

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

January 23, 2024

Company name: KOMERI CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 8218 URL <https://www.komeri.bit.or.jp>
 Representative: President, CEO and COO Yuichiro Sasage
 Inquiries: Director and Managing Executive Officer Hiroshi Hayakawa TEL 025(371)4111
 Scheduled date to file Quarterly Securities Report: February 14, 2024
 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, 2023 (from April 1, 2023 to December 31, 2023)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		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, 2023	290,064	(2.3)	20,105	(17.0)	20,162	(15.3)	13,858	(14.4)
Nine months ended December 31, 2022	296,785	1.0	24,215	(3.6)	23,818	(6.7)	16,190	(5.5)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	288.95		–	
Nine months ended December 31, 2022	332.99		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	360,583	236,387	65.6
As of March 31, 2023	361,387	227,347	62.9

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, 2023	–	25.00	–	25.00	50.00
Year ending March 31, 2024	–	26.00	–		
Year ending March 31, 2024 (Forecast)				26.00	52.00

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

	Operating revenue		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	379,500	0.0	21,800	(16.3)	21,800	(15.5)	13,600	(20.5)	283.81

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 2023	54,409,168 shares	As of March 31, 2023	54,409,168 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	6,569,176 shares	As of March 31, 2023	5,779,475 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, 2023	47,962,928 shares	Nine months ended December 31, 2022	48,622,867 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	14,111	18,314
Notes and accounts receivable - trade, and contract assets	25,527	26,226
Merchandise and finished goods	124,468	116,190
Raw materials and supplies	238	325
Other	6,542	7,003
Allowance for doubtful accounts	(872)	(1,007)
Total current assets	170,014	167,053
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	115,992	115,519
Land	37,337	38,483
Leased assets, net	4,403	4,615
Other, net	6,296	8,238
Total property, plant and equipment	164,029	166,857
Intangible assets	9,423	9,218
Investments and other assets		
Investment securities	1,544	1,729
Deferred tax assets	6,861	6,448
Leasehold and guarantee deposits	7,275	7,067
Other	2,238	2,210
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	17,919	17,455
Total non-current assets	191,372	193,530
Total assets	361,387	360,583

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	29,158	25,147
Electronically recorded obligations - operating	32,179	33,387
Short-term borrowings	6,000	8,500
Current portion of long-term borrowings	6,775	6,275
Lease liabilities	1,558	1,639
Income taxes payable	4,492	2,593
Provision for bonuses	1,687	736
Provision for bonuses for directors (and other officers)	19	17
Provision for point card certificates	161	198
Provision for loss on disaster	0	0
Other	19,460	18,760
Total current liabilities	101,492	97,256
Non-current liabilities		
Long-term borrowings	12,761	6,622
Lease liabilities	3,193	3,291
Provision for retirement benefits for directors (and other officers)	120	120
Provision for share awards for directors (and other officers)	207	221
Retirement benefit liability	6,401	6,625
Asset retirement obligations	7,878	8,096
Other	1,984	1,962
Total non-current liabilities	32,547	26,939
Total liabilities	134,039	124,195
Net assets		
Shareholders' equity		
Share capital	18,802	18,802
Capital surplus	25,260	25,260
Retained earnings	197,180	208,547
Treasury shares	(14,276)	(16,679)
Total shareholders' equity	226,966	235,930
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	288	425
Remeasurements of defined benefit plans	93	32
Total accumulated other comprehensive income	381	457
Total net assets	227,347	236,387
Total liabilities and net assets	361,387	360,583

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, 2022	Nine months ended December 31, 2023
Net sales	286,428	279,687
Cost of sales	193,478	191,439
Gross profit	92,949	88,247
Operating revenue	10,357	10,377
Operating gross profit	103,307	98,624
Selling, general and administrative expenses	79,091	78,519
Operating profit	24,215	20,105
Non-operating income		
Interest income	17	19
Dividend income	71	134
Hoard profit of prepaid card	69	89
Other	138	138
Total non-operating income	296	382
Non-operating expenses		
Interest expenses	59	39
Foreign exchange losses	563	49
Card reissue fee	–	141
Other	69	95
Total non-operating expenses	692	325
Ordinary profit	23,818	20,162
Extraordinary income		
Gain on sale of investment securities	–	51
Insurance claim income	362	31
Settlement income	–	498
Total extraordinary income	362	581
Extraordinary losses		
Loss on disposal of non-current assets	123	138
Loss on disaster	204	106
Impairment losses	55	46
Loss on litigation	–	12
Total extraordinary losses	382	303
Profit before income taxes	23,798	20,440
Income taxes - current	6,803	6,207
Income taxes - deferred	804	374
Total income taxes	7,607	6,581
Profit	16,190	13,858
Profit attributable to owners of parent	16,190	13,858

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	16,190	13,858
Other comprehensive income		
Valuation difference on available-for-sale securities	(47)	136
Deferred gains or losses on hedges	(11)	–
Remeasurements of defined benefit plans, net of tax	(59)	(61)
Total other comprehensive income	(118)	75
Comprehensive income	16,072	13,934
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,072	13,934
Comprehensive income attributable to non-controlling interests	–	–