

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended May 31, 2023 (Based on Japanese GAAP)

June 26, 2023

Company name: ICHIBANYA CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 7630 URL <https://www.ichibanya.co.jp/>  
 Representative: President Mamoru Kuzuhara  
 General Manager of Corporate Planning Yasutaka Hirao TEL (0586) 81 - 0792  
 Dept.  
 Scheduled date to file Quarterly Securities Report: July 10, 2023  
 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 three months ended May 31, 2023 (from March 1, 2023 to May 31, 2023)

#### (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 May 31, 2023	12,894	14.2	1,258	138.0	1,323	86.8	881	102.8
Three months ended May 31, 2022	11,287	2.0	528	(22.8)	708	(37.8)	434	(65.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended May 31, 2023	27.63		–	
Three months ended May 31, 2022	13.63		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of May 31, 2023	42,165	30,526	71.5	944.78
As of February 28, 2023	42,432	30,945	72.0	957.78

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended February 28, 2023	–	40.00	–	40.00	80.00
Year ending February 29, 2024	–				
Year ending February 29, 2024 (Forecast)		40.00	–	40.00	80.00

### 3. Forecast of consolidated financial results for the year ending February 29, 2024 (from March 1, 2023 to February 29, 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
Six months ending August 31, 2023	25,500	11.5	1,810	37.3	1,930	17.5	1,140	11.6	35.72
Full year	53,000	9.8	4,300	19.0	4,540	12.3	2,880	13.4	90.23

4. Notes

- (1) Changes in significant subsidiaries during the three months ended May 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 May 31, 2023	31,926,000 shares	As of February 28, 2023	31,926,000 shares
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Number of treasury shares at the end of the period

As of May 31, 2023	26,878 shares	As of February 28, 2023	6,836 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2023	31,909,878 shares	Three months ended May 31, 2022	31,912,353 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of February 28, 2023	As of May 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	17,690,428	16,087,931
Accounts receivable - trade	3,161,681	3,326,824
Merchandise and finished goods	1,001,425	1,004,687
Work in process	47,519	40,719
Raw materials and supplies	260,984	287,843
Other	819,759	897,674
Total current assets	22,981,799	21,645,681
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,844,872	5,042,948
Machinery, equipment and vehicles, net	687,188	647,151
Land	5,375,658	5,396,814
Leased assets, net	702,255	634,230
Other, net	585,195	711,997
Total property, plant and equipment	12,195,170	12,433,142
Intangible assets		
Goodwill	223,145	998,810
Other	845,024	933,277
Total intangible assets	1,068,170	1,932,088
Investments and other assets		
Investment securities	372,560	402,100
Deferred tax assets	1,089,040	990,526
Guarantee deposits	4,495,207	4,510,209
Other	233,104	253,737
Allowance for doubtful accounts	(2,153)	(2,072)
Total investments and other assets	6,187,759	6,154,499
Total non-current assets	19,451,100	20,519,730
Total assets	42,432,899	42,165,412

(Thousands of yen)

	As of February 28, 2023	As of May 31, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	2,312,523	2,488,374
Current portion of long-term borrowings	–	9,904
Accounts payable - other	1,455,617	1,531,267
Income taxes payable	574,309	432,685
Provision for bonuses	329,732	162,237
Provision for shareholder benefit program	99,117	78,299
Other	1,143,819	1,333,344
<b>Total current liabilities</b>	<b>5,915,119</b>	<b>6,036,111</b>
<b>Non-current liabilities</b>		
Long-term borrowings	–	74,292
Lease liabilities	293,193	228,824
Retirement benefit liability	1,150,350	1,165,456
Long-term guarantee deposits	3,540,954	3,528,630
Asset retirement obligations	532,591	551,094
Other	55,101	54,202
<b>Total non-current liabilities</b>	<b>5,572,192</b>	<b>5,602,502</b>
<b>Total liabilities</b>	<b>11,487,311</b>	<b>11,638,613</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,503,270	1,503,270
Capital surplus	1,389,226	1,389,226
Retained earnings	27,090,313	26,695,362
Treasury shares	(32,701)	(138,858)
<b>Total shareholders' equity</b>	<b>29,950,108</b>	<b>29,449,000</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	53,977	74,516
Foreign currency translation adjustment	577,421	622,824
Remeasurements of defined benefit plans	(9,980)	(8,801)
<b>Total accumulated other comprehensive income</b>	<b>621,417</b>	<b>688,539</b>
<b>Non-controlling interests</b>	<b>374,061</b>	<b>389,259</b>
<b>Total net assets</b>	<b>30,945,588</b>	<b>30,526,799</b>
<b>Total liabilities and net assets</b>	<b>42,432,899</b>	<b>42,165,412</b>

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

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Three months ended May 31, 2022	Three months ended May 31, 2023
Net sales	11,287,512	12,894,047
Cost of sales	6,152,918	6,667,232
Gross profit	5,134,593	6,226,815
Selling, general and administrative expenses	4,606,005	4,968,618
Operating profit	528,588	1,258,196
Non-operating income		
Interest and dividend income	4,434	14,414
Rental income from buildings	214,533	222,678
Other	136,035	17,893
Total non-operating income	355,003	254,987
Non-operating expenses		
Interest expenses	3,227	3,247
Rental expenses	168,783	181,120
Other	3,378	5,683
Total non-operating expenses	175,389	190,052
Ordinary profit	708,202	1,323,132
Extraordinary income		
Gain on sales of stores	–	20,364
Other	–	573
Total extraordinary income	–	20,938
Extraordinary losses		
Loss on retirement of non-current assets	1,007	59
Impairment losses	9,766	6,437
Total extraordinary losses	10,774	6,497
Profit before income taxes	697,428	1,337,573
Income taxes - current	163,759	343,417
Income taxes - deferred	112,207	99,572
Total income taxes	275,966	442,990
Profit	421,462	894,583
Profit (loss) attributable to non-controlling interests	(13,373)	12,767
Profit attributable to owners of parent	434,835	881,815

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

(Thousands of yen)

	Three months ended May 31, 2022	Three months ended May 31, 2023
Profit	421,462	894,583
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,134)	20,539
Foreign currency translation adjustment	184,132	47,832
Remeasurements of defined benefit plans, net of tax	5,671	1,179
Total other comprehensive income	184,669	69,551
Comprehensive income	606,131	964,134
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	603,432	948,936
Comprehensive income attributable to non-controlling interests	2,698	15,197