



Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2024 [Japanese GAAP]

August 14, 2023

Company name Komehyo Holdings Co., Ltd. Stock exchange listings TOKYO, NAGOAYA
 Code number 2780 URL <https://komehyohds.com>
 Representative (Title) President and Representative Director (Name) Takuji Ishihara
 Inquiries (Title) General Manager of IR・PR Department (Name) Hiroyuki Yoshida Phone +81-52-249-5366
 Quarterly securities report filing date (as planned) August 14, 2023 Dividend payable date (as planned) —
 Availability of supplementary briefing material on quarterly financial results : Available
 Schedule of quarterly financial results briefing session : Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2024 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2023	25,096	33.8	1,724	133.2	1,762	131.9	1,183	127.9
Three months ended June 30, 2022	18,753	32.4	739	45.3	760	47.4	519	54.0

(Note) Comprehensive income Three months ended June 30, 2023 1,254 Million yen (79.5%) Three months ended June 30, 2022 699 Million yen (71.6%)

	basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	108.05	—
Three months ended June 30, 2022	47.41	—

(2) Consolidated Financial Positions

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2023	51,464	25,127	48.2	2,263.39
As of March 31, 2023	46,753	24,247	51.2	2,184.37

(Reference) Equity As of June 30, 2023 24,798 Million yen As of March 31, 2023 23,932 Million yen

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ending March 31, 2023	—	25.00	—	35.00	60.00
Fiscal year ending March 31, 2024	—	—	—	—	—
Fiscal year ending March 31, 2024 (Forecast)	—	44.00	—	44.00	88.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	51,000	30.0	3,200	83.5	3,250	90.1	2,200	101.5	200.80
Full year	106,000	23.1	7,200	39.3	7,230	33.7	4,820	30.0	439.93

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

* Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2023 (changes in specified subsidiaries resulting in changes in scope of consolidation) : No

(2) Accounting policies adopted specially 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 : No

② Changes in accounting policies other than ① above : No

③ Changes in accounting estimates : No

④ Retrospective restatement : No

(4) Total number of issued shares (common shares)

① Total number of issued shares at the end of the period (including treasury stock)	Three months ended June 30, 2023	11,257,000shares	March 31, 2023	11,257,000shares
② Total number of treasury shares at the end of the period	Three months ended June 30, 2023	300,628shares	March 31, 2023	300,628shares
③ Average number of shares during the period:	Three months ended June 30, 2023	10,956,372shares	Three months ended June 30, 2022	10,956,372shares

* These quarterly financial results are outside the scope of audit.

* Explanation of the proper use of financial results forecast and other notes

(Notes on the earnings forecasts and other forward-looking statements)

The earnings forecasts and other forward-looking statements herein are based on data currently available to the Company and certain assumptions that the Company believes are reasonable, and the Company has no intention of guaranteeing the achievability of them. Actual results may differ significantly from these forecasts due to various factors.

(How to obtain supplementary presentation materials for quarterly financial results)

Supplementary presentation materials for quarterly financial results will be published on the Komehyo Holdings' website as soon as the financial results are reported to the Tokyo Stock Exchange.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	10,382,235	9,380,493
Accounts receivable - trade	2,257,704	2,730,832
Inventories	18,705,467	22,921,785
Other	3,977,265	4,708,229
Total current assets	35,322,672	39,741,340
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,779,608	3,730,897
Land	1,644,961	1,644,961
Construction in progress	33,530	69,792
Other, net	786,416	764,034
Total property, plant and equipment	6,244,516	6,209,685
Intangible assets		
Goodwill	528,720	508,937
Leased assets	273,934	313,058
Other	1,353,425	1,540,305
Total intangible assets	2,156,080	2,362,301
Investments and other assets	3,030,208	3,151,466
Total non-current assets	11,430,805	11,723,453
Total assets	46,753,478	51,464,793
Liabilities		
Current liabilities		
Accounts payable - trade	686,781	951,319
Short-term borrowings	12,515,000	16,547,700
Current portion of bonds payable	72,000	72,000
Current portion of long-term borrowings	366,724	2,841,725
Lease liabilities	236,828	254,085
Accounts payable - other	1,182,045	1,094,919
Income taxes payable	984,694	580,165
Contract liabilities	619,554	540,040
Provision for bonuses	955,310	919,918
Provision for merchandise warranties	9,024	8,847
Provision for point card certificates	101,636	104,453
Other	296,924	508,842
Total current liabilities	18,026,525	24,424,018
Non-current liabilities		
Bonds payable	140,000	104,000
Long-term borrowings	3,113,170	513,160
Lease liabilities	54,929	72,733
Provision for retirement benefits for directors (and other officers)	23,598	23,598
Provision for merchandise warranties	558	572
Provision for point card certificates	127,681	145,240
Retirement benefit liability	116,737	118,196
Asset retirement obligations	763,616	780,545
Contract liabilities	69,921	77,082
Other	69,629	77,984
Total non-current liabilities	4,479,842	1,913,114
Total liabilities	22,506,367	26,337,132

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Net assets		
Shareholders' equity		
Share capital	1,803,780	1,803,780
Capital surplus	1,909,872	1,909,872
Retained earnings	19,854,230	20,654,637
Treasury shares	△80,494	△80,494
Total shareholders' equity	23,487,388	24,287,794
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30,720	38,306
Foreign currency translation adjustment	414,662	472,481
Total accumulated other comprehensive income	445,383	510,788
Non-controlling interests	314,338	329,078
Total net assets	24,247,110	25,127,661
Total liabilities and net assets	46,753,478	51,464,793

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)
(First quarter consolidated cumulative period)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	18,753,959	25,096,827
Cost of sales	14,036,186	18,504,212
Gross profit	4,717,772	6,592,614
Selling, general and administrative expenses	3,978,194	4,867,992
Operating profit	739,578	1,724,621
Non-operating income		
Interest income	251	1,736
Dividend income	10,784	11,510
Foreign exchange gains	34,806	31,300
Commission income	1,824	1,571
Insurance claim income	1,122	2,672
Compensation income	29,711	—
Other	6,728	6,114
Total non-operating income	85,229	54,905
Non-operating expenses		
Interest expenses	14,431	13,196
Rent expenses on store(construct in progress)	47,269	2,234
Other	2,950	1,568
Total non-operating expenses	64,651	16,998
Ordinary profit	760,156	1,762,528
Extraordinary income		
Gain on sale of non-current assets	—	668
Subsidy income	3,218	—
Total extraordinary income	3,218	668
Extraordinary losses		
Loss on retirement of non-current assets	1,071	151
Loss on cancellation of rental contracts	—	542
Impairment losses	—	7,791
Loss due to temporary closure	1,300	—
Total extraordinary losses	2,372	8,484
Profit before income taxes	761,003	1,754,713
Income taxes	229,848	565,230
Profit	531,154	1,189,482
Profit attributable to non-controlling interests	11,752	5,603
Profit attributable to owners of parent	519,402	1,183,879

(Quarterly Consolidated Statements of Comprehensive Income)
(First quarter consolidated cumulative period)

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	531,154	1,189,482
Other comprehensive income		
Valuation difference on available-for-sale securities	436	7,585
Foreign currency translation adjustment	167,699	57,818
Total other comprehensive income	168,135	65,404
Comprehensive income	699,289	1,254,886
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	707,705	1,240,147
Comprehensive income attributable to non-controlling interests	△8,415	14,739