

Translation

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

August 8, 2024

Company name: ICHINEN HOLDINGS CO., LTD
 Stock exchange listing: Tokyo
 Stock code: 9619 URL <https://www.ichinenhd.co.jp>
 Representative: President Masashi Kuroda
 Director
 Managing Executive Officer
 Inquiries: General Manager Hisako Imoto TEL 06-6309-7890
 General Planning Dept.
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(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	39,522	23.5	3,345	74.7	3,481	66.8	2,273	43.5
Three months ended June 30, 2023	32,010	5.7	1,915	(13.4)	2,086	(11.4)	1,583	5.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	94.50		94.10	
Three months ended June 30, 2023	65.83		65.67	

(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	205,071	62,327	30.1	2,564.70
As of March 31, 2024	202,606	61,007	29.8	2,510.23

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, 2024	–	30.00	–	30.00	60.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		30.00	–	30.00	60.00

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 attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	80,000	25.9	4,567	7.9	4,511	(0.7)	2,834	(9.3)	117.83
Full year	160,000	15.7	9,200	1.7	9,000	(4.9)	5,700	(53.5)	236.98

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: 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 June 30, 2024	24,262,227 shares	As of March 31, 2024	24,262,227 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	209,676 shares	As of March 31, 2024	209,641 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	24,052,563 shares	Three months ended June 30, 2023	24,052,771 shares
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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	8,374	7,814
Notes and accounts receivable - trade	21,637	23,302
Electronically recorded monetary claims - operating	3,523	3,401
Accounts receivable-leasing business and maintenance business	2,644	2,690
Investments in leases	28,913	30,517
Merchandise and finished goods	15,830	14,744
Work in process	1,597	1,330
Raw materials and supplies	6,006	6,222
Prepaid expenses	2,515	4,000
Other	3,965	4,257
Allowance for doubtful accounts	(12)	(6)
Total current assets	94,997	98,274
Non-current assets		
Property, plant and equipment		
Assets for lease	147,080	147,375
Accumulated depreciation-lease business assets	(86,564)	(87,362)
Lease Assets Net	60,516	60,012
Land	17,673	17,674
Other	49,216	49,399
Accumulated depreciation	(33,166)	(33,522)
Other, net	16,050	15,876
Total property, plant and equipment	94,240	93,563
Intangible assets		
Goodwill	453	391
Other	881	1,038
Total intangible assets	1,335	1,430
Investments and other assets		
Investment securities	6,863	6,468
Long-term prepaid expenses	1,587	1,605
Deferred tax assets	1,346	1,483
Other	2,270	2,287
Allowance for doubtful accounts	(96)	(97)
Total investments and other assets	11,971	11,748
Total non-current assets	107,547	106,742
Deferred assets	61	54
Total assets	202,606	205,071

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,076	14,152
Electronically recorded obligations - operating	5,488	5,458
Short-term borrowings	4,400	4,400
Commercial papers	2,000	3,000
Current portion of bonds payable	5,230	5,230
Current portion of long-term borrowings	21,536	23,397
Lease liabilities	4	3
Income taxes payable	3,478	1,303
Advances received-leasing business and maintenance business	429	482
Provision for bonuses	1,274	1,803
Reserve for quality assurance	18	19
Other	3,622	4,230
Total current liabilities	63,559	63,481
Non-current liabilities		
Bonds payable	16,000	16,000
Long-term borrowings	58,381	59,648
Lease liabilities	7	6
Retirement benefit liability	1,867	1,847
Provision for retirement benefits for directors (and other officers)	247	252
Asset retirement obligations	598	601
Other	936	907
Total non-current liabilities	78,038	79,262
Total liabilities	141,598	142,744
Net assets		
Shareholders' equity		
Share capital	2,529	2,529
Capital surplus	1,805	1,805
Retained earnings	53,887	55,451
Treasury shares	(245)	(245)
Total shareholders' equity	57,975	59,539
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,063	1,811
Deferred gains or losses on hedges	6	21
Foreign currency translation adjustment	58	48
Remeasurements of defined benefit plans	273	266
Total accumulated other comprehensive income	2,401	2,147
Share acquisition rights	86	98
Non-controlling interests	543	541
Total net assets	61,007	62,327
Total liabilities and net assets	202,606	205,071

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	32,010	39,522
Cost of sales	25,347	30,674
Gross profit	6,662	8,847
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	309	341
Salaries, allowances and bonuses	1,522	1,760
Provision for bonuses	340	421
Retirement benefit expenses	91	57
Provision for retirement benefits for directors (and other officers)	8	4
Provision of allowance for doubtful accounts	(2)	(5)
Provision for quality assurance	–	1
Amortization of goodwill	61	61
Other	2,414	2,860
Total selling, general and administrative expenses	4,747	5,502
Operating profit	1,915	3,345
Non-operating income		
Dividend income	47	58
Purchase discounts	13	13
Foreign exchange gains	67	36
Other	81	109
Total non-operating income	208	217
Non-operating expenses		
Interest expenses	18	56
Commission expenses	7	11
Other	11	13
Total non-operating expenses	37	82
Ordinary profit	2,086	3,481
Extraordinary income		
Gain on sale of non-current assets	0	1
Gain on sale of investment securities	–	49
Gain on sale of membership	–	2
Total extraordinary income	0	53
Extraordinary losses		
Loss on sale and retirement of non-current assets	22	36
Loss on sale of investment securities	–	0
Total extraordinary losses	22	36
Profit before income taxes	2,065	3,497
Income taxes - current	846	1,289
Income taxes - deferred	(363)	(62)
Total income taxes	482	1,226
Profit	1,583	2,270
Loss attributable to non-controlling interests	–	(2)
Profit attributable to owners of parent	1,583	2,273

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	1,583	2,270
Other comprehensive income		
Valuation difference on available-for-sale securities	230	(240)
Deferred gains or losses on hedges	46	14
Foreign currency translation adjustment	15	(9)
Remeasurements of defined benefit plans, net of tax	3	(6)
Total other comprehensive income	294	(241)
Comprehensive income	1,878	2,029
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,878	2,031
Comprehensive income attributable to non-controlling interests	–	(2)