

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

August 9, 2024

Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: FRANCE BED HOLDINGS CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 7840
 URL: <https://francebed-hd.co.jp>
 Representative: Shigeru Ikeda, Representative Director, Chairman and President
 Inquiries: Akihiko Osada, Director (in charge of Accounting/General Affairs Group)
 Telephone: +81-3-6741-5501
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 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 June 30, 2024	14,815	6.0	1,031	3.9	1,038	3.0	653	5.9
June 30, 2023	13,969	1.4	992	12.2	1,006	15.1	616	13.2

Note: Comprehensive income For the three months ended June 30, 2024: ¥544 million [0.1%]
 For the three months ended June 30, 2023: ¥543 million [14.9%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	18.92	18.39
June 30, 2023	17.12	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2024	68,328	37,996	55.6	1,100.14
March 31, 2024	68,575	38,211	55.7	1,106.37

Reference: Equity
 As of June 30, 2024: ¥37,996 million
 As of March 31, 2024: ¥38,211 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	17.00	–	22.00	39.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecast)		17.00	–	22.00	39.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	61,000	3.1	4,800	4.6	4,800	3.0	3,000	(4.2)	86.86

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2024	38,397,500 shares
As of March 31, 2024	38,397,500 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2024	3,860,027 shares
As of March 31, 2024	3,859,837 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	34,537,561 shares
Three months ended June 30, 2023	36,019,957 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

* Explanation regarding appropriate use of earnings forecasts, and other special matters

Caution regarding forward-looking statements

This document contains forward-looking statements including performance forecasts based on information available to the Company at the time of disclosure and certain assumptions that the Company believes to be reasonable. The Company makes no assurances as to their outcomes. Actual performance may differ substantially from these forecasts owing to a wide range of factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	10,702	8,547
Notes and accounts receivable - trade	9,941	8,601
Electronically recorded monetary claims - operating	1,066	1,347
Securities	6,000	9,000
Merchandise and finished goods	5,960	6,112
Work in process	380	384
Raw materials and supplies	2,095	2,131
Other	1,078	1,232
Allowance for doubtful accounts	(40)	(21)
Total current assets	37,184	37,336
Non-current assets		
Property, plant and equipment		
Land	7,211	7,291
Other, net	13,659	13,562
Total property, plant and equipment	20,870	20,854
Intangible assets		
Goodwill	691	633
Other	1,044	1,001
Total intangible assets	1,736	1,634
Investments and other assets	8,730	8,453
Total non-current assets	31,336	30,942
Deferred assets	53	50
Total assets	68,575	68,328
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,844	2,513
Electronically recorded obligations - operating	2,002	2,065
Short-term borrowings	2,070	2,070
Current portion of long-term borrowings	290	290
Income taxes payable	479	90
Provision for bonuses	1,567	770
Other provisions	17	3
Other	5,872	7,453
Total current liabilities	15,144	15,255
Non-current liabilities		
Bonds payable	1,500	1,500
Convertible-bond-type bonds with share acquisition rights	5,049	5,047
Long-term borrowings	4,810	4,765
Provisions	158	105
Retirement benefit liability	446	434
Asset retirement obligations	360	361
Other	2,894	2,864
Total non-current liabilities	15,219	15,077
Total liabilities	30,363	30,332

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Net assets		
Shareholders' equity		
Share capital	3,000	3,000
Retained earnings	37,755	37,649
Treasury shares	(4,170)	(4,170)
Total shareholders' equity	36,584	36,478
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(20)	(27)
Deferred gains or losses on hedges	37	51
Remeasurements of defined benefit plans	1,609	1,493
Total accumulated other comprehensive income	1,626	1,517
Total net assets	38,211	37,996
Total liabilities and net assets	68,575	68,328

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income

Quarterly Consolidated Statement of Income (Cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	13,969	14,815
Cost of sales	6,270	6,766
Gross profit	7,699	8,049
Selling, general and administrative expenses	6,706	7,018
Operating profit	992	1,031
Non-operating income		
Interest income	1	3
Dividend income	3	3
Share of profit of entities accounted for using equity method	3	5
Other	38	28
Total non-operating income	47	39
Non-operating expenses		
Interest expenses	21	20
Other	11	11
Total non-operating expenses	32	32
Ordinary profit	1,006	1,038
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale of non-current assets	-	1
Loss on retirement of non-current assets	0	4
Loss on valuation of investment securities	0	-
Total extraordinary losses	0	5
Profit before income taxes	1,006	1,032
Income taxes - current	83	70
Income taxes - deferred	306	308
Total income taxes	389	378
Profit	616	653
Profit attributable to owners of parent	616	653

Quarterly Consolidated Statement of Comprehensive Income (Cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	616	653
Other comprehensive income		
Valuation difference on available-for-sale securities	(5)	(7)
Deferred gains or losses on hedges	40	14
Remeasurements of defined benefit plans, net of tax	(107)	(115)
Total other comprehensive income	(72)	(108)
Comprehensive income	543	544
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	543	544
Comprehensive income attributable to non-controlling interests	—	—