

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

September 29, 2023

Consolidated Financial Results for the Fiscal Year Ended July 31, 2023 (Under Japanese GAAP)

Company name: ARDEPRO Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 8925
 URL: <https://www.ardepro.co.jp/>
 Representative: Yuichi Shiitsuka, Representative Director and President
 Inquiries: Shojiro Ogisaka, Director, Executive Officer, General Manager of Planning Division
 Telephone: +81-3-5367-2001
 Scheduled date of annual general meeting of shareholders: October 30, 2023
 Scheduled date to commence dividend payments: October 31, 2023
 Scheduled date to file annual securities report: October 31, 2023
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the fiscal year ended July 31, 2023 (from August 1, 2022 to July 31, 2023)

(1) Consolidated operating results

(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	%
Fiscal year ended July 31, 2023	20,596	-	2,887	-	2,589	-	1,920	-
July 31, 2022	-	-	-	-	-	-	-	-

Note: Comprehensive income For the fiscal year ended July 31, 2023: ¥1,920 million [-%]
 For the fiscal year ended July 31, 2022: ¥- million [-%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
July 31, 2023	60.48	-	23.5	15.5	14.0
July 31, 2022	-	-	-	-	-

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended July 31, 2023: ¥-15 million
 For the fiscal year ended July 31, 2022: ¥-105 million

Note: As consolidated financial statements have been prepared from FY7/23, the figures for FY7/22 and the year-on-year percentage changes are not presented.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
July 31, 2023	19,158	8,747	45.7	275.53
July 31, 2022	-	-	-	-

Reference: Equity
 As of July 31, 2023: ¥8,747 million
 As of July 31, 2022: ¥- million

Note: As consolidated financial statements have been prepared from FY7/23, the figures for FY7/22 and the year-on-year percentage changes are not presented.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
July 31, 2023	-1,121	-1,010	3,206	3,827
July 31, 2022	-	-	-	-

Note: As consolidated financial statements have been prepared from FY7/23, the figures for FY7/22 and the year-on-year percentage changes are not presented.

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
July 31, 2022	-	0.00	-	20.00	20.00	635	26.9	9.5
Fiscal year ended	-	0.00	-	15.00	15.00	476	24.8	5.8
July 31, 2023	-	0.00	-	15.00	15.00	476	24.8	5.8
Fiscal year ending	-	0.00	-	20.00	20.00		-	
July 31, 2024 (Forecast)	-	0.00	-	20.00	20.00		-	

Note: Breakdown of the dividend at the end of July 2022

Ordinary Dividend: 15 yen per share, Commemorative Dividend: 5 yen per share

3. Forecast of consolidated financial results for the year ending July 31, 2024 (from August 1, 2023 to July 31, 2024)

(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	23,000	11.7	3,200	10.8	2,700	4.3	2,100	9.4	66.15

* **Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (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: Yes
 - (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 July 31, 2023	33,723,415 shares
As of July 31, 2022	33,723,415 shares

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

As of July 31, 2023	1,976,895 shares
As of July 31, 2022	1,969,718 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended July 31, 2023	31,750,590 shares
Fiscal year ended July 31, 2022	31,760,064 shares

Note: Since the Company conducted a 1-for-10 reverse stock split of common stock as of June 1, 2022, the number of shares outstanding (common stock) was calculated on the assumption that this reverse stock split was conducted at the beginning of the previous fiscal year.

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended July 31, 2023 (from August 1, 2022 to July 31, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
July 31, 2023	17,681	-21.8	2,366	-26.0	2,577	-10.8	2,151	-8.8
July 31, 2022	22,616	23.7	3,196	19.9	2,890	31.1	2,358	128.7

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
July 31, 2023	67.75	-
July 31, 2022	74.26	-

Note: The Company conducted a 1-for-10 reverse stock split of common stock on June 1, 2022. Therefore, net income per share is calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
July 31, 2023	19,679	9,124	46.4	287.43
July 31, 2022	14,239	7,612	53.5	239.72

Reference: Equity

As of July 31, 2023: ¥9,124 million

As of July 31, 2022: ¥7,612 million

Note: The Company conducted a 1-for-10 reverse stock split of common stock on June 1, 2022. Therefore, net assets per share is calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, the Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.