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June 14, 2023

Non-consolidated Financial Results for the Nine Months Ended April 30, 2023 (Under Japanese GAAP)

Company name: Kurashicom Inc.
Listing: Tokyo Stock Exchange
Securities code: 7110
URL: https://kurashi.com/
Representative: Kohei Aoki, CEO
Inquiries: Yohei Yamaguchi, Director and CFO
Telephone: +81-42-577-0486
Scheduled date to file quarterly securities report: June 14, 2023
Scheduled date to commence dividend payments: -
Preparation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results briefing: Yes (for institutional investors)

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

1. Non-consolidated financial results for the nine months ended April 30, 2023 (from August 1, 2022 to April 30, 2023)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 30, 2023	4,626	19.7	791	28.4	787	25.6	550	32.9
April 30, 2022	3,863	—	616	—	626	—	414	—

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
April 30, 2023	75.25	—
April 30, 2022	64.78	—

Note: 1. As the Company did not create quarterly financial statements for the nine months ended April 30, 2021, year-on-year change figures for the nine months ended April 30, 2022 are not indicated.
2. Diluted earnings per share is not disclosed because there is no dilutive shares.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
April 30, 2023	5,073	4,133	81.5
July 31, 2022	2,987	2,314	77.5

Reference: Equity
As of April 30, 2023: 4,133 million yen
As of July 31, 2022: 2,314 million yen

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 July 31, 2022	—	0.00	—	0.00	0.00
Fiscal year ending July 31, 2023	—	0.00	—		
Fiscal year ending July 31, 2023 (Forecast)				40.00	40.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Earnings forecasts for the fiscal year ending July 31, 2023(from August 1, 2022 to July 31, 2023)

(Percentages represent change compared with the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	6,000	16.2	920	9.3	920	8.2	635	13.1	86.58

Note: Revisions to the forecast of earnings forecasts most recently announced: Yes

Notes

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: Yes

(2) 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

(3) Number of issued shares (common shares)

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

As of April 30, 2023	7,370,400 shares
As of July 31, 2022	6,720,000 shares

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

As of April 30, 2023	46 shares
As of July 31, 2022	320,000 shares

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

Nine months ended April 30, 2023	7,322,230 shares
Nine months ended April 30, 2022	6,400,000 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

(Cautionary Statement Concerning Forward-Looking Statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to us and on certain assumptions deemed to be reasonable.

Financial Statements

Quarterly Balance Sheets

(Thousands of yen)

	As of July 31, 2022	As of April 30, 2023
ASSETS		
Current assets		
Cash and deposits	2,385,482	4,080,159
Accounts receivable - trade	157,663	348,302
Merchandise	251,266	419,980
Work in process	16,125	512
Other	20,419	34,695
Total current assets	2,830,957	4,883,649
Non-current assets		
Property, plant and equipment	68,395	55,534
Intangible assets	58,618	78,164
Investments and other assets	29,264	56,419
Total non-current assets	156,279	190,118
Total Assets	2,987,236	5,073,768
LIABILITIES		
Current liabilities		
Accounts payable - trade	135,711	315,984
Income taxes payable	157,544	117,816
Provision for bonuses	—	22,280
Current portion of long-term borrowings	76,633	69,127
Other	199,981	246,733
Total current liabilities	569,870	771,942
Non-current liabilities		
Long-term borrowings	102,787	168,610
Total non-current liabilities	102,787	168,610
Total liabilities	672,657	940,552
NET ASSETS		
Shareholders' equity		
Share capital	8,000	432,841
Capital surplus	136,700	842,889
Retained earnings	2,306,578	2,857,542
Treasury shares	△136,700	△56
Total shareholders' equity	2,314,578	4,133,215
Total net assets	2,314,578	4,133,215
Total liabilities and net assets	2,987,236	5,073,768

Quarterly Statements of Income

(Thousands of yen)

	Nine months ended April 30, 2022	Nine months ended April 30, 2023
Net sales	3,863,970	4,626,264
Cost of sales	2,188,041	2,636,378
Gross profit	1,675,929	1,989,885
Selling, general and administrative expenses	1,059,482	1,198,143
Operating profit	616,447	791,741
Non-operating income		
Interest income	19	28
Commission income	9,788	11,472
Subsidy income	1,200	—
Other	2,302	709
Total non-operating income	13,311	12,210
Non-operating expenses		
Interest expenses	808	693
Listing expenses	2,000	15,542
Other	50	19
Total non-operating expenses	2,859	16,256
Ordinary profit	626,899	787,695
Profit before income taxes	626,899	787,695
Income taxes	212,300	236,732
Profit	414,598	550,963