

Consolidated Financial Statements for the Three Months Ended June 30, 2023 [Japanese GAAP]



August 3, 2023

Company name: **SODA NIKKA CO., LTD.**

Stock exchange listing: Tokyo Stock Exchange

Code number: 8158

URL: <https://www.sodanikka.co.jp/>

Representative: Ryuji Mezaki, President and Chief Executive Officer

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Scheduled date of filing quarterly report: August 10, 2023

Scheduled date of commencing dividend payments: –

Preparation of supplementary explanatory materials: No

Quarterly financial results briefing: No

(Amounts of less than one million yen are rounded down.)

1. Consolidated Results for the Three Months Ended June 30, 2023 (April 1, 2023 – June 30, 2023)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2023	15,566	6.7	538	47.9	723	27.9	509	29.1
June 30, 2022	14,583	15.2	364	46.6	565	86.9	395	42.2

(Note) Comprehensive income: Three months ended June 30, 2023: ¥1,339 million [848.7%]

Three months ended June 30, 2022: ¥141 million [–%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	22.21	–
June 30, 2022	17.43	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2023	69,894	27,156	38.9
As of March 31, 2023	69,292	26,437	38.2

(Reference) Equity: As of June 30, 2023: ¥27,156 million

As of March 31, 2023: ¥26,437 million

2. Cash Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	–	13.00	–	27.00	40.00
Fiscal year ending March 31, 2024	–				
Fiscal year ending March 31, 2024 (Forecast)		14.00	–	14.00	28.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

Preface to the forecast of consolidated results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Second quarter (cumulative)	32,500	8.2	890	6.8	1,100	0.7	800	0.4	34.85
Full year	65,300	4.1	1,850	6.2	2,180	2.3	1,600	6.2	69.69

(Note) Revision to the forecast of consolidated results announced most recently: No

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: None
(changes in specified subsidiaries resulting in changes in scope of consolidation)
 - (2) Application of an accounting method specific to the preparation of Quarterly Consolidated Financial Statements:
No
 - (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
 - (4) Total number of outstanding shares (common shares)
 - 1) Total number of outstanding shares at the end of the period (including treasury shares):
June 30, 2023: 22,968,000 shares
March 31, 2023: 22,968,000 shares

 - 2) Total number of treasury shares at the end of the period:
June 30, 2023: 9,556 shares
March 31, 2023: 9,556 shares

 - 3) Average number of shares during the period:
Three months ended June 30, 2023: 22,958,444 shares
Three months ended June 30, 2022: 22,668,337 shares
- * These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit corporations.

*** Explanation of the proper use of performance forecast and other notes**

The above forecasts are estimated based on the information currently available, and actual results may differ from these forecasts due to a wide range of factors. For assumptions that form the basis of the performance forecast and cautionary notes, etc. on the use of performance forecast, please see “Explanation regarding information on future prospects such as forecast of consolidated results” on page 3 of this Quarterly Consolidated Financial Statements (attached materials, Japanese only).

2. Quarterly Consolidated Financial Statements and Primary Notes
(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	8,405	7,129
Notes and accounts receivable - trade, and contract assets	41,996	41,624
Merchandise and finished goods	1,512	1,563
Other	774	758
Allowance for doubtful accounts	(114)	(88)
Total current assets	52,573	50,986
Non-current assets		
Property, plant and equipment	3,235	4,285
Intangible assets	123	114
Investments and other assets		
Investment securities	12,604	13,777
Distressed receivables	5	5
Other	756	730
Allowance for doubtful accounts	(6)	(6)
Total investments and other assets	13,360	14,507
Total non-current assets	16,719	18,908
Total assets	69,292	69,894

(Million yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	32,085	32,026
Short-term borrowings	4,757	5,157
Income taxes payable	519	139
Contract liabilities	166	133
Provisions	437	226
Other	995	763
Total current liabilities	38,961	38,446
Non-current liabilities		
Deferred tax liabilities	1,683	2,100
Retirement benefit liability	1,192	1,193
Other	1,018	997
Total non-current liabilities	3,893	4,291
Total liabilities	42,855	42,737
Net assets		
Shareholders' equity		
Share capital	3,762	3,762
Capital surplus	3,116	3,116
Retained earnings	13,999	13,889
Treasury shares	(6)	(6)
Total shareholders' equity	20,871	20,761
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,279	6,094
Deferred gains or losses on hedges	(3)	(1)
Revaluation reserve for land	196	196
Foreign currency translation adjustment	96	107
Remeasurements of defined benefit plans	(2)	(1)
Total accumulated other comprehensive income	5,566	6,395
Total net assets	26,437	27,156
Total liabilities and net assets	69,292	69,894

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
 Consolidated Statements of Income
 For the Three-Month Period

(Million yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	14,583	15,566
Cost of sales	12,651	13,445
Gross profit	1,931	2,120
Selling, general and administrative expenses		
Freight and incidental costs	326	289
Salaries and allowances	492	523
Provision for bonuses	149	161
Provision for bonuses for directors (and other officers)	8	6
Retirement benefit expenses	29	25
Other	560	575
Total selling, general and administrative expenses	1,567	1,581
Operating profit	364	538
Non-operating income		
Interest income	0	0
Dividend income	169	167
Other	42	28
Total non-operating income	212	197
Non-operating expenses		
Interest expenses	5	7
Commission for syndicated loans	4	4
Other	1	0
Total non-operating expenses	11	12
Ordinary profit	565	723
Profit before income taxes	565	723
Income taxes - current	119	140
Income taxes - deferred	51	73
Total income taxes	170	213
Profit	395	509
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	395	509

Consolidated Statements of Comprehensive Income
For the Three-Month Period

(Million yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	395	509
Other comprehensive income		
Valuation difference on available-for-sale securities	(289)	814
Deferred gains or losses on hedges	2	1
Foreign currency translation adjustment	31	11
Remeasurements of defined benefit plans, net of tax	2	1
Total other comprehensive income	(253)	829
Comprehensive income	141	1,339
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	141	1,339
Comprehensive income attributable to non-controlling interests	—	—