

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 9, 2024

Company name: RESOL HOLDINGS CO., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 5261 URL <https://www.resol.jp>
 Representative: Representative Director, President Masaru Osawa
 Inquiries: Manager of the Accounting Department Tatsuo Saito TEL 03-3344-8861
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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	7,041	7.0	750	(9.6)	713	(10.4)	661	(1.6)
Three months ended June 30, 2023	6,579	(20.1)	830	(39.4)	795	(40.5)	671	(16.1)

Note: Comprehensive income Three months ended June 30, 2024 ¥662 million [(0.9)%]
 Three months ended June 30, 2023 ¥669 million [(15.5)%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	119.05		–	
Three months ended June 30, 2023	120.96		–	

(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, 2024	43,291		14,885		34.3		2,673.26	
As of March 31, 2024	43,003		14,666		34.0		2,634.33	

Reference: Equity As of June 30, 2024 ¥14,851 million
 As of March 31, 2024 ¥14,635 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	0.00	–	80.00	80.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	0.00	–	90.00	90.00

Note: Revisions to the cash dividend forecasts most recently announced: None

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,000	5.0	2,200	3.6	2,000	2.7	1,500	6.2	270.00

Note: Revisions to the financial results forecasts most recently announced: None

For the year ending March 31, 2025, as the Company manages financial results annually, the financial results forecast for the first six months is omitted.

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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: Yes
- 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, 2024	5,564,200 shares	As of March 31, 2024	5,564,200 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	8,697 shares	As of March 31, 2024	8,695 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, 2024	5,555,504 shares	Three months ended June 30, 2023	5,555,322 shares
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* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

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

(Caution concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

(Change in presentation of amounts)

The monetary amounts of accounting items or other information presented in the quarterly consolidated financial statements of the Company up until now were presented in thousands of yen. However, commencing from the first quarter of the fiscal year ending March 31, 2025 and the three months ended June 30, 2024, this unit has changed to millions of yen. To facilitate comparison with prior periods, the amounts for the fiscal year ended March 31, 2024 and the three months ended June 30, 2023 are presented in millions of yen.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	3,590	3,863
Trade accounts receivable, net	1,824	1,652
Merchandise	121	133
Real estate for sale	1,914	1,955
Supplies	106	98
Other	1,182	1,227
Total current assets	8,740	8,930
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,038	6,987
Land	18,605	18,626
Other, net	2,558	2,703
Total property, plant and equipment	28,202	28,318
Intangible assets		
Goodwill	311	298
Other	625	632
Total intangible assets	936	931
Investments and other assets		
Total investments and other assets	5,124	5,111
Total non-current assets	34,263	34,361
Total assets	43,003	43,291

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Trade accounts payable	373	388
Short-term borrowings	2,000	2,500
Current portion of long-term borrowings	3,137	4,011
Income taxes payable	148	57
Provision for bonuses	262	170
Provision for bonuses for directors (and other officers)	20	20
Other	4,393	4,399
Total current liabilities	10,335	11,547
Non-current liabilities		
Long-term borrowings	8,718	7,992
Lease liabilities	1,159	1,102
Provision for special compensations	103	92
Retirement benefit liability	389	397
Asset retirement obligations	194	195
Guarantee deposits received	7,311	6,956
Other	123	121
Total non-current liabilities	18,001	16,858
Total liabilities	28,336	28,406
Net assets		
Shareholders' equity		
Share capital	3,948	3,948
Capital surplus	2,244	2,244
Retained earnings	8,449	8,666
Treasury shares	(22)	(22)
Total shareholders' equity	14,619	14,836
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	15	14
Total accumulated other comprehensive income	15	14
Non-controlling interests	31	33
Total net assets	14,666	14,885
Total liabilities and net assets	43,003	43,291

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, 2023	Three months ended June 30, 2024
Net sales	6,579	7,041
Cost of sales	2,006	2,025
Gross profit	4,573	5,015
Selling, general and administrative expenses	3,742	4,264
Operating profit	830	750
Non-operating income		
Interest income	0	–
Rental income	2	2
Insurance claim income	0	1
Refund income	1	2
Other	11	11
Total non-operating income	14	17
Non-operating expenses		
Interest expenses	41	40
Commission expenses	7	9
Other	0	5
Total non-operating expenses	49	55
Ordinary profit	795	713
Extraordinary income		
Gain on sale of non-current assets	0	–
Total extraordinary income	0	–
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Provision for special compensations	–	1
Other	0	–
Total extraordinary losses	0	1
Profit before income taxes	795	711
Income taxes - current	126	44
Income taxes - deferred	0	3
Total income taxes	126	48
Profit	669	663
Profit (loss) attributable to non-controlling interests	(2)	2
Profit attributable to owners of parent	671	661

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	669	663
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	(0)	(0)
Total other comprehensive income	(0)	(0)
Comprehensive income	669	662
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	671	660
Comprehensive income attributable to non-controlling interests	(2)	2