

Translation

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Summary of Consolidated Financial Results for the Three Months Ended September 30, 2023 (Based on Japanese GAAP)

November 7, 2023

Company name: SUNNEXTA GROUP Inc.
 Stock exchange listing: Tokyo
 Stock code: 8945 URL <https://www.sunnexa.co.jp/>
 Representative: Representative Director, President AKIRA TAKAKI
 Executive Officer, Head of Accounting and
 Inquiries: Finance Group ISAMU YOSHIDA TEL 03-5229-8839
 Scheduled date to file Quarterly Securities Report: November 10, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended September 30, 2023 (from July 1, 2023 to September 30, 2023)

(1) Consolidated operating results (cumulative)

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	%
Three months ended September 30, 2023	1,944	(1.5)	169	12.1	171	12.7	116	15.3
Three months ended September 30, 2022	1,974	(5.4)	151	(3.0)	152	(4.9)	100	1.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended September 30, 2023	12.76		12.38	
Three months ended September 30, 2022	11.13		10.79	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	9,588	7,108	72.5
As of June 30, 2023	10,072	7,436	72.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2023	–	18.00	–	19.00	37.00
Year ending June 30, 2024	–				
Year ending June 30, 2024 (Forecast)		19.00	–	19.00	38.00

3. Forecast of consolidated financial results for the year ending June 30, 2024 (from July 1, 2023 to June 30, 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	9,100	9.0	670	(22.6)	700	(22.6)	480	(1.3)	52.64

4. Notes

- (1) Changes in significant subsidiaries during the three months ended September 30, 2023
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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

(4) Number of issued shares (common shares)

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

As of September 30, 2023	10,749,700 shares	As of June 30, 2023	10,749,700 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	1,632,636 shares	As of June 30, 2023	1,632,636 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended September 30, 2023	9,117,064 shares	Three months ended September 30, 2022	9,061,564 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of June 30, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	4,762,731	4,209,916
Accounts receivable - trade, and contract assets	386,253	299,631
Money advanced to customers	1,367,897	1,602,762
Merchandise	1,953	1,824
Real estate for sale	199,406	324,912
Work in process	4,422	11,167
Supplies	10,319	11,897
Other	732,538	868,862
Allowance for doubtful accounts	(3,823)	(2,779)
Total current assets	7,461,698	7,328,194
Non-current assets		
Property, plant and equipment	206,798	233,353
Intangible assets	418,624	418,404
Investments and other assets		
Investment securities	1,645,527	1,248,339
Other	339,601	359,907
Allowance for doubtful accounts	(23)	(23)
Total investments and other assets	1,985,105	1,608,222
Total non-current assets	2,610,527	2,259,980
Total assets	10,072,226	9,588,175
Liabilities		
Current liabilities		
Accounts payable - trade	180,777	138,262
Income taxes payable	142,139	99,612
Customer deposits received	796,469	648,777
Provision for bonuses	53,958	130,705
Provision for bonuses for directors (and other officers)	9,346	2,800
Provision for shareholder benefit program	7,348	–
Other	855,730	996,934
Total current liabilities	2,045,770	2,017,092
Non-current liabilities		
Retirement benefit liability	187,240	183,461
Deferred tax liabilities	403,009	279,535
Total non-current liabilities	590,249	462,996
Total liabilities	2,636,020	2,480,088
Net assets		
Shareholders' equity		
Share capital	988,033	988,033
Capital surplus	742,983	742,983
Retained earnings	5,739,269	5,682,400
Treasury shares	(1,187,197)	(1,187,197)
Total shareholders' equity	6,283,089	6,226,219
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,000,932	725,363
Total accumulated other comprehensive income	1,000,932	725,363
Share acquisition rights	152,184	156,503
Total net assets	7,436,206	7,108,086
Total liabilities and net assets	10,072,226	9,588,175

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended September 30, 2022	Three months ended September 30, 2023
Net sales	1,974,507	1,944,800
Cost of sales	1,515,130	1,466,363
Gross profit	459,377	478,437
Selling, general and administrative expenses	307,939	308,721
Operating profit	151,438	169,716
Non-operating income		
Interest and dividend income	20	270
Commission income	259	185
Subsidy income	614	1,300
Insurance claim income	22	–
Other	129	183
Total non-operating income	1,044	1,939
Non-operating expenses		
Other	343	134
Total non-operating expenses	343	134
Ordinary profit	152,139	171,521
Extraordinary income		
Gain on reversal of share acquisition rights	51	500
Total extraordinary income	51	500
Extraordinary losses		
Loss on retirement of non-current assets	27	0
Total extraordinary losses	27	0
Profit before income taxes	152,163	172,021
Income taxes	51,222	55,666
Profit	100,940	116,354
Profit attributable to owners of parent	100,940	116,354

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended September 30, 2022	Three months ended September 30, 2023
Profit	100,940	116,354
Other comprehensive income		
Valuation difference on available-for-sale securities	151,150	(275,568)
Total other comprehensive income	151,150	(275,568)
Comprehensive income	252,091	(159,213)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	252,091	(159,213)
Comprehensive income attributable to non-controlling interests	—	—