

Translation

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Summary of Consolidated Financial Results for the Three Months Ended May 31, 2024 (Based on Japanese GAAP)

June 24, 2024

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
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 Dept.
 Scheduled date to file Quarterly Securities Report: July 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 three months ended May 31, 2024 (from March 1, 2024 to May 31, 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 May 31, 2024	14,253	10.5	1,086	(13.7)	1,155	(12.7)	848	(3.8)
Three months ended May 31, 2023	12,894	14.2	1,258	138.0	1,323	86.8	881	102.8

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended May 31, 2024	5.32	–
Three months ended May 31, 2023	5.53	–

(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, 2024	42,793	31,189	71.7	192.41
As of February 29, 2024	44,032	31,378	70.2	193.83

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 February 29, 2024	–	40.00	–	40.00	80.00
Year ending February 28, 2025	–				
Year ending February 28, 2025 (Forecast)		8.00	–	8.00	16.00

3. Forecast of consolidated financial results for the year ending February 28, 2025 (from March 1, 2024 to February 28, 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 August 31, 2024	29,700	10.7	2,400	(2.7)	2,500	(4.1)	1,400	(1.3)	8.15
Full year	61,500	11.5	5,200	10.3	5,400	7.5	3,100	15.4	19.43

4. Notes

- (1) Changes in significant subsidiaries during the three months ended May 31, 2024
(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, 2024	159,630,000 shares	As of February 29, 2024	159,630,000 shares
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Number of treasury shares at the end of the period

As of May 31, 2024	105,215 shares	As of February 29, 2024	105,215 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, 2024	159,524,785 shares	Three months ended May 31, 2023	159,549,387 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of February 29, 2024	As of May 31, 2024
Assets		
Current assets		
Cash and deposits	15,899,596	13,921,905
Accounts receivable - trade	3,403,946	3,789,939
Merchandise and finished goods	1,004,452	983,532
Work in process	41,495	44,788
Raw materials and supplies	273,876	290,125
Other	918,705	856,256
Total current assets	21,542,074	19,886,546
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,150,074	5,393,250
Machinery, equipment and vehicles, net	595,159	572,041
Land	5,201,391	5,201,391
Leased assets, net	284,048	196,315
Other, net	710,654	946,419
Total property, plant and equipment	11,941,328	12,309,419
Intangible assets		
Goodwill	2,693,742	2,614,071
Other	1,498,089	1,739,583
Total intangible assets	4,191,832	4,353,654
Investments and other assets		
Investment securities	435,860	451,896
Deferred tax assets	1,143,660	1,021,874
Guarantee deposits	4,469,022	4,460,519
Other	311,174	311,762
Allowance for doubtful accounts	(2,105)	(1,999)
Total investments and other assets	6,357,611	6,244,052
Total non-current assets	22,490,772	22,907,126
Total assets	44,032,846	42,793,673

(Thousands of yen)

	As of February 29, 2024	As of May 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	2,581,758	2,854,024
Current portion of long-term borrowings	6,432	—
Accounts payable - other	1,898,087	1,825,594
Income taxes payable	1,164,631	341,180
Provision for bonuses	385,004	185,005
Provision for shareholder benefit program	108,464	88,093
Other	1,059,310	962,569
Total current liabilities	7,203,688	6,256,467
Non-current liabilities		
Long-term borrowings	64,264	—
Lease liabilities	117,841	100,539
Retirement benefit liability	1,186,394	1,169,717
Asset retirement obligations	552,211	555,681
Long-term guarantee deposits	3,464,467	3,461,077
Other	65,596	60,291
Total non-current liabilities	5,450,775	5,347,308
Total liabilities	12,654,463	11,603,776
Net assets		
Shareholders' equity		
Share capital	1,503,270	1,503,270
Capital surplus	1,389,950	1,389,950
Retained earnings	27,223,274	26,795,320
Treasury shares	(108,714)	(108,714)
Total shareholders' equity	30,007,779	29,579,825
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	97,989	109,139
Foreign currency translation adjustment	809,460	1,000,489
Remeasurements of defined benefit plans	5,560	5,423
Total accumulated other comprehensive income	913,010	1,115,052
Non-controlling interests	457,592	495,018
Total net assets	31,378,383	31,189,897
Total liabilities and net assets	44,032,846	42,793,673

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, 2023	Three months ended May 31, 2024
Net sales	12,894,047	14,253,295
Cost of sales	6,667,232	7,197,357
Gross profit	6,226,815	7,055,937
Selling, general and administrative expenses	4,968,618	5,969,645
Operating profit	1,258,196	1,086,292
Non-operating income		
Interest and dividend income	14,414	8,423
Rental income from buildings	222,678	219,456
Other	17,893	31,554
Total non-operating income	254,987	259,434
Non-operating expenses		
Interest expenses	3,247	1,711
Rental expenses	181,120	168,837
Other	5,683	19,440
Total non-operating expenses	190,052	189,990
Ordinary profit	1,323,132	1,155,736
Extraordinary income		
Gain on sales of stores	20,364	65,116
Other	573	1,000
Total extraordinary income	20,938	66,116
Extraordinary losses		
Loss on retirement of non-current assets	59	1,326
Impairment losses	6,437	—
Total extraordinary losses	6,497	1,326
Profit before income taxes	1,337,573	1,220,526
Income taxes - current	343,417	237,162
Income taxes - deferred	99,572	121,631
Total income taxes	442,990	358,794
Profit	894,583	861,731
Profit attributable to non-controlling interests	12,767	13,487
Profit attributable to owners of parent	881,815	848,244

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended May 31, 2023	Three months ended May 31, 2024
Profit	894,583	861,731
Other comprehensive income		
Valuation difference on available-for-sale securities	20,539	11,149
Foreign currency translation adjustment	47,832	214,968
Remeasurements of defined benefit plans, net of tax	1,179	(136)
Total other comprehensive income	69,551	225,981
Comprehensive income	964,134	1,087,712
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	948,936	1,050,286
Comprehensive income attributable to non-controlling interests	15,197	37,426