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November 13, 2024

Consolidated Financial Results for the Six Months Ended September 30, 2024 (Under Japanese GAAP)

Company name: Foodison, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 7114
 URL: <http://foodison.jp>
 Representative: Tohru Yamamoto, Representative Director and CEO
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 Scheduled date to file semi-annual securities report: -
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for Analysts and Institutional Investors)

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

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 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	%
Six months ended								
September 30, 2024	3,211		86	64.2	85	64.7	75	31.4
September 30, 2023	2,977		52	—	51		57	

Note: Comprehensive income For the six months ended September 30, 2024: ¥75 million [31.4%]
 For the six months ended September 30, 2023: ¥57 million [68.9%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	16.79	16.33
September 30, 2023	13.08	12.41

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	3,047	2,200	72.2
March 31, 2024	3,407	2,196	64.5

Reference: Equity
 As of September 30, 2024: ¥2,196 million
 As of March 31, 2024: ¥2,200 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	—	0.00	—	0.00	0.00
Fiscal year ending March 31, 2025	—	0.00			
Fiscal year ending March 31, 2025 (Forecast)			—	0.00	0.00

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

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2024 (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	7,450	17.3	325	65.6	320	63.0	270	40.8	60.70

Note: Revisions to the forecast of consolidated financial results most recently announced: None

* Notes

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

Newly included: — companies (—)

Excluded: — companies (—)

(2) Adoption of accounting treatment specific to the preparation of semi-annual 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: None

(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 September 30, 2024	4,553,340 shares
As of March 31, 2024	4,530,340 shares

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

As of September 30, 2024	60,102 shares
As of March 31, 2024	59 shares

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

Six months ended September 30, 2024	4,526,990 shares
Six months ended September 30, 2023	4,419,606 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forecasts above are based on the judgments made in accordance with information currently available. Forecasts therefore include risks and uncertainties. Actual figures may differ from these forecasts due to subsequent changes in the circumstances.

Consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	2,341,730	2,024,420
Accounts receivable - trade	571,990	504,057
Merchandise	133,986	165,024
Supplies	1,057	1,001
Accounts receivable - other	11,717	9,634
Other	29,380	27,868
Allowance for doubtful accounts	△356	—
Total current assets	3,089,506	2,732,007
Non-current assets		
Property, plant and equipment	218,226	212,502
Intangible assets	1,259	1,154
Investments and other assets		
Deferred tax assets	12,806	16,021
Other	89,220	89,296
Allowance for doubtful accounts	△3,233	△3,233
Total investments and other assets	98,793	102,084
Total non-current assets	318,279	315,740
Total assets	3,407,786	3,047,748
Liabilities		
Current liabilities		
Accounts payable - trade	297,814	261,328
Current portion of long-term borrowings	284,990	28,560
Lease liabilities	3,736	3,808
Accounts payable - other	86,979	90,706
Accrued expenses	86,920	67,279
Income taxes payable	32,585	22,243
Contract liabilities	28,444	16,320
Refund liabilities	2,765	5,040
Provision for bonuses	—	100
Other	53,390	32,628
Total current liabilities	877,625	528,015
Non-current liabilities		
Long-term borrowings	185,840	171,560
Lease liabilities	9,935	8,012
Asset retirement obligations	136,588	138,350
Other	835	1,461
Total non-current liabilities	333,198	319,384
Total liabilities	1,210,824	847,400
Net assets		
Shareholders' equity		
Share capital	857,562	865,577
Capital surplus	1,644,661	1,355,842
Retained earnings	△305,113	67,711
Treasury shares	△149	△88,953
Total shareholders' equity	2,196,961	2,200,178
Share acquisition rights	—	169
Total net assets	2,196,961	2,200,347
Total liabilities and net assets	3,407,786	3,047,748

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	2,977,049	3,211,277
Cost of sales	1,905,406	2,029,706
Gross profit	1,071,643	1,181,570
Selling, general and administrative expenses	1,019,113	1,095,335
Operating profit	52,529	86,235
Non-operating income		
Interest income	11	188
Insurance claim income	424	—
Gain on sale of goods	—	231
Lecture's fee income	148	72
Reversal of allowance for doubtful accounts	1	356
Other	233	136
Total non-operating income	818	984
Non-operating expenses		
Interest expenses	1,536	1,791
Other	82	229
Total non-operating expenses	1,618	2,020
Ordinary profit	51,730	85,199
Extraordinary income		
Gain on receipt of donated non-current assets	41,122	—
Total extraordinary income	41,122	—
Extraordinary losses		
Loss on retirement of non-current assets	93	0
Impairment losses	1,143	—
Provision for loss on store closings	2,195	—
Total extraordinary losses	3,433	0
Profit before income taxes	89,419	85,199
Income taxes - current	14,731	12,422
Income taxes - deferred	16,867	△3,214
Total income taxes	31,599	9,208
Profit	57,819	75,991
Profit attributable to owners of parent	57,819	75,991

Consolidated statements of comprehensive income

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	57,819	75,991
Comprehensive income	57,819	75,991
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	57,819	75,991

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	89,419	85,199
Depreciation	10,326	12,504
Share-based payment expenses	—	169
Impairment losses	1,143	—
Loss on retirement of property, plant and equipment	93	0
Increase (decrease) in allowance for doubtful accounts	△1	△356
Increase (decrease) in provision for bonuses	—	100
Increase (decrease) in refund liabilities	1,141	2,274
Increase (decrease) in provision for loss on store closings	2,195	—
Gain on receipt of donated non-current assets	△41,122	—
Interest income	△11	△188
Interest expenses	1,536	1,791
Decrease (increase) in trade receivables	2,109	67,932
Decrease (increase) in inventories	△8,254	△30,981
Decrease (increase) in accounts receivable - other	607	2,083
Increase (decrease) in trade payables	△17,209	△36,486
Other, net	10,214	△46,459
Subtotal	52,190	57,583
Interest received	9	159
Interest paid	△1,284	△1,792
Income taxes paid	△53,383	△20,941
Net cash provided by (used in) operating activities	△2,468	35,008
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	—	20,000
Purchase of property, plant and equipment	△10,829	△5,211
Purchase of intangible assets	—	△260
Payments of leasehold and guarantee deposits	△28,796	△10,000
Proceeds from refund of leasehold and guarantee deposits	-	10,000
Other, net	△21	△1,512
Net cash provided by (used in) investing activities	△39,647	13,015
Cash flows from financing activities		
Repayments of long-term borrowings	△16,350	△270,710
Proceeds from issuance of shares	21,370	16,030
Purchase of treasury shares	—	△88,803
Other, net	△1,780	△1,850
Net cash provided by (used in) financing activities	3,239	△345,334
Net increase (decrease) in cash and cash equivalents	△38,876	△297,309
Cash and cash equivalents at beginning of period	2,195,418	2,301,730
Cash and cash equivalents at end of period	2,156,541	2,004,420