

**Translation**

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

November 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 and Representative Director Koichi Takashima  
 Inquiries: Accounting Unit Manager Koki Sakai TEL +81-3-5217-7297  
 Scheduled date to file Quarterly Securities Report: November 9, 2023  
 Scheduled date to commence dividend payments: December 11, 2023  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

## (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	%
Six months ended September 30, 2023	42,010	8.2	1,018	70.6	1,171	68.6	720	41.5
Six months ended September 30, 2022	38,817	2.8	596	(30.5)	694	(27.9)	509	(26.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2023	40.49		-	
Six months ended September 30, 2022	28.44		-	

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Earnings per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

## (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2023	59,628	20,633	34.6	1,158.30
As of March 31, 2023	53,060	19,539	36.8	1,098.11

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Net assets per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

## 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, 2023	-	70.00	-	100.00	170.00
Year ending March 31, 2024	-	80.00	-	-	-
Year ending March 31, 2024 (Forecast)	-	-	-	25.00	-

Note: On October 1, 2023, the Company carried out a 4-for-1 share split of its common stock. Dividends per share for the fiscal year ended March 31, 2023, and the end of the second quarter of the fiscal year ending March 31, 2024 are the amounts prior to the stock split. Dividends at the end of the fiscal year ending March 31, 2024 are stated after taking such share split into consideration. Without the stock split, the year-end dividend per share for the fiscal year ending March 31, 2024 would be 100 yen per share, and the annual dividend per share would be 180 yen per share.

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	94,000	18.0	2,300	30.3	2,400	23.7	1,700	7.2	95.50

Note: Revisions to the most recently announced forecasts: Yes

Note: The Company carried out a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Earnings per share is calculated on the assumption that the stock split was carried out at the beginning of the previous fiscal year.

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2023  
(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 September 30, 2023	17,865,092 shares	As of March 31, 2023	17,865,092 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	51,664 shares	As of March 31, 2023	71,552 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	17,801,955 shares	Six months ended September 30, 2022	17,913,095 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	7,791	5,709
Notes and accounts receivable - trade, and contract assets	26,260	27,823
Merchandise and finished goods	5,162	5,394
Work in process	64	180
Raw materials and supplies	1,446	1,458
Costs on construction contracts in progress	13	98
Other	742	559
Allowance for doubtful accounts	(41)	(43)
Total current assets	41,440	41,181
Non-current assets		
Property, plant and equipment	4,707	6,204
Intangible assets		
Goodwill	1,069	6,252
Other	592	590
Total intangible assets	1,662	6,843
Investments and other assets		
Investment securities	3,050	3,263
Retirement benefit asset	261	257
Other	2,095	2,031
Allowance for doubtful accounts	(158)	(153)
Total investments and other assets	5,249	5,398
Total non-current assets	11,619	18,446
Total assets	53,060	59,628

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	15,277	16,238
Electronically recorded obligations - operating	5,735	5,487
Short-term borrowings	3,548	7,875
Income taxes payable	384	429
Provision for bonuses	554	548
Provision for bonuses for directors (and other officers)	52	22
Other	2,033	1,719
<b>Total current liabilities</b>	<b>27,585</b>	<b>32,320</b>
<b>Non-current liabilities</b>		
Bonds payable	30	25
Long-term borrowings	3,347	3,947
Retirement benefit liability	84	128
Other	2,472	2,573
<b>Total non-current liabilities</b>	<b>5,935</b>	<b>6,674</b>
<b>Total liabilities</b>	<b>33,520</b>	<b>38,995</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	3,801	3,801
Capital surplus	1,637	1,642
Retained earnings	12,482	12,758
Treasury shares	(47)	(34)
<b>Total shareholders' equity</b>	<b>17,874</b>	<b>18,167</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	704	1,065
Revaluation reserve for land	417	417
Foreign currency translation adjustment	555	990
Remeasurements of defined benefit plans	(12)	(8)
<b>Total accumulated other comprehensive income</b>	<b>1,665</b>	<b>2,465</b>
<b>Total net assets</b>	<b>19,539</b>	<b>20,633</b>
<b>Total liabilities and net assets</b>	<b>53,060</b>	<b>59,628</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	38,817	42,010
Cost of sales	34,449	36,141
Gross profit	4,368	5,869
Selling, general and administrative expenses	3,771	4,851
Operating profit	596	1,018
Non-operating income		
Interest income	12	40
Dividend income	86	87
Share of profit of entities accounted for using equity method	7	5
Foreign exchange gains	–	23
Reversal of allowance for doubtful accounts	1	–
Other	66	39
Total non-operating income	173	197
Non-operating expenses		
Interest expenses	19	38
Foreign exchange losses	40	–
Leave allowance of non-current assets	9	–
Other	6	6
Total non-operating expenses	75	44
Ordinary profit	694	1,171
Extraordinary income		
Gain on sale of investment securities	110	312
Total extraordinary income	110	312
Extraordinary losses		
Loss on sale of investment securities	–	11
Loss on retirement of non-current assets	23	10
Loss on tax purpose reduction entry of non-current assets	7	–
Loss on liquidation of subsidiaries	–	102
Total extraordinary losses	30	124
Profit before income taxes	775	1,359
Income taxes - current	245	426
Income taxes for prior periods	63	–
Income taxes - deferred	(43)	212
Total income taxes	265	638
Profit	509	720
Profit attributable to owners of parent	509	720

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	509	720
Other comprehensive income		
Valuation difference on available-for-sale securities	(108)	360
Foreign currency translation adjustment	613	435
Remeasurements of defined benefit plans, net of tax	0	4
Total other comprehensive income	504	800
Comprehensive income	1,014	1,521
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,014	1,521

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	775	1,359
Depreciation	261	346
Amortization of goodwill	–	187
Loss (gain) on sale of investment securities	(110)	(301)
Loss (gain) on liquidation of subsidiaries	–	102
Increase (decrease) in allowance for doubtful accounts	(1)	(4)
Increase (decrease) in provision for bonuses	(44)	(78)
Increase (decrease) in net defined benefit asset and liability	(0)	10
Increase (decrease) in provision for bonuses for directors (and other officers)	(13)	(29)
Interest and dividend income	(98)	(128)
Interest expenses	19	38
Decrease (increase) in accounts receivable - other	0	212
Decrease (increase) in trade receivables	(3,887)	(172)
Decrease (increase) in inventories	(1,344)	(195)
Increase (decrease) in trade payables	3,841	(145)
Increase (decrease) in advances received	320	32
Increase (decrease) in accrued consumption taxes	(54)	(83)
Increase (decrease) in accounts payable - other, and accrued expenses	60	(482)
Other, net	92	(190)
Subtotal	(184)	480
Interest and dividends received	95	128
Interest paid	(19)	(38)
Income taxes paid	(378)	(695)
Net cash provided by (used in) operating activities	(487)	(124)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from investing activities		
Payments into time deposits	(0)	(0)
Purchase of property, plant and equipment	(316)	(256)
Proceeds from sale of property, plant and equipment	–	5
Purchase of intangible assets	(152)	(73)
Purchase of investment securities	(4)	(54)
Proceeds from sale of investment securities	190	685
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(4,469)
Proceeds from collection of loans receivable	1	5
Other, net	(18)	(9)
Net cash provided by (used in) investing activities	(300)	(4,167)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	241	2,392
Proceeds from long-term borrowings	–	400
Repayments of long-term borrowings	(120)	(197)
Redemption of bonds	–	(5)
Purchase of treasury shares	(1)	(2)
Dividends paid	(581)	(444)
Other, net	(95)	(90)
Net cash provided by (used in) financing activities	(556)	2,052
Effect of exchange rate change on cash and cash equivalents	186	156
Net increase (decrease) in cash and cash equivalents	(1,157)	(2,083)
Cash and cash equivalents at beginning of period	7,301	7,772
Cash and cash equivalents at end of period	6,144	5,688