Translation

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

August 9, 2024

Company name: Toyokumo, Inc.
Stock exchange listing: Tokyo
Stock code: 4058 URL https://www.toyokumo.co.jp/
Representative: President CEO Yuji Yamamoto
Inquiries: Director General Manager CFO Kazuhiko Ishii TEL 050(3816)6668
Scheduled date to file Semi-annual Securities Report: August 9, 2024
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended June 30, 2024 (from January 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	%
Six months ended June 30, 2024	1,448	–	559	–	559	–	386	–
Six months ended June 30, 2023	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2024	35.50	35.46
Six months ended June 30, 2023	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	3,997	2,601	64.7
As of December 31, 2023	–	–	–

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 December 31, 2023	–	0.00	–	10.00	10.00
Year ending December 31, 2024	–	0.00			
Year ending December 31, 2024 (Forecast)			–	14.00	14.00

3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 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	3,000	–	1,000	–	1,000	–	690	–	63.31

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended June 30, 2024: Yes

(2) Application of special accounting methods for preparing interim 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 June 30, 2024	10,996,000 shares	As of December 31, 2023	10,996,000 shares

Number of treasury shares at the end of the period

As of June 30, 2024	80,958 shares	As of December 31, 2023	127,028 shares

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

Six months ended June 30, 2024	10,881,122 shares	Six months ended June 30, 2023	10,334,434 shares

Interim consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of June 30, 2024
Assets	
Current assets	
Cash and deposits	3,592,298
Accounts receivable - trade	119,441
Other	94,776
Allowance for doubtful accounts	(818)
Total current assets	3,805,697
Non-current assets	
Property, plant and equipment	58,607
Intangible assets	7,045
Investments and other assets	126,527
Total non-current assets	192,179
Total assets	3,997,876
Liabilities	
Current liabilities	
Accounts payable - trade	28,434
Accounts payable - other, and accrued expenses	177,329
Income taxes payable	194,208
Contract liabilities	917,171
Other	79,268
Total current liabilities	1,396,411
Total liabilities	1,396,411
Net assets	
Shareholders' equity	
Share capital	394,620
Capital surplus	368,187
Retained earnings	1,942,763
Treasury shares	(117,905)
Total shareholders' equity	2,587,665
Non-controlling interests	13,800
Total net assets	2,601,465
Total liabilities and net assets	3,997,876

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended June 30, 2024
Net sales	1,448,651
Cost of sales	39,826
Gross profit	1,408,824
Selling, general and administrative expenses	849,583
Operating profit	559,241
Non-operating income	
Interest income	12
Recoveries of written off receivables	28
Total non-operating income	41
Non-operating expenses	
Share issuance costs	6
Total non-operating expenses	6
Ordinary profit	559,275
Profit before income taxes	559,275
Income taxes - current	181,207
Income taxes - deferred	(7,129)
Total income taxes	174,077
Profit	385,197
Loss attributable to non-controlling interests	(1,082)
Profit attributable to owners of parent	386,280

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended June 30, 2024
Profit	385,197
Comprehensive income	385,197
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	386,280
Comprehensive income attributable to non-controlling interests	(1,082)