Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 5, 2024

Company name: KENKO Mayonnaise Co., Ltd.
Stock exchange listing: Tokyo
Stock code: 2915 URL https://www.kenkomayo.co.jp
Representative: President and Representative Director Kunikazu Shimamoto
Inquiries: Director and Executive Vice President Yoichi Terajima TEL 03-5941-7682
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: No
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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	23,002	7.5	1,735	769.3	1,795	633.1	1,227	762.0
Three months ended June 30, 2023	21,402	6.6	199	(42.0)	244	(29.5)	142	(41.6)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	76.86	–
Three months ended June 30, 2023	8.83	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	68,096	40,086	58.9
As of March 31, 2024	67,370	38,978	57.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	10.00	–	20.00	30.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		19.00	–	19.00	38.00

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	92,000	3.7	4,500	52.6	4,650	50.0	3,185	16.4	197.82

4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(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 June 30, 2024	16,476,000 shares	As of March 31, 2024	16,476,000 shares

Number of treasury shares at the end of the period

As of June 30, 2024	500,665 shares	As of March 31, 2024	500,665 shares

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

Three months ended June 30, 2024	15,975,335 shares	Three months ended June 30, 2023	16,125,422 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	15,729	15,487
Notes receivable - trade	292	408
Accounts receivable - trade	16,202	16,886
Merchandise and finished goods	2,679	2,960
Work in process	11	12
Raw materials and supplies	1,309	1,433
Other	349	263
Allowance for doubtful accounts	(0)	(0)
Total current assets	36,575	37,452
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,066	9,891
Machinery, equipment and vehicles, net	6,135	5,828
Land	6,021	6,021
Construction in progress	2	4
Other, net	274	254
Total property, plant and equipment	22,500	22,001
Intangible assets	1,308	1,396
Investments and other assets		
Investment securities	5,484	5,764
Deferred tax assets	167	167
Other	1,363	1,344
Allowance for doubtful accounts	(29)	(29)
Total investments and other assets	6,986	7,246
Total non-current assets	30,795	30,644
Total assets	67,370	68,096

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	13,254	13,951
Electronically recorded obligations - operating	1,066	1,244
Current portion of long-term borrowings	506	487
Income taxes payable	921	502
Other provisions	476	213
Other	5,641	5,105
Total current liabilities	21,866	21,505
Non-current liabilities		
Long-term borrowings	3,815	3,685
Retirement benefit liability	418	428
Other	2,290	2,390
Total non-current liabilities	6,524	6,504
Total liabilities	28,391	28,010
Net assets		
Shareholders' equity		
Share capital	5,424	5,424
Capital surplus	5,691	5,691
Retained earnings	27,064	27,976
Treasury shares	(808)	(808)
Total shareholders' equity	37,372	38,283
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,537	1,721
Foreign currency translation adjustment	42	57
Remeasurements of defined benefit plans	26	24
Total accumulated other comprehensive income	1,606	1,803
Total net assets	38,978	40,086
Total liabilities and net assets	67,370	68,096

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	21,402	23,002
Cost of sales	17,550	17,405
Gross profit	3,852	5,596
Selling, general and administrative expenses	3,652	3,861
Operating profit	199	1,735
Non-operating income		
Share of profit of entities accounted for using equity method	9	9
Interest and dividend income	17	14
Other	38	55
Total non-operating income	65	79
Non-operating expenses		
Interest expenses	13	11
Other	6	7
Total non-operating expenses	20	19
Ordinary profit	244	1,795
Extraordinary income		
Subsidy income	1	1
Other	–	1
Total extraordinary income	1	3
Extraordinary losses		
Loss on retirement of non-current assets	0	2
Total extraordinary losses	0	2
Profit before income taxes	245	1,795
Income taxes	103	567
Profit	142	1,227
Profit (loss) attributable to owners of parent	142	1,227

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	142	1,227
Other comprehensive income		
Valuation difference on available-for-sale securities	372	184
Remeasurements of defined benefit plans, net of tax	(4)	(2)
Share of other comprehensive income of entities accounted for using equity method	17	14
Total other comprehensive income	385	196
Comprehensive income	528	1,424
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	528	1,424