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August 9, 2024

Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: Mamezo Digital Holdings Co., Ltd. Listing: Tokyo Stock Exchange
 Securities code: 202A URL: <https://www.mamezo-dhd.com/>
 Representative: Tetsuya Nakahara, President and Representative Director
 Inquiries: Takenori Izumi, Director and General Manager, Administration Division
 Telephone: +81-3-6258-1134
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

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

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(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								
June 30, 2024	2,717	-	533	-	511	-	334	-
June 30, 2023	-	-	-	-	-	-	-	-

Note: Comprehensive income For the three months ended June 30, 2024: ¥334 million [- %]
 For the three months ended June 30, 2023: ¥ - million [- %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2024	20.93	20.42
June 30, 2023	-	-

Note: 1. Since the Company did not disclose consolidated financial statements for the three months ended June 30, 2023, figures for the three months ended June 30, 2023, and percentages year-on-year changes are not shown.

2. The Company conducted a reverse stock split on April 15, 2024, at a ratio of 1 for 5 shares of common stock. Basic earnings per share and diluted earnings per share are calculated on the assumption that the reverse stock split has been conducted at the beginning of the previous fiscal year.

3. Since the Company was listed on the Growth Market of the Tokyo Stock Exchange on June 27, 2024, diluted earnings per share for the three months ended June 30, 2024 is calculated by considering the average share price from the initial listing date to the end of the three months ended June 30, 2024 as the average share price during the period.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
June 30, 2024	3,826	2,310	60.4
March 31, 2024	3,543	2,261	63.8

Reference: Equity: As of June 30, 2024: ¥2,310 million

As of March 31, 2024: ¥2,261 million

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 March 31, 2024	-	22.44	-	4.35	26.79
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		0.00	-	59.58	59.58

Note: Revisions to the forecast of cash dividends most recently announced: None

The Company conducted a reverse stock split on April 15, 2024, at a ratio of 1 for 5 shares of common stock. The dividend for the fiscal year ended March 31, 2024 is the amount prior to the reverse stock split.

3. Consolidated earnings forecast for the fiscal year ending March 31, 2025

(from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	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
Fiscal year ending March 31, 2025	10,552	10.1	2,071	15.1	2,050	12.7	1,366	17.8	85.18

Note: Revisions to the consolidated earnings forecast of cash dividends most recently announced: None

Since the Company manages its operations on an annual basis, the forecast for six months ending September 30, 2024 (cumulative) has been omitted.

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) 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
- (4) Number of issued shares (common shares)

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

As of June 30, 2024	16,050,000 shares
As of March 31, 2024	16,000,000 shares

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

As of June 30, 2024	- shares
As of March 31, 2024	- shares

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

Three months ended June 30, 2024	16,002,747 shares
Three months ended June 30, 2023	- shares

Note: The Company conducted a reverse stock split on April 15, 2024, at a ratio of 1 for 5 shares of common stock. Total number of issued shares at the end of the period (including treasury shares), number of treasury shares at the end of the period and average number of shares outstanding during the period (cumulative from the beginning of the fiscal year) are calculated on the assumption that the reverse stock split has been conducted at the beginning of the previous fiscal year.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as Consolidated earnings forecast in this document are based on the information available at the time of publication and certain assumptions that the Company judges as rational and are not intended to be a promise by the Company to achieve these forecasts. In addition, actual financial results may vary significantly due to various reasons.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	828,367	925,706
Notes receivable - trade	7,190	—
Accounts receivable - trade	1,173,126	1,272,406
Contract assets	18,234	137,330
Finished goods	11,870	11,870
Work in process	33,712	8,029
Raw materials	53,990	44,067
Income taxes refund receivable	237,827	238,045
Other	234,674	112,413
Total current assets	2,598,993	2,749,868
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	82,043	103,313
Machinery and equipment, net	109,281	103,626
Tools, furniture and fixtures, net	21,648	24,358
Construction in progress	218,122	263,181
Total property, plant and equipment	431,095	494,479
Intangible assets		
Software	112,330	104,225
Other	1,468	1,431
Total intangible assets	113,799	105,657
Investments and other assets		
Deferred tax assets	215,942	241,561
Other	183,402	235,355
Total investments and other assets	399,344	476,917
Total non-current assets	944,239	1,077,054
Total assets	3,543,232	3,826,922

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	135,723	173,428
Short-term borrowings	—	210,000
Accounts payable - other	138,540	110,324
Accrued expenses	146,600	171,129
Income taxes payable	326,945	204,104
Accrued consumption taxes	181,319	194,364
Provision for bonuses	242,616	369,257
Provision for loss on orders received	1,652	1,652
Other	99,857	74,223
Total current liabilities	1,273,255	1,508,484
Non-current liabilities		
Asset retirement obligations	6,633	6,669
Other	1,481	1,481
Total non-current liabilities	8,114	8,150
Total liabilities	1,281,370	1,516,635
Net assets		
Shareholders' equity		
Share capital	100,000	130,714
Capital surplus	500	31,214
Retained earnings	2,161,135	2,148,132
Total shareholders' equity	2,261,635	2,310,060
Share acquisition rights	226	226
Total net assets	2,261,862	2,310,287
Total liabilities and net assets	3,543,232	3,826,922

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly consolidated statement of income (For the three months)

(Thousands of yen)

	Three months ended June 30, 2024
Net sales	2,717,810
Cost of sales	1,790,091
Gross profit	927,719
Selling, general and administrative expenses	394,109
Operating profit	533,610
Non-operating income	
Subsidy income	4,797
Other	60
Total non-operating income	4,857
Non-operating expenses	
Interest expenses	115
Listing-related expenses	25,406
Other	1,659
Total non-operating expenses	27,181
Ordinary profit	511,286
Extraordinary losses	
Loss on retirement of non-current assets	7,737
Total extraordinary losses	7,737
Profit before income taxes	503,549
Income taxes - current	194,172
Income taxes - deferred	△25,619
Total income taxes	168,552
Profit	334,996
Profit attributable to owners of parent	334,996

Quarterly consolidated statement of comprehensive income (For the three months)
(Thousands of yen)

	Three months ended June 30, 2024
Profit	334,996
Comprehensive income	334,996
Comprehensive income attributable to Comprehensive income attributable to owners of parent	334,996