

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

July 31, 2024

Company name: KANADEN CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 8081 URL <https://www.kanaden.co.jp>  
 Representative: President and Representative Director Nobuyuki Motohashi  
 Inquiries: Administration Division Executive Officer Nobuhiro Kuroda TEL 03-6747-8805  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 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	%
Three months ended June 30, 2024	22,441	(9.2)	337	(35.4)	577	(25.7)	358	(30.3)
Three months ended June 30, 2023	24,703	27.6	522	276.5	776	109.7	513	183.1

Note: Comprehensive income Three months ended June 30, 2024 ¥467 million [(42.4)%]  
 Three months ended June 30, 2023 ¥812 million [208.9%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	15.27		–	
Three months ended June 30, 2023	21.92		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	72,783	47,999	65.7	2,039.50
As of March 31, 2024	85,596	48,204	56.1	2,048.32

Reference: Equity As of June 30, 2024 ¥47,834 million  
 As of March 31, 2024 ¥48,042 million

### 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, 2024	–	24.00	–	29.00	53.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	31.00	–	31.00	62.00

Note: Revisions to the cash dividends forecasts most recently announced: None

### 3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	54,000	0.7	1,700	(7.9)	1,750	(20.5)	1,100	(25.5)	46.90
Full year	122,000	4.9	5,050	11.1	5,100	2.1	3,600	3.6	153.49

Note: Revisions to the consolidated financial results forecasts most recently announced: None

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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, 2024	23,600,000 shares	As of March 31, 2024	23,600,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	145,705 shares	As of March 31, 2024	145,632 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, 2024	23,454,332 shares	Three months ended June 30, 2023	23,431,937 shares
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\* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

\* Proper use of forecasts of financial results, and other special matters

Financial results forecasts and other forward-looking statements stated in this document are based on information currently available to the Company.

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	17,047	15,893
Notes and accounts receivable - trade, and contract assets	30,532	19,548
Electronically recorded monetary claims - operating	7,441	8,778
Merchandise and finished goods	11,294	9,677
Raw materials and supplies	1	0
Other	2,092	1,638
Allowance for doubtful accounts	(5)	(4)
Total current assets	68,404	55,533
Non-current assets		
Property, plant and equipment	8,584	8,666
Intangible assets		
Goodwill	1,631	1,589
Other	1,452	1,497
Total intangible assets	3,083	3,086
Investments and other assets		
Investment securities	4,802	4,733
Allowance for doubtful accounts	(62)	(62)
Other	784	826
Total investments and other assets	5,524	5,496
Total non-current assets	17,192	17,249
Total assets	85,596	72,783

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	24,498	13,498
Electronically recorded obligations - operating	5,583	5,650
Income taxes payable	810	70
Provisions	1,471	256
Other	4,324	4,451
Total current liabilities	36,687	23,927
Non-current liabilities		
Provisions	6	6
Retirement benefit liability	318	328
Other	380	522
Total non-current liabilities	705	856
<b>Total liabilities</b>	<b>37,392</b>	<b>24,783</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,576	5,576
Capital surplus	5,361	5,368
Retained earnings	33,710	33,388
Treasury shares	(168)	(168)
Total shareholders' equity	44,479	44,165
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,769	1,717
Revaluation reserve for land	378	378
Foreign currency translation adjustment	568	751
Remeasurements of defined benefit plans	845	822
Total accumulated other comprehensive income	3,562	3,669
Non-controlling interests	162	164
<b>Total net assets</b>	<b>48,204</b>	<b>47,999</b>
<b>Total liabilities and net assets</b>	<b>85,596</b>	<b>72,783</b>

**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, 2023	Three months ended June 30, 2024
Net sales	24,703	22,441
Cost of sales	21,195	19,008
Gross profit	3,508	3,433
Selling, general and administrative expenses	2,986	3,095
Operating profit	522	337
Non-operating income		
Interest income	10	17
Dividend income	35	42
Purchase discounts	4	6
Foreign exchange gains	168	170
Other	41	10
Total non-operating income	260	246
Non-operating expenses		
Interest expenses	4	5
Other	2	1
Total non-operating expenses	6	6
Ordinary profit	776	577
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	776	577
Income taxes - current	22	43
Income taxes - deferred	240	173
Total income taxes	262	216
Profit	513	360
Profit attributable to non-controlling interests	-	2
Profit attributable to owners of parent	513	358

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

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	513	360
Other comprehensive income		
Valuation difference on available-for-sale securities	303	(52)
Foreign currency translation adjustment	8	182
Remeasurements of defined benefit plans, net of tax	(13)	(22)
Total other comprehensive income	298	107
Comprehensive income	812	467
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	812	465
Comprehensive income attributable to non-controlling interests	–	2