

# Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 10, 2023

Company name: Shimojima Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 7482 URL <https://www.shimojima.co.jp/>  
 Representative: Representative Director, President Yoshihiko Kasai  
 Inquiries: Managing Director, Corporate Planning Hitoshi Onodera TEL 03-3862-8626  
 Scheduled date to file Quarterly Securities Report: August 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 June 30, 2023 (from April 1, 2023 to June 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	%
Three months ended June 30, 2023	14,177	9.0	810	–	900	–	593	–
Three months ended June 30, 2022	13,008	14.0	(35)	–	10	–	(22)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	25.47	–
Three months ended June 30, 2022	(0.97)	–

#### (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, 2023	39,556	33,126	83.6	1,418.79
As of March 31, 2023	40,023	32,679	81.5	1,399.70

### 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, 2023	–	11.00	–	11.00	22.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		11.00	–	11.00	22.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 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	57,600	4.7	2,100	4.4	2,400	0.5	1,600	3.7	68.69

#### 4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 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: Yes
- (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 June 30, 2023	24,257,826 shares	As of March 31, 2023	24,257,826 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	955,429 shares	As of March 31, 2023	955,338 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, 2023	23,302,425 shares	Three months ended June 30, 2022	23,271,135 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	7,140	5,940
Notes and accounts receivable - trade	6,989	6,607
Electronically recorded monetary claims - operating	1,001	1,119
Merchandise and finished goods	5,274	5,694
Raw materials and supplies	596	535
Other	473	672
Allowance for doubtful accounts	(15)	(15)
Total current assets	21,460	20,553
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,783	5,396
Land	7,761	7,760
Other, net	1,994	839
Total property, plant and equipment	13,539	13,995
Intangible assets		
Goodwill	413	382
Other	1,205	1,198
Total intangible assets	1,619	1,580
Investments and other assets		
Other	3,497	3,510
Allowance for doubtful accounts	(93)	(84)
Total investments and other assets	3,403	3,425
Total non-current assets	18,562	19,002
Total assets	40,023	39,556

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,010	3,021
Current portion of long-term borrowings	6	6
Income taxes payable	831	329
Provision for bonuses	451	233
Provision for bonuses for directors (and other officers)	97	11
Other	1,679	1,447
Total current liabilities	6,075	5,049
Non-current liabilities		
Long-term borrowings	76	74
Retirement benefit liability	352	368
Other	839	937
Total non-current liabilities	1,268	1,380
Total liabilities	7,343	6,430
Net assets		
Shareholders' equity		
Share capital	1,405	1,405
Capital surplus	1,299	1,299
Retained earnings	36,834	37,171
Treasury shares	(1,063)	(1,064)
Total shareholders' equity	38,474	38,811
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	320	332
Deferred gains or losses on hedges	6	101
Revaluation reserve for land	(6,195)	(6,195)
Remeasurements of defined benefit plans	10	10
Total accumulated other comprehensive income	(5,858)	(5,750)
Non-controlling interests	63	65
Total net assets	32,679	33,126
Total liabilities and net assets	40,023	39,556

# 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, 2022	Three months ended June 30, 2023
Net sales	13,008	14,177
Cost of sales	9,085	9,525
Gross profit	3,923	4,652
Selling, general and administrative expenses	3,958	3,841
Operating profit (loss)	(35)	810
Non-operating income		
Interest income	3	0
Dividend income	1	1
Rental income	48	50
Reversal of allowance for doubtful accounts	5	8
Other	53	41
Total non-operating income	112	102
Non-operating expenses		
Interest expenses	0	0
Foreign exchange losses	56	—
Rental costs on real estate	5	5
Other	5	6
Total non-operating expenses	66	12
Ordinary profit	10	900
Extraordinary income		
Surrender value of insurance policies	5	1
Total extraordinary income	5	1
Extraordinary losses		
Dismantlement expenses	28	—
Loss on cancellation of insurance policies	11	—
Total extraordinary losses	39	—
Profit (loss) before income taxes	(22)	901
Income taxes	(2)	306
Profit (loss)	(20)	595
Profit attributable to non-controlling interests	1	1
Profit (loss) attributable to owners of parent	(22)	593

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

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit (loss)	(20)	595
Other comprehensive income		
Valuation difference on available-for-sale securities	(34)	12
Deferred gains or losses on hedges	33	95
Remeasurements of defined benefit plans, net of tax	0	0
Total other comprehensive income	(0)	107
Comprehensive income	(21)	702
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(23)	701
Comprehensive income attributable to non-controlling interests	1	1