

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 4, 2022

Company name: ICHINEN HOLDINGS CO., LTD  
 Stock exchange listing: Tokyo  
 Stock code: 9619 URL <https://www.ichinenhd.co.jp>  
 Representative: President Masashi Kuroda  
 Director  
 Executive Officer  
 Inquiries: General Manager Hisako Imoto TEL 06-6309-7890  
 General Planning Dept.  
 Scheduled date to file Quarterly Securities Report: February 14, 2022  
 Scheduled date to commence dividend payments: –  
 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 nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(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 December 31, 2021	90,735	8.5	7,124	25.1	7,232	26.6	4,850	140.7
Nine months ended December 31, 2020	83,612	18.4	5,692	16.4	5,711	14.0	2,014	(35.9)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2021	200.92		200.15	
Nine months ended December 31, 2020	82.92		82.71	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2021	166,875	42,974	25.7	1,790.73
As of March 31, 2021	161,948	39,706	24.5	1,631.60

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, 2021	–	20.00	–	20.00	40.00
Year ending March 31, 2022	–	23.00	–		
Year ending March 31, 2022 (Forecast)				20.00	43.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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	118,350	5.1	8,000	6.4	8,020	6.7	5,100	69.1	211.66

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021  
(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: Yes
- 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, 2021	24,262,227 shares	As of March 31, 2021	24,612,227 shares
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Number of treasury shares at the end of the period

As of December 31, 2021	314,237 shares	As of March 31, 2021	314,197 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, 2021	24,142,740 shares	Nine months ended December 31, 2020	24,298,262 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	11,984	11,678
Notes and accounts receivable - trade	17,074	16,375
Electronically recorded monetary claims - operating	2,718	4,086
Accounts receivable-leasing business and maintenance business	2,522	2,594
Investments in leases	19,780	21,298
Merchandise and finished goods	7,029	8,166
Work in process	779	878
Raw materials and supplies	1,414	1,461
Prepaid expenses	2,437	2,824
Other	2,962	2,487
Allowance for doubtful accounts	(44)	(43)
Total current assets	68,659	71,807
Non-current assets		
Property, plant and equipment		
Assets for lease	130,781	134,382
Accumulated depreciation-lease business assets	(70,759)	(73,974)
Lease Assets Net	60,022	60,408
Land	8,602	9,748
Other	24,887	28,612
Accumulated depreciation	(11,277)	(14,308)
Other, net	13,610	14,303
Total property, plant and equipment	82,235	84,461
Intangible assets		
Goodwill	1,193	1,008
Other	383	409
Total intangible assets	1,577	1,418
Investments and other assets		
Investment securities	5,130	4,899
Long-term prepaid expenses	1,740	1,710
Deferred tax assets	593	685
Other	2,150	1,944
Allowance for doubtful accounts	(167)	(118)
Total investments and other assets	9,446	9,121
Total non-current assets	93,259	95,001
Deferred assets	29	66
<b>Total assets</b>	<b>161,948</b>	<b>166,875</b>

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,320	13,041
Electronically recorded obligations - operating	3,908	4,605
Short-term borrowings	8,300	4,350
Commercial papers	3,500	3,000
Current portion of bonds payable	5,260	260
Current portion of long-term borrowings	20,856	20,204
Lease obligations	15	11
Income taxes payable	507	1,699
Advances received-leasing business and maintenance business	563	541
Provision for bonuses	782	324
Reserve for quality assurance	6	9
Other	2,259	2,348
Total current liabilities	60,278	50,396
Non-current liabilities		
Bonds payable	6,750	16,620
Long-term borrowings	51,991	53,565
Lease obligations	9	5
Retirement benefit liability	2,029	2,019
Provision for retirement benefits for directors (and other officers)	159	224
Asset retirement obligations	384	449
Other	638	619
Total non-current liabilities	61,962	73,504
Total liabilities	122,241	123,900
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,529	2,529
Capital surplus	1,805	1,805
Retained earnings	33,965	37,404
Treasury shares	(340)	(368)
Total shareholders' equity	37,959	41,370
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,690	1,485
Deferred gains or losses on hedges	1	0
Foreign currency translation adjustment	18	51
Remeasurements of defined benefit plans	(25)	(23)
Total accumulated other comprehensive income	1,684	1,513
Share acquisition rights	62	90
Total net assets	39,706	42,974
Total liabilities and net assets	161,948	166,875

## 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, 2020	Nine months ended December 31, 2021
Net sales	83,612	90,735
Cost of sales	65,062	70,449
Gross profit	18,550	20,286
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	734	767
Salaries, allowances and bonuses	5,159	5,249
Provision for bonuses	292	288
Retirement benefit expenses	240	214
Provision for retirement benefits for directors (and other officers)	21	22
Provision of allowance for doubtful accounts	42	(1)
Provision for quality assurance	1	3
Amortization of goodwill	215	185
Other	6,149	6,432
Total selling, general and administrative expenses	12,857	13,162
Operating profit	5,692	7,124
Non-operating income		
Dividend income	71	77
Purchase discounts	42	45
Other	92	76
Total non-operating income	207	199
Non-operating expenses		
Interest expenses	60	46
Commission expenses	56	17
Other	71	27
Total non-operating expenses	188	91
Ordinary profit	5,711	7,232
Extraordinary income		
Gain on sale of non-current assets	1	2
Gain on sale of investment securities	35	2
Gain on bargain purchase	–	259
Gain on sale of membership	0	–
Total extraordinary income	37	264
Extraordinary losses		
Loss on sale and retirement of non-current assets	2,464	55
Loss on sale of investment securities	–	0
Loss on valuation of investment securities	14	49
Loss on sale of membership	0	–
Total extraordinary losses	2,479	105
Profit before income taxes	3,269	7,391
Income taxes - current	947	2,567
Income taxes - deferred	307	(27)
Total income taxes	1,255	2,540
Profit	2,014	4,850
Profit attributable to owners of parent	2,014	4,850

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

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	2,014	4,850
Other comprehensive income		
Valuation difference on available-for-sale securities	725	(204)
Deferred gains or losses on hedges	(11)	(1)
Foreign currency translation adjustment	10	32
Remeasurements of defined benefit plans, net of tax	15	1
Total other comprehensive income	739	(171)
Comprehensive income	2,754	4,679
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,754	4,679