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Consolidated Financial Results for the Nine Months Ended September 30, 2023 [Japanese GAAP]

November 10, 2023

Company name: Kinjiro Co.,Ltd.
Stock exchange listing: Tokyo
Code number: 4013
URL: https://www.kinjiro-e.com
Representative: Kozo Kamura President
Contact: Takeshi Maehata General Manager, Administration Department
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Scheduled date of filing quarterly securities report: November 10, 2023
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, 2023 (January 1, 2023 to September 30, 2023)

(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	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2023	2,873	13.6	412	39.7	408	40.4	258	31.0
September 30, 2022	2,530	2.2	295	47.6	290	49.5	197	52.6

(Note) Comprehensive income: Nine months ended September 30, 2023: ¥ 255 million [23.4%]
Nine months ended September 30, 2022: ¥ 206 million [57.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2023	26.58	-
September 30, 2022	19.94	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2023	12,676	8,881	70.1
December 31, 2022	12,653	8,755	69.2

(Reference) Equity: As of September 30, 2023: ¥ 8,881 million
As of December 31, 2022: ¥ 8,755 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, 2022	-	0.00	-	17.00	17.00
Fiscal year ending December 31, 2023	-	0.00	-		
Fiscal year ending December 31, 2023 (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, 2023 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2023(January 1, 2023 to December 31, 2023)

(% indicates changes from the previous corresponding period.)

	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
Full year	4,000	12.7	554	24.7	545	24.7	367	20.6	37.80

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

* Notes:

(1) Changes in significant subsidiaries during the nine months ended September 30, 2023 (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: No

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, 2023: 10,420,000 shares

December 31, 2022: 10,420,000 shares

2) Number of treasury shares at the end of the period:

September 30, 2023: 671,405 shares

December 31, 2022: 701,953 shares

3) Average number of shares outstanding during the period:

Nine months ended September 30, 2023: 9,733,721 shares

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

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of December 31, 2022	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	4,574,674	4,540,264
Notes and accounts receivable - trade	694,352	629,800
Inventories	74,023	73,656
Other	328,699	110,391
Allowance for doubtful accounts	(2,453)	(1,970)
Total current assets	5,669,296	5,352,143
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,239,899	3,163,291
Land	2,377,534	2,384,084
Other, net	198,119	291,506
Total property, plant and equipment	5,815,552	5,838,883
Intangible assets		
Software	411,682	749,714
Software in progress	315,556	291,427
Other	10,069	9,731
Total intangible assets	737,307	1,050,873
Investments and other assets		
Investment securities	67,766	59,784
Other	364,406	375,592
Allowance for doubtful accounts	(1,220)	(1,220)
Total investments and other assets	430,952	434,156
Total non-current assets	6,983,813	7,323,913
Total assets	12,653,110	12,676,056

(Thousands of yen)

	As of December 31, 2022	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	72,677	37,906
Current portion of long-term borrowings	269,592	269,592
Income taxes payable	155,152	91,988
Provision for bonuses	-	80,718
Unearned revenue	228,429	249,225
Asset retirement obligations	49,000	-
Other	301,770	448,016
Total current liabilities	1,076,622	1,177,448
Non-current liabilities		
Long-term borrowings	2,530,251	2,296,687
Retirement benefit liability	130,411	135,194
Asset retirement obligations	13,056	47,733
Other	147,583	137,431
Total non-current liabilities	2,821,301	2,617,047
Total liabilities	3,897,923	3,794,495
Net assets		
Shareholders' equity		
Share capital	4,099,300	4,099,300
Capital surplus	4,056,450	4,056,450
Retained earnings	1,819,608	1,906,990
Treasury shares	(1,230,064)	(1,187,653)
Total shareholders' equity	8,745,294	8,875,087
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(6,345)	(11,884)
Foreign currency translation adjustment	16,237	18,357
Total accumulated other comprehensive income	9,892	6,473
Total net assets	8,755,186	8,881,560
Total liabilities and net assets	12,653,110	12,676,056

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousands of yen)

	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Net sales	2,530,110	2,873,715
Cost of sales	790,938	1,014,664
Gross profit	1,739,172	1,859,051
Selling, general and administrative expenses	1,444,005	1,446,665
Operating profit	295,166	412,385
Non-operating income		
Interest income	90	81
Guarantee commission received	-	6,092
Other	794	3,950
Total non-operating income	884	10,124
Non-operating expenses		
Interest expenses	143	9,472
Other	5,052	4,792
Total non-operating expenses	5,196	14,265
Ordinary profit	290,854	408,245
Profit before income taxes	290,854	408,245
Income taxes	93,289	149,509
Profit	197,564	258,735
Profit attributable to owners of parent	197,564	258,735

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

(Thousands of yen)

	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Profit	197,564	258,735
Other comprehensive income		
Valuation difference on available-for-sale securities	-	(5,538)
Foreign currency translation adjustment	9,355	2,120
Total other comprehensive income	9,355	(3,418)
Comprehensive income	206,920	255,316
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	206,920	255,316