

Translation

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**[Delayed] Summary of Consolidated Financial Results
for the Nine Months Ended May 31, 2024
(Based on Japanese GAAP)**

July 12, 2024

Company name: WITZ Corporation
 Stock exchange listing: Tokyo
 Stock code: 4440 URL <https://www.witz-inc.co.jp/>
 Representative: President Hiroyuki Hattori
 Inquiries: Director Shuji Wakita TEL 052-220-1218
 Scheduled date to file Quarterly Securities Report: July 12, 2024
 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 Nine Months ended May 31, 2024 (from September 1, 2023 to May 31, 2024)

(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 May 31, 2024	2,438	27.8	209	1.3	264	13.8	165	20.8
Nine months ended May 31, 2023	1,908	8.9	207	(0.9)	232	1.0	136	(3.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended May 31, 2024	40.52		40.49	
Nine months ended May 31, 2023	33.17		33.13	

(2) Consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of May 31, 2024	3,426		2,428		69.6	
As of August 31, 2023	2,923		2,311		78.1	

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Year ended August 31, 2023	–	0.00	–	8.00	8.00
Year ending August 31, 2024	–	0.00	–		
Year ending August 31, 2024 (Forecast)				13.00	13.00

3. Forecast of consolidated financial results for the year ending August 31, 2024 (from September 1, 2023 to August 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	3,400	35.9	210	12.2	270	20.1	170	27.4	41.70

4. Notes

- (1) Changes in significant subsidiaries during the Nine months ended May 31, 2024
(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: Yes
- (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: Yes
- 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 May 31, 2024	4,176,000 shares	As of August 31, 2023	4,176,000 shares
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Number of treasury shares at the end of the period

As of May 31, 2024	127,464 shares	As of August 31, 2023	92,426 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended May 31, 2024	4,076,412 shares	Nine months ended May 31, 2023	4,122,040 shares
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Quarterly Consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of August 31, 2023	As of May 31, 2024
Assets		
Current assets		
Cash and deposits	1,918,611	1,782,628
Notes and accounts receivable - trade, and contract assets	179,612	325,794
Work in process	101,518	135,456
Raw materials and supplies	—	24,666
Merchandise and finished goods	—	443
Other	56,988	90,781
Total current assets	2,256,730	2,359,771
Non-current assets		
Property, plant and equipment	42,098	56,998
Intangible assets		
Goodwill	86,658	232,101
Other	13,309	66,685
Total intangible assets	99,967	298,786
Investments and other assets		
Investment securities	201,652	299,012
Insurance funds	158,781	121,864
Other	163,983	289,820
Total investments and other assets	524,417	710,698
Total non-current assets	666,483	1,066,483
Total assets	2,923,214	3,426,255
Liabilities		
Current liabilities		
Accounts payable - trade	44,897	91,776
Income taxes payable	31,309	66,695
Provision for bonuses	132,949	111,743
Asset retirement obligations	—	30,870
Provision for product warranties	105	92
Other	141,683	409,186
Total current liabilities	350,944	710,365
Non-current liabilities		
Retirement benefit liability	165,516	196,255
Provision for retirement benefits for directors (and other officers)	—	282
Long-term accounts payable - other	91,495	87,855
Other	3,474	3,474
Total non-current liabilities	260,486	287,868
Total liabilities	611,431	998,233
Net assets		
Shareholders' equity		
Share capital	612,524	612,524
Capital surplus	547,159	547,013
Retained earnings	1,212,801	1,343,521
Treasury shares	(88,879)	(116,370)
Total shareholders' equity	2,283,605	2,386,688
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(305)	(2,137)
Total accumulated other comprehensive income	(305)	(2,137)
Non-controlling interests	28,483	43,471
Total net assets	2,311,783	2,428,021
Total liabilities and net assets	2,923,214	3,426,255

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended May 31, 2023	Nine months ended May 31, 2024
Net sales	1,908,148	2,438,400
Cost of sales	1,188,941	1,598,007
Gross profit	719,206	840,393
Selling, general and administrative expenses	511,958	630,476
Operating profit	207,248	209,916
Non-operating income		
Subsidy income - subsidy for research and development	18,661	13,008
Subsidy income - other	4,026	18
Surrender value of insurance policies	2,682	37,861
Commission for insurance office work	760	581
Commission income	99	99
Other	2,087	4,626
Total non-operating income	28,317	56,195
Non-operating expenses		
Subsidy Return Frame	2,230	—
Commission for purchase of treasury shares	773	386
Commission expenses	114	95
Interest expenses	12	1,093
Foreign exchange losses	—	51
Other	—	6
Total non-operating expenses	3,131	1,634
Ordinary profit	232,434	264,478
Extraordinary losses		
Impairment losses	36,175	—
Loss on valuation of investment securities	325	—
Loss on retirement of non-current assets	—	538
Total extraordinary losses	36,500	538
Profit before income taxes	195,933	263,940
Income taxes	56,821	92,386
Profit	139,112	171,554
Profit attributable to non-controlling interests	2,388	6,397
Profit attributable to owners of parent	136,723	165,156

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended May 31, 2023	Nine months ended May 31, 2024
Profit	139,112	171,554
Other comprehensive income		
Valuation difference on available-for-sale securities	(992)	(1,832)
Total other comprehensive income	(992)	(1,832)
Comprehensive income	138,119	169,722
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	135,731	163,324
Comprehensive income attributable to non-controlling interests	2,388	6,397