

Translation

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

July 11, 2024

Company name: Kojima Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 7513 URL <https://www.kojima.net/corporation/>
 Representative: Representative Director and President Yuji Nakazawa
 Inquiries: Representative Senior Managing Director, Tadashi Arakawa TEL 03-6907-3113
 General Manager of Corporate Planning
 Division

Scheduled date to file Quarterly Securities Report: July 12, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the nine months ended May 31, 2024 (from September 1, 2023 to May 31, 2024)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended May 31, 2024	198,709	(1.4)	4,502	38.7	4,689	35.3	3,252	50.0
Nine months ended May 31, 2023	201,452	(3.7)	3,247	(50.1)	3,464	(49.2)	2,168	(51.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended May 31, 2024	42.12		41.97	
Nine months ended May 31, 2023	28.10		28.01	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of May 31, 2024	112,186	65,721	58.5
As of August 31, 2023	109,244	63,799	58.3

Reference: Equity As of May 31, 2024 ¥65,607 million
 As of August 31, 2023 ¥63,662 million

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 August 31, 2023	–	0.00	–	14.00	14.00
Year ending August 31, 2024	–	0.00	–		
Year ending August 31, 2024 (Forecast)				14.00	14.00

Note: Revisions to the forecast of cash dividends most recently announced: No

3. Forecast of non-consolidated financial results for the year ending August 31, 2024 (from September 1, 2023 to August 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	267,900	(0.0)	5,300	10.0	5,500	6.9	3,400	18.5	44.07

Note: Revisions to the forecast of non-consolidated financial results most recently announced: Yes

4. Notes

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: No

(2) 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

(3) 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	77,912,716 shares	As of August 31, 2023	77,912,716 shares
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Number of treasury shares at the end of the period

As of May 31, 2024	921,123 shares	As of August 31, 2023	706,443 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended May 31, 2024	77,213,763 shares	Nine months ended May 31, 2023	77,176,430 shares
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* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including the earnings forecasts, shown in this document are based on information currently available and on certain assumptions currently made pertaining to uncertain factors that may have an effect on future performance. Actual financial results may differ due to various factors.

Non-consolidated financial statements
Non-consolidated balance sheets

(Millions of yen)

	As of August 31, 2023	As of May 31, 2024
Assets		
Current assets		
Cash and deposits	14,093	15,939
Accounts receivable - trade	11,016	11,636
Merchandise	38,471	39,987
Supplies	149	171
Prepaid expenses	1,970	1,941
Accounts receivable - other	2,512	2,540
Other	1,738	1,960
Allowance for doubtful accounts	(132)	(128)
Total current assets	69,819	74,049
Non-current assets		
Property, plant and equipment		
Buildings, net	7,226	7,002
Land	8,420	8,420
Other, net	1,647	1,724
Total property, plant and equipment	17,294	17,147
Intangible assets		
Other	1,138	1,145
Total intangible assets	1,138	1,145
Investments and other assets		
Prepaid pension costs	2,860	2,970
Deferred tax assets	5,885	5,117
Long-term prepaid expenses	1,839	1,769
Guarantee deposits	10,347	9,931
Other	112	109
Allowance for doubtful accounts	(54)	(54)
Total investments and other assets	20,990	19,844
Total non-current assets	39,424	38,136
Total assets	109,244	112,186

(Millions of yen)

	As of August 31, 2023	As of May 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	12,918	14,871
Current portion of long-term borrowings	3,757	3,650
Current portion of bonds payable	200	200
Lease liabilities	100	92
Accounts payable - other	5,231	4,682
Income taxes payable	393	513
Provision for bonuses	1,232	2,022
Provision for loss on store closings	48	108
Asset retirement obligations	55	166
Other	9,199	9,657
Total current liabilities	33,137	35,964
Non-current liabilities		
Bonds payable	200	–
Long-term borrowings	3,330	2,325
Lease liabilities	173	106
Provision for goods warranties	75	41
Provision for loss on store closings	288	98
Asset retirement obligations	4,081	3,873
Other	4,157	4,055
Total non-current liabilities	12,307	10,501
Total liabilities	45,444	46,465
Net assets		
Shareholders' equity		
Share capital	25,975	25,975
Capital surplus	15,889	15,880
Retained earnings	22,305	24,477
Treasury shares	(508)	(726)
Total shareholders' equity	63,662	65,607
Share acquisition rights	137	113
Total net assets	63,799	65,721
Total liabilities and net assets	109,244	112,186

Non-consolidated statements of income

(Millions of yen)

	Nine months ended May 31, 2023	Nine months ended May 31, 2024
Net sales	201,452	198,709
Cost of sales	148,398	144,605
Gross profit	53,054	54,103
Selling, general and administrative expenses	49,807	49,601
Operating profit	3,247	4,502
Non-operating income		
Interest income	19	15
Commission income	36	54
Insurance claim income	133	150
Subsidy income	25	1
Reversal of provision for loss on store closings	49	3
Other	29	56
Total non-operating income	294	281
Non-operating expenses		
Interest expenses	35	29
Interest expenses on bonds	0	0
Commission expenses	13	40
Rental costs	15	11
Penalty for contract	9	–
Other	1	12
Total non-operating expenses	76	94
Ordinary profit	3,464	4,689
Extraordinary income		
Gain on sale of non-current assets	0	2
Compensation for expropriation	–	9
Insurance claim income	64	–
Total extraordinary income	65	11
Extraordinary losses		
Loss on sale of non-current assets	–	2
Loss on retirement of non-current assets	43	21
Impairment losses	–	41
Total extraordinary losses	43	66
Profit before income taxes	3,485	4,635
Income taxes - current	405	614
Income taxes - deferred	911	768
Total income taxes	1,316	1,382
Profit	2,168	3,252