Interest expenses	17	31
Foreign exchange losses	–	85
Share of loss of entities accounted for using equity method	8	–
Leave allowance of non-current assets	22	12
Other	4	6
Total non-operating expenses	52	135
Ordinary profit	1,458	1,098
Extraordinary income		
Gain on sale of investment securities	–	110
Total extraordinary income	–	110
Extraordinary losses		
Loss on retirement of non-current assets	–	25
Loss on tax purpose reduction entry of non-current assets	–	7
Total extraordinary losses	–	33
Profit before income taxes	1,458	1,176
Income taxes - current	400	345
Income taxes for prior periods	–	63
Income taxes - deferred	18	(31)
Total income taxes	418	377
Profit	1,040	799
Profit attributable to owners of parent	1,040	799

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	1,040	799
Other comprehensive income		
Valuation difference on available-for-sale securities	(222)	(12)
Foreign currency translation adjustment	143	817
Remeasurements of defined benefit plans, net of tax	(37)	0
Total other comprehensive income	(116)	805
Comprehensive income	923	1,604
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	923	1,604
Comprehensive income attributable to non-controlling interests	—	—