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

August 2, 2024

Company name: **SODA NIKKA CO., LTD.**
Stock exchange listing: Tokyo Stock Exchange
Code number: 8158
URL: https://www.sodanikka.co.jp/
Representative: Ryuji Mezaki, President and Chief Executive Officer
Contact: Osamu Iwabuchi, Executive Officer and Finance and Accounting Division Director
Phone: +81-3-3245-1803
Scheduled date of commencing dividend payments: –
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

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

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

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2024	15,766	1.3	584	8.4	751	3.9	968	90.0
June 30, 2023	15,566	6.7	538	47.9	723	27.9	509	29.1

(Note) Comprehensive income: Three months ended June 30, 2024: ¥905 million [(32.4)%]
Three months ended June 30, 2023: ¥1,339 million [848.7%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	42.63	–
June 30, 2023	22.21	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2024	77,221	29,881	38.7
As of March 31, 2024	79,497	29,457	37.1

(Reference) Equity: As of June 30, 2024: ¥29,881 million
As of March 31, 2024: ¥29,457 million

2. Cash 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	–	15.00	–	21.00	36.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecast)		16.00	–	16.00	32.00

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

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Second quarter (cumulative)	32,400	2.8	840	(19.0)	1,020	(18.8)	1,110	28.1	48.86
Full year	66,800	4.2	1,670	(24.5)	2,000	(23.5)	1,850	(0.0)	81.43

(Note) Revision to the forecast of consolidated results announced most recently: None

*** Notes:**

(1) Significant changes in the scope of consolidation during the period: None
Newly included: – companies (Company name)
Excluded: – companies (Company name)

(2) Application of an accounting method specific to 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 outstanding shares (common shares)
1) Total number of outstanding shares at the end of the period (including treasury shares):
June 30, 2024: 22,968,000 shares
March 31, 2024: 22,968,000 shares

2) Total number of treasury shares at the end of the period:
June 30, 2024: 249,628 shares
March 31, 2024: 249,628 shares

3) Average number of shares during the period:
Three months ended June 30, 2024: 22,718,372 shares
Three months ended June 30, 2023: 22,958,444 shares

* 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 performance forecast and other notes
The above forecasts are estimated based on the information currently available, and actual results may differ from these forecasts due to a wide range of factors. For assumptions that form the basis of the performance forecast and cautionary notes, etc. on the use of performance forecast, please see “Explanation regarding information on future prospects such as forecast of consolidated results” on page 3 of this Quarterly Consolidated Financial Statements (attached materials, Japanese only).

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	9,699	8,760
Notes and accounts receivable - trade, and contract assets	* 46,381	* 44,983
Merchandise and finished goods	1,303	1,311
Other	246	452
Allowance for doubtful accounts	(80)	(63)
Total current assets	57,550	55,444
Non-current assets		
Property, plant and equipment	5,363	5,493
Intangible assets	63	80
Investments and other assets		
Investment securities	15,776	15,469
Distressed receivables	0	19
Other	743	715
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	16,519	16,203
Total non-current assets	21,947	21,777
Total assets	79,497	77,221

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	* 37,084	* 35,924
Short-term borrowings	6,170	4,678
Income taxes payable	484	367
Contract liabilities	7	308
Provisions	496	295
Other	1,074	1,015
Total current liabilities	45,316	42,589
Non-current liabilities		
Deferred tax liabilities	2,694	2,718
Retirement benefit liability	1,044	1,052
Other	984	979
Total non-current liabilities	4,723	4,750
Total liabilities	50,039	47,340
Net assets		
Shareholders' equity		
Share capital	3,762	3,762
Capital surplus	3,116	3,116
Retained earnings	14,885	15,367
Treasury shares	(255)	(255)
Total shareholders' equity	21,508	21,989
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,552	7,448
Deferred gains or losses on hedges	(2)	(1)
Revaluation reserve for land	196	201
Foreign currency translation adjustment	126	166
Remeasurements of defined benefit plans	76	76
Total accumulated other comprehensive income	7,949	7,891
Total net assets	29,457	29,881
Total liabilities and net assets	79,497	77,221

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

For the Three-Month Period

(Million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	15,566	15,766
Cost of sales	13,445	13,579
Gross profit	2,120	2,186
Selling, general and administrative expenses		
Freight and incidental costs	289	286
Salaries and allowances	523	530
Provision for bonuses	161	154
Provision for bonuses for directors (and other officers)	6	9
Retirement benefit expenses	25	22
Other	575	599
Total selling, general and administrative expenses	1,581	1,602
Operating profit	538	584
Non-operating income		
Interest income	0	1
Dividend income	167	186
Other	28	11
Total non-operating income	197	199
Non-operating expenses		
Interest expenses	7	10
Commission for syndicated loans	4	4
Other	0	17
Total non-operating expenses	12	32
Ordinary profit	723	751
Extraordinary income		
Gain on sale of investment securities	–	650
Total extraordinary income	–	650
Profit before income taxes	723	1,401
Income taxes - current	140	368
Income taxes - deferred	73	64
Total income taxes	213	433
Profit	509	968
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	509	968

Consolidated Statements of Comprehensive Income

For the Three-Month Period

(Million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	509	968
Other comprehensive income		
Valuation difference on available-for-sale securities	814	(103)
Deferred gains or losses on hedges	1	1
Foreign currency translation adjustment	11	40
Remeasurements of defined benefit plans, net of tax	1	(0)
Total other comprehensive income	829	(62)
Comprehensive income	1,339	905
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,339	905
Comprehensive income attributable to non-controlling interests	—	—