Translation

Notice : This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Statements for the First Quarter Ended June 30, 2024

[Prepared on the basis of Japanese Generally Accepted Accounting Principles (GAAP)]

August 5, 2024

Corporate name : Alfresa Holdings Corporation
Stock exchange listing : Prime Market of Tokyo Stock Exchange
Stock code : 2784
URL : https://www.alfresa.com/
Representative : Ryuji Arakawa, Representative Director & President
Contact person : Takashi Sasaki, Executive Officer, General Manager, Financial Planning Department
TEL : +81-3-5219-5102

Scheduled dividend payment date : —
Supplementary explanatory materials : Yes
Financial results meeting : None

(Rounded down to the nearest million yen)

1. Summary of consolidated financial results for the first quarter of the fiscal year (April 1, 2024 - June 30, 2024)

(1) Consolidated operating results

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of the parent	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Three months ended June 30, 2024	722,365	1.9	6,690	14.6	7,241	12.8	4,431	9.4
Three months ended June 30, 2023	709,056	7.9	5,835	88.9	6,418	73.2	4,049	90.6

Note : Comprehensive income : Three months ended June 30, 2024 ¥ 7,413 million [(23.6) %]
Three months ended June 30, 2023 ¥ 9,705 million [6.4 %]

	Earnings per share of common stock	
	Basic	Diluted
	Yen	Yen
Three months ended June 30, 2024	23.71	—
Three months ended June 30, 2023	20.15	—

(2) Consolidated financial position

	Total assets	Net assets	Owners' equity ratio
	¥ Million	¥ Million	%
As of June 30, 2024	1,469,158	480,919	32.7
As of March 31, 2024	1,447,625	479,859	33.1

Reference : Owners' equity : As of June 30, 2024 ¥ 480,454 million As of March 31, 2024 ¥ 479,599 million

2. Dividends per share of common stock

	Dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2023	—	34.00	—	36.00	70.00
FY2024	—				
FY2024 (Forecast)		31.00	—	32.00	63.00

Note 1 : Revisions to the forecast of cash dividends most recently announced : None

Note 2 : The second quarter dividend and year-end dividend for the fiscal year ended March31, 2024 each included a commemorative dividend of ¥5.00.

3. Consolidated performance forecast for FY2024 (April 1, 2024 - March 31, 2025)

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of the parent		Basic earnings per share
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	Yen
1H FY2024	1,483,000	3.9	15,200	(5.0)	16,600	(3.9)	10,900	(8.0)	58.33
FY2024	2,965,000	3.7	37,300	(3.0)	40,000	0.0	26,000	(12.0)	139.13

Note : Revisions to the forecast of consolidated results most recently announced : None

*** Notes**

(1) Changes in principal subsidiaries during the period : None

(2) Adoption of a special accounting method for preparing quarterly consolidated financial statements : None

(3) Changes in accounting policy, changes in accounting estimates, and restatement

i. Change in accounting policy due to amendment of accounting standard : Yes

ii. Change in accounting policy due to reasons other than i. : None

iii. Change in accounting estimates : None

iv. Restatement : None

(4) Number of outstanding shares of common stock

i. Number of shares outstanding (including treasury stock) at the end of the period :

As of June 30, 2024 202,840,000 shares

As of March 31, 2024 202,840,000 shares

ii. Number of treasury stock at the end of the period :

As of June 30, 2024 15,953,558 shares

As of March 31, 2024 15,971,131 shares

iii. Average number of outstanding shares during the period :

3M FY2024 186,871,943 shares

3M FY2023 200,900,892 shares

Note : The Company's shares held by the Board Incentive Plan trust are included in the treasury stock deducted to calculate ii and iii above.

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : Yes (optional)

*Disclaimer regarding the Appropriate Use of Performance Forecasts and Other Notes

The forward-looking statements, such as performance forecasts contained herein, are forecasts based on information currently possessed by the Company and are based on certain assumptions deemed to be reasonable. The Company does not guarantee the achievement of them. Actual performance may differ substantially from these forecasts due to various factors.

Three-month consolidated financial statements

FY2024 consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
(Assets)		
Current assets		
Cash and deposits	213,756	219,921
Trade notes and accounts receivable	646,113	659,245
Marketable securities	—	99
Merchandise and finished goods	147,159	143,846
Work in process	1,843	2,113
Raw materials and supplies	7,375	7,710
Other	105,320	99,372
Allowance for doubtful accounts	(335)	(347)
Total current assets	1,121,233	1,131,961
Non-current assets		
Property, plant and equipment		
Buildings and structures (net)	79,081	78,159
Land	72,239	72,260
Other (net)	30,280	33,874
Total property, plant and equipment	181,601	184,295
Intangible assets		
Goodwill	2,065	1,940
Other	14,507	14,606
Total intangible assets	16,572	16,546
Investments and other assets		
Investment securities	105,627	111,599
Other	25,989	26,868
Allowance for doubtful accounts	(3,398)	(2,111)
Total investments and other assets	128,218	136,355
Total non-current assets	326,392	337,197
Total assets	1,447,625	1,469,158

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
(Liabilities)		
Current liabilities		
Trade notes and accounts payable	855,328	874,763
Income taxes payable	7,961	6,040
Provision for employees' bonuses	8,028	8,905
Provision for bonuses to directors	439	145
Provision for share awards	—	202
Provision for share awards for directors	—	239
Provision for loss on Antimonopoly Act	4,937	4,937
Other	30,293	32,979
Total current liabilities	906,989	928,213
Long-term liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	10,000	10,000
Provision for share awards	176	—
Provision for share awards for directors	238	—
Net defined benefit liability	7,740	7,442
Other	22,621	22,583
Total long-term liabilities	60,776	60,025
Total liabilities	967,766	988,239
(Net assets)		
Shareholders' equity		
Common stock	18,454	18,454
Capital surplus	57,720	57,720
Retained earnings	384,507	382,070
Less treasury stock, at cost	(36,412)	(36,374)
Total shareholders' equity	424,269	421,869
Accumulated other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	54,438	57,402
Unrealized gains on deferred hedge, net of taxes	1	2
Revaluation reserve for land, net of taxes	(3,375)	(3,051)
Foreign currency translation adjustments	330	441
Remeasurements of defined benefit plans, net of taxes	3,936	3,789
Total accumulated other comprehensive income	55,330	58,584
Non-controlling interests	259	464
Total net assets	479,859	480,919
Total liabilities and net assets	1,447,625	1,469,158

FY2024 three-month consolidated statements of income and comprehensive income (three months ended June 30)

(Millions of yen)

	FY2023 3M (April 1, 2023 - June 30, 2023)	FY2024 3M (April 1, 2024 - June 30, 2024)
Net sales	709,056	722,365
Cost of sales	661,241	671,946
Gross profit	47,815	50,419
Selling, general and administrative expenses	41,979	43,728
Operating income	5,835	6,690
Other income		
Interest income	11	12
Dividend income	373	461
Rental income from real estate	136	125
Other	185	151
Total other income	707	751
Other expenses		
Interest expense	15	69
Commission fees	25	0
Expense for rental property	44	52
Other	39	78
Total other expenses	124	200
Ordinary profit	6,418	7,241
Extraordinary profit		
Gain on sales of property, plant and equipment	6	0
Gain on sales of investment securities	―	5
Total extraordinary profit	6	5
Extraordinary loss		
Loss on sales of property, plant and equipment	5	4
Loss on disposal of property, plant and equipment	34	9
Loss on impairment of property, plant and equipment	4	48
Write-down of investment securities	0	―
Loss on valuation of investments in capital	―	142
Loss on cancellation of rental contracts	―	94
Total extraordinary loss	44	298
Profit before income taxes	6,380	6,948
Income taxes		
Current	5,966	5,675
Deferred	(3,655)	(3,210)
Total income taxes	2,311	2,464
Profit	4,069	4,483
Profit attributable to :		
Owners of the parent	4,049	4,431
Non-controlling interests	20	52

(Millions of yen)

	FY2023 3M (April 1, 2023 - June 30, 2023)	FY2024 3M (April 1, 2024 - June 30, 2024)
Other comprehensive income		
Unrealized gains on available-for-sale securities, net of taxes	5,737	2,964
Unrealized gains on deferred hedge, net of taxes	0	0
Foreign currency translation adjustments	17	111
Remeasurements of defined benefit plans, net of taxes	(120)	(146)
Total other comprehensive income	5,635	2,930
Comprehensive income	9,705	7,413
Comprehensive income attributable to :		
Owners of the parent	9,684	7,361
Non-controlling interests	20	52