

Translation

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Summary of Non-Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

January 31, 2024

Company name: Takakita Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6325 URL <https://www.takakita-net.co.jp>
 Representative: Representative Director and President Mitsuo Matsumoto
 Assistant General Manager,
 Inquiries: Accounting Department, Kazushi Kawabe TEL 0595-63-3111
 Corporate Administration Division
 Scheduled date to file Quarterly Securities Report: February 9, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for general investors)

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(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 December 31, 2023	6,338	14.4	714	53.4	755	48.7	515	51.1
Nine months ended December 31, 2022	5,540	3.5	465	6.1	507	8.2	341	8.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	46.49		45.91	
Nine months ended December 31, 2022	30.22		29.90	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	10,084	7,530	74.0
As of March 31, 2023	9,113	7,052	76.7

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 March 31, 2023	–	5.00	–	8.00	13.00
Year ending March 31, 2024	–	5.00	–		
Year ending March 31, 2024 (Forecast)				5.00	10.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 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	8,000	3.5	600	(1.5)	650	(3.5)	430	(9.7)	38.76

4. Notes

(1) Application of special accounting methods for preparing 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 December 31, 2023	14,000,000 shares	As of March 31, 2023	14,000,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	2,906,218 shares	As of March 31, 2023	2,906,217 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	11,093,783 shares	Nine months ended December 31, 2022	11,293,783 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	778,284	673,904
Notes and accounts receivable - trade	1,460,668	846,854
Electronically recorded monetary claims - operating	1,467,208	2,273,655
Merchandise and finished goods	809,477	1,270,076
Work in process	184,583	169,275
Raw materials and supplies	417,600	494,835
Accounts receivable - other	519,156	853,652
Other	24,990	36,565
Total current assets	5,661,969	6,618,820
Non-current assets		
Property, plant and equipment		
Buildings, net	956,520	915,371
Machinery and equipment, net	238,940	209,075
Land	559,638	559,638
Other, net	181,345	175,041
Total property, plant and equipment	1,936,444	1,859,127
Intangible assets	176,759	139,863
Investments and other assets		
Investment securities	929,979	1,074,230
Other	409,167	392,969
Allowance for doubtful accounts	(555)	(555)
Total investments and other assets	1,338,592	1,466,645
Total non-current assets	3,451,796	3,465,635
Total assets	9,113,766	10,084,456
Liabilities		
Current liabilities		
Notes and accounts payable - trade	388,630	349,521
Electronically recorded obligations - operating	721,135	1,286,847
Short-term borrowings	70,000	70,000
Income taxes payable	115,550	105,301
Provision for bonuses	128,716	41,217
Other	426,935	451,511
Total current liabilities	1,850,968	2,304,400
Non-current liabilities		
Provision for retirement benefits	129,387	84,336
Provision for retirement benefits for directors (and other officers)	4,100	4,100
Other	76,770	161,277
Total non-current liabilities	210,258	249,714
Total liabilities	2,061,226	2,554,115

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	1,350,000	1,350,000
Capital surplus	832,196	832,196
Retained earnings	5,258,173	5,629,694
Treasury shares	(850,692)	(850,692)
Total shareholders' equity	6,589,677	6,961,198
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	404,333	504,632
Deferred gains or losses on hedges	164	182
Total valuation and translation adjustments	404,497	504,814
Share acquisition rights	58,364	64,328
Total net assets	7,052,539	7,530,340
Total liabilities and net assets	9,113,766	10,084,456

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	5,540,493	6,338,241
Cost of sales	3,744,972	4,271,511
Gross profit	1,795,520	2,066,729
Selling, general and administrative expenses	1,329,817	1,352,246
Operating profit	465,703	714,483
Non-operating income		
Interest income	3	3
Dividend income	21,573	20,429
Rental income from real estate	17,439	17,211
Other	7,590	7,270
Total non-operating income	46,605	44,914
Non-operating expenses		
Interest expenses	174	159
Rental costs on real estate	3,824	3,790
Other	371	178
Total non-operating expenses	4,370	4,128
Ordinary profit	507,938	755,269
Extraordinary income		
Gain on sale of non-current assets	649	1,654
Total extraordinary income	649	1,654
Extraordinary losses		
Loss on abandonment of non-current assets	40	130
Loss on sale of investment securities	211	–
Total extraordinary losses	252	130
Profit before income taxes	508,336	756,794
Income taxes - current	126,056	190,745
Income taxes - deferred	40,943	50,309
Total income taxes	167,000	241,054
Profit	341,336	515,740