Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 1, 2024

Company name: DAIICHI JITSUGYO CO., LTD.
Stock exchange listing: Tokyo Stock Exchange
Code number: 8059
URL: https://www.djk.co.jp/
Representative: Ichiro Uno, President & CEO
Contact: Yuya Tabata, General Manager, Accounting Department
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Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 - June 30, 2024)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2024	43,372	26.1	2,098	203.8	1,835	160.0	1,084	144.9
June 30, 2023	34,388	16.1	690	26.6	705	(20.7)	443	(14.7)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥2,128 million [(11.1)%]
Three months ended June 30, 2023: ¥2,394 million [186.9%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	34.21	34.10
June 30, 2023	13.98	13.93

* A 3-for-1 stock split of common shares was conducted on October 1, 2023. Accordingly, the basic earnings per share and the diluted earnings per share are calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended March 31, 2024.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2024	192,971	74,142	38.4
As of March 31, 2024	193,795	73,441	37.8

(Reference) Equity: As of June 30, 2024: ¥74,022 million
As of March 31, 2024: ¥73,318 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	78.00	–	45.00	–
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecasts)		36.00	–	36.00	72.00

(Note) Revision to the forecasts for dividends announced most recently: None

* A 3-for-1 stock split of common shares was conducted on October 1, 2023. The dividends presented for the second quarter-end of the fiscal year ended March 31, 2024 are the amount before the split, and the dividends presented for the end of the fiscal year ended March 31, 2024 are the amount after the split. The total annual dividends per share for the fiscal year ended March 31, 2024 are presented as "–."
* Dividends for the second quarter-end of the fiscal year ended March 31, 2024 include a commemorative dividend of ¥15.00 for the 75th anniversary of the foundation.

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	200,000	6.5	10,000	10.0	10,300	14.4	7,300	(2.2)	230.16

(Note) Revision to the financial forecasts announced most recently: None

*** Notes:**

(1) Significant changes in the scope of consolidation during the period: None

(2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: Yes
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatement: None

(4) Total number of issued and outstanding shares (common shares)
1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

June 30, 2024:	33,259,200 shares
March 31, 2024:	33,259,200 shares

2) Total number of treasury shares at the end of the period:

June 30, 2024:	1,541,927 shares
March 31, 2024:	1,541,829 shares

3) Average number of shares during the period:

Three months ended June 30, 2024:	31,717,302 shares
Three months ended June 30, 2023:	31,681,564 shares

* A 3-for-1 stock split of common shares was conducted on October 1, 2023. Accordingly, the average number of shares during the period was calculated on the assumption that the stock split was conducted at the beginning of the fiscal year ended March 31, 2023.

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

* Explanation of the proper use of financial forecasts and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not promise the achievement of these forecasts. Actual results may differ significantly from these forecasts due to a wide range of factors.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheet

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	32,029	39,660
Notes and accounts receivable - trade, and contract assets	53,932	31,770
Electronically recorded monetary claims	7,770	10,772
Merchandise and finished goods	20,676	25,280
Work in process	1,630	2,203
Raw materials and supplies	979	932
Advance payments to suppliers	49,879	50,939
Other	4,819	9,835
Allowance for doubtful accounts	(128)	(130)
Total current assets	171,589	171,263
Fixed assets		
Tangible fixed assets	3,540	3,580
Intangible fixed assets	2,183	2,110
Investment and other assets		
Investment securities	13,100	12,671
Retirement benefit asset	1,535	1,536
Deferred tax assets	775	718
Other	1,223	1,243
Allowance for doubtful accounts	(153)	(153)
Total investment and other assets	16,482	16,016
Total fixed assets	22,206	21,707
Total assets	193,795	192,971
Liabilities		
Current liabilities		
Notes and accounts payable	39,380	39,784
Short-term bank loans	6,790	3,367
Income taxes payable	1,976	319
Advances received	60,268	62,702
Provisions	2,348	1,376
Other	6,130	7,360
Total current liabilities	116,894	114,911
Long-term liabilities		
Long-term loans	120	90
Deferred tax liabilities	2,179	2,559
Provisions	32	27
Retirement benefit liability	554	547
Other	572	692
Total long-term liabilities	3,459	3,916
Total liabilities	120,354	118,828

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Net assets		
Shareholders' equity		
Common stock	5,105	5,105
Capital surplus	3,842	3,842
Retained earnings	56,753	56,410
Treasury stock	(1,508)	(1,508)
Total shareholders' equity	64,191	63,849
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	4,563	4,278
Deferred gain or loss on derivatives under hedge accounting	876	1,057
Foreign currency translation adjustments	3,266	4,422
Remeasurements of defined benefit plans	420	413
Total accumulated other comprehensive income	9,126	10,172
Stock acquisition rights	78	78
Non-controlling interests	44	42
Total net assets	73,441	74,142
Total liabilities and net assets	193,795	192,971

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	34,388	43,372
Cost of sales	28,475	35,452
Gross profit	5,913	7,920
Selling, general and administrative expenses	5,222	5,821
Operating income	690	2,098
Non-operating income		
Interest received	28	23
Dividend income	136	237
Purchase discounts	43	38
Share of profit of entities accounted for using equity method	38	—
Other	28	74
Total non-operating income	274	374
Non-operating expenses		
Interest expenses	26	11
Share of loss of entities accounted for using equity method	—	24
Commission expenses	28	32
Foreign exchange losses	185	557
Other	19	11
Total non-operating expenses	259	637
Ordinary income	705	1,835
Extraordinary profit		
Gain on sale of businesses	130	—
Total extraordinary profit	130	—
Extraordinary loss		
Loss on valuation of investment securities	—	0
Total extraordinary loss	—	0
Income before income taxes	835	1,835
Income taxes	181	243
Deferred taxes	227	510
Total income taxes	408	754
Profit	427	1,080
Loss attributable to non-controlling interests	(15)	(4)
Profit attributable to owners of parent	443	1,084

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	427	1,080
Other comprehensive income		
Unrealized gain or loss on available-for-sale securities	726	(284)
Deferred gain or loss on derivatives under hedge accounting	727	180
Foreign currency translation adjustment	517	1,158
Remeasurements of defined benefit plans	(4)	(6)
Total other comprehensive income	1,966	1,047
Comprehensive income	2,394	2,128
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,407	2,131
Comprehensive income attributable to non-controlling interests	(12)	(2)