(Translation)

Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2024 (under Japanese GAAP)

July 28, 2023

Company name: SG Holdings Co., Ltd. Listing: Tokyo Stock Exchange
Securities code: 9143 URL: https://www.sg-hldgs.co.jp/
Representative: Hidekazu Matsumoto, President and COO
Contact: Satoshi Takahashi, Executive Officer (Finance and Accounting)
Tel: +81-75-693-8850
Planned date of quarterly report submission: August 9, 2023
Planned start date for payment of dividends: —
Preparation of supplemental explanatory material for quarterly results: Yes
Holding of briefing for quarterly results: Yes
(for analysts and institutional investors)

(Note: Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2024 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	318,511	(17.7)	18,832	(43.4)	18,799	(47.4)	11,899	(49.2)
Three months ended June 30, 2022	386,938	11.3	33,280	15.1	35,771	20.8	23,436	13.5

(Note) Comprehensive income:
Three months ended June 30, 2023 18,488 million yen (down 55.8%)
Three months ended June 30, 2022 41,872 million yen (up 76.1%)

	Basic net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2023	18.90	—
Three months ended June 30, 2022	36.89	—

(2) Consolidated Financial Position

	Total assets	Total equity	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	888,880	565,220	62.0
As of March 31, 2023	904,955	567,405	61.2

(Reference) Equity (Total equity – non-controlling interests):
As of June 30, 2023 551,179 million yen
As of March 31, 2023 553,857 million yen

2. Dividend Status

	Dividend per share				
	1Q-end	2Q-end	3Q-end	4Q-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	25.00	—	26.00	51.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		26.00	—	26.00	52.00

(Note) Revisions to the dividend forecasts announced most recently: None

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year	667,000	(11.2)	38,500	(40.0)	38,500	(42.1)	25,500	(50.9)	40.58
Full year	1,380,000	(3.8)	100,000	(26.1)	101,000	(26.8)	68,000	(46.2)	108.22

(Notes) 1. Revisions to the earnings forecasts announced most recently: Yes
2. The number of shares issued as of June 30, 2023 (excluding treasury stock) has been used as the average number of shares during the period, which serves as the basis for calculating basic net income per share.
3. Please refer to the “Notice of Revisions to Earnings Forecast” released on July 28, 2023 regarding the revision to the consolidated earnings forecasts.

* Notes

(1) Changes in significant subsidiaries during the period
(Changes in specified subsidiaries resulting in changes in scope of consolidation): None
Newly added: - companies
Excluded: - companies

(2) Application of special accounting treatment for the preparation of quarterly consolidated financial statements: Yes
(Note) Please refer to the section "2. Quarterly Consolidated Financial Statements and Notes (3) Notes to the Quarterly Consolidated Financial Statements (Application of Special Accounting Treatment for the Preparation of Quarterly Consolidated Financial Statements)" in the Appendix for further information.

(3) Changes in accounting policies, changes in accounting estimates, and restatements

(i)	Changes in accounting policies due to revisions to accounting standards:	None
(ii)	Changes in accounting policies due to other reasons:	None
(iii)	Changes in accounting estimates:	None
(iv)	Restatements:	None

(4) Number of shares issued (common stock)

(i)	Number of shares issued at the end of the period (including treasury stock)	
	As of June 30, 2023	640,394,400 shares
	As of March 31, 2023	640,394,400 shares
(ii)	Number of treasury stock at the end of the period	
	As of June 30, 2023	12,046,732 shares
	As of March 31, 2023	10,179,132 shares
(iii)	Average number of shares during the period	
	Three months ended June 30, 2023	629,548,228 shares
	Three months ended June 30, 2022	635,251,888 shares

* This report is not subject to the quarterly review by certified public accountants or auditing firms.

* Description concerning the appropriate use of earnings forecasts and other remarks
The descriptions concerning earnings forecasts included in this document are based on information currently available to the Company and the certain assumptions reasonably judged to be valid. Actual results may differ substantially from these forecasts due to a variety of factors. For the assumptions on which the earnings forecasts were based and the notes for use of the forecasts, please refer to "1. Qualitative Information on Quarterly Results (3) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Statements" in the Appendix.
- The Company plans to promptly publish supplemental explanatory material for quarterly results on its website following the financial results announcement.
- The Company plans to hold a telephone conference for analysts and institutional investors on July 28, 2023.