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Consolidated Financial Results for the Nine Months Ended September 30, 2022 [Japanese GAAP]

November 10, 2022

Company name: Kinjiro Co.,Ltd.
Stock exchange listing: Tokyo
Code number: 4013
URL: https://www.kinjiro-e.com
Representative: Kozo Kamura President
Contact: Shinichi Tanaka Executive Officer
Phone: 052-249-9200

Scheduled date of filing quarterly securities report: November 10, 2022
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: Yes
Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Nine Months Ended September 30, 2022 (January 01, 2022 to September 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2022	2,530	2.2	295	47.6	290	49.5	197	52.6
September 30, 2021	2,475	(4.2)	199	(51.6)	194	(52.4)	129	(50.5)

(Note) Comprehensive income: Nine months ended September 30, 2022: ¥ 206 million [57.6%]
Nine months ended September 30, 2021: ¥ 131 million [(49.8)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2022	19.94	-
September 30, 2021	12.54	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
September 30, 2022	9,836	8,899	90.5
December 31, 2021	9,778	8,854	90.5

(Reference) Equity: As of September 30, 2022: ¥ 8,899 million
As of December 31, 2021: ¥ 8,854 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2021	-	0.00	-	17.00	17.00
Fiscal year ending December 31, 2022	-	0.00	-		
Fiscal year ending December 31, 2022 (Forecast)				17.00	17.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending December 31, 2022 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2022(January 01, 2022 to December 31, 2022)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	3,620	8.9	402	53.6	400	63.8	270	65.7	27.25

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the nine months ended September 30, 2022 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

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

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

September 30, 2022: 10,420,000 shares

December 31, 2021: 10,420,000 shares

2) Total number of treasury shares at the end of the period:

September 30, 2022: 509,053 shares

December 31, 2021: 517,500 shares

3) Average number of shares during the period:

Nine months ended September 30, 2022: 9,907,512 shares

Nine months ended September 30, 2021: 10,327,501 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of December 31,2021	As of September 30,2022
Assets		
Current assets		
Cash and deposits	7,627,459	7,522,993
Notes and accounts receivable - trade	588,330	587,396
Inventories	48,517	69,734
Other	108,216	95,161
Allowance for doubtful accounts	(3)	(3)
Total current assets	8,372,520	8,275,282
Non-current assets		
Property, plant and equipment	642,880	590,664
Intangible assets		
Software	403,039	511,685
Software in progress	71,845	183,420
Other	10,519	10,181
Total intangible assets	485,404	705,287
Investments and other assets		
Other	278,878	266,834
Allowance for doubtful accounts	(1,220)	(1,220)
Total investments and other assets	277,658	265,614
Total non-current assets	1,405,943	1,561,566
Total assets	9,778,464	9,836,849
Liabilities		
Current liabilities		
Notes and accounts payable - trade	65,442	61,442
Short-term borrowings	40,000	-
Current portion of long-term borrowings	44,608	25,861
Income taxes payable	36,397	77,904
Provision for bonuses	-	70,391
Unearned revenue	212,855	225,579
Other	292,950	247,524
Total current liabilities	692,254	708,703
Non-current liabilities		
Long-term borrowings	49,843	35,146
Provision for retirement benefits for directors (and other officers)	44,186	-
Retirement benefit liability	120,679	133,267
Asset retirement obligations	17,274	14,721
Other	-	45,347
Total non-current liabilities	231,983	228,482
Total liabilities	924,238	937,185
Net assets		
Shareholders' equity		
Share capital	4,099,300	4,099,300
Capital surplus	4,056,450	4,056,450
Retained earnings	1,692,758	1,712,518
Treasury shares	(999,946)	(983,625)
Total shareholders' equity	8,848,561	8,884,642
Accumulated other comprehensive income		
Foreign currency translation adjustment	5,664	15,020
Total accumulated other comprehensive income	5,664	15,020
Total net assets	8,854,226	8,899,663
Total liabilities and net assets	9,778,464	9,836,849

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousand yen)

	For the nine months ended September 30,2021	For the nine months ended September 30,2022
Net sales	2,475,924	2,530,110
Cost of sales	949,986	790,938
Gross profit	1,525,937	1,739,172
Selling, general and administrative expenses	1,325,990	1,444,005
Operating profit	199,947	295,166
Non-operating income		
Interest income	113	90
Foreign exchange gains	213	-
Interest on refund of income taxes	-	162
Subsidy income	595	-
Surrender value of insurance policies	608	600
Other	123	30
Total non-operating income	1,653	884
Non-operating expenses		
Interest expenses	207	143
Foreign exchange losses	-	4,988
Commission expenses	6,733	-
Other	86	64
Total non-operating expenses	7,027	5,196
Ordinary profit	194,573	290,854
Profit before income taxes	194,573	290,854
Income taxes	65,074	93,289
Profit	129,499	197,564
Profit attributable to owners of parent	129,499	197,564

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Thousand yen)

	For the nine months ended September 30,2021	For the nine months ended September 30,2022
Profit	129,499	197,564
Other comprehensive income		
Valuation difference on available-for-sale securities	42	-
Foreign currency translation adjustment	1,754	9,355
Total other comprehensive income	1,796	9,355
Comprehensive income	131,296	206,920
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	131,296	206,920