

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended November 30, 2023 (Based on Japanese GAAP)

December 25, 2023

Company name: ICHIBANYA CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7630 URL <https://www.ichibanya.co.jp/>
 Representative: President Mamoru Kuzuhara
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 Dept.
 Scheduled date to file Quarterly Securities Report: January 12, 2024
 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 nine months ended November 30, 2023 (from March 1, 2023 to November 30, 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	%
Nine months ended November 30, 2023	41,180	16.7	3,893	66.8	4,119	53.1	2,438	40.4
Nine months ended November 30, 2022	35,292	6.6	2,334	19.9	2,691	(11.4)	1,737	(24.7)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended November 30, 2023	76.42		–	
Nine months ended November 30, 2022	54.42		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of November 30, 2023	43,199	31,202	71.2	963.48
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	–	40.00	–		
Year ending February 29, 2024 (Forecast)				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
Full year	55,100	14.1	4,900	35.6	5,150	27.4	3,100	22.1	97.16

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended November 30, 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 November 30, 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 November 30, 2023	21,043 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)

Nine months ended November 30, 2023	31,906,009 shares	Nine months ended November 30, 2022	31,916,332 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of February 28, 2023	As of November 30, 2023
Assets		
Current assets		
Cash and deposits	17,690,428	16,551,992
Accounts receivable - trade	3,161,681	3,667,154
Merchandise and finished goods	1,001,425	1,024,242
Work in process	47,519	47,508
Raw materials and supplies	260,984	317,263
Other	819,759	1,005,696
Total current assets	22,981,799	22,613,857
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,844,872	5,236,359
Machinery, equipment and vehicles, net	687,188	641,428
Land	5,375,658	5,326,227
Leased assets, net	702,255	402,834
Other, net	585,195	589,380
Total property, plant and equipment	12,195,170	12,196,230
Intangible assets		
Goodwill	223,145	804,221
Other	845,024	1,313,321
Total intangible assets	1,068,170	2,117,542
Investments and other assets		
Investment securities	372,560	385,220
Deferred tax assets	1,089,040	1,057,744
Guarantee deposits	4,495,207	4,535,054
Other	233,104	296,283
Allowance for doubtful accounts	(2,153)	(2,115)
Total investments and other assets	6,187,759	6,272,187
Total non-current assets	19,451,100	20,585,960
Total assets	42,432,899	43,199,818

(Thousands of yen)

	As of February 28, 2023	As of November 30, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	2,312,523	2,864,489
Accounts payable - other	1,455,617	1,598,525
Income taxes payable	574,309	689,056
Provision for bonuses	329,732	168,656
Provision for shareholder benefit program	99,117	87,918
Other	1,143,819	1,092,166
Total current liabilities	5,915,119	6,500,812
Non-current liabilities		
Lease liabilities	293,193	156,631
Retirement benefit liability	1,150,350	1,191,827
Long-term guarantee deposits	3,540,954	3,486,236
Asset retirement obligations	532,591	555,891
Other	55,101	105,707
Total non-current liabilities	5,572,192	5,496,295
Total liabilities	11,487,311	11,997,107
Net assets		
Shareholders' equity		
Share capital	1,503,270	1,503,270
Capital surplus	1,389,226	1,389,950
Retained earnings	27,090,313	26,975,519
Treasury shares	(32,701)	(108,714)
Total shareholders' equity	29,950,108	29,760,024
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	53,977	62,779
Foreign currency translation adjustment	577,421	923,585
Remeasurements of defined benefit plans	(9,980)	(6,442)
Total accumulated other comprehensive income	621,417	979,922
Non-controlling interests	374,061	462,764
Total net assets	30,945,588	31,202,711
Total liabilities and net assets	42,432,899	43,199,818

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended November 30, 2022	Nine months ended November 30, 2023
Net sales	35,292,439	41,180,583
Cost of sales	18,804,229	21,189,009
Gross profit	16,488,209	19,991,574
Selling, general and administrative expenses	14,154,018	16,098,299
Operating profit	2,334,191	3,893,275
Non-operating income		
Interest and dividend income	11,386	30,138
Rental income from buildings	653,387	660,829
Subsidy income	242,525	–
Other	58,024	97,835
Total non-operating income	965,324	788,804
Non-operating expenses		
Interest expenses	9,837	8,764
Rental expenses	516,340	534,836
Other	81,862	19,128
Total non-operating expenses	608,040	562,729
Ordinary profit	2,691,475	4,119,350
Extraordinary income		
Gain on sales of stores	68,635	21,040
Other	2,560	2,232
Total extraordinary income	71,195	23,273
Extraordinary losses		
Loss on sale of non-current assets	33,806	–
Loss on retirement of non-current assets	9,226	6,386
Impairment losses	80,186	384,881
Loss on valuation of shares of subsidiaries and associates	4,932	–
Total extraordinary losses	128,151	391,268
Profit before income taxes	2,634,519	3,751,355
Income taxes - current	742,432	1,247,284
Income taxes - deferred	145,336	17,033
Total income taxes	887,769	1,264,318
Profit	1,746,750	2,487,037
Profit attributable to non-controlling interests	9,746	48,866
Profit attributable to owners of parent	1,737,003	2,438,170

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended November 30, 2022	Nine months ended November 30, 2023
Profit	1,746,750	2,487,037
Other comprehensive income		
Valuation difference on available-for-sale securities	(13,497)	8,802
Foreign currency translation adjustment	547,125	388,410
Remeasurements of defined benefit plans, net of tax	17,013	3,538
Total other comprehensive income	550,641	400,751
Comprehensive income	2,297,392	2,887,788
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,222,524	2,796,674
Comprehensive income attributable to non-controlling interests	74,867	91,113