

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended February 29, 2024 (Based on Japanese GAAP)

April 11, 2024

Company name: DAIKOKUTENBUSSAN CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 2791 URL <http://www.e-dkt.co.jp/>
 Representative: Representative Director and President SHOJI OGA
 Inquiries: Senior Managing Director MASASHI OMURA TEL 086-435-1100
 Scheduled date to file Quarterly Securities Report: April 12, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended February 29, 2024 (from June 1, 2023 to February 29, 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	%
Nine months ended February 29, 2024	200,136	12.5	6,633	141.2	6,770	122.3	4,190	147.9
Nine months ended February 28, 2023	177,970	7.5	2,749	(55.1)	3,045	(52.2)	1,690	(58.3)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended February 29, 2024	300.81		300.70	
Nine months ended February 28, 2023	121.36		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of February 29, 2024	96,857	53,376	54.9
As of May 31, 2023	97,194	49,518	50.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended May 31, 2023	–	0.00	–	29.00	29.00
Year ending May 31, 2024	–	0.00	–		
Year ending May 31, 2024 (Forecast)				33.00	33.00

3. Forecast of consolidated financial results for the year ending May 31, 2024 (from June 1, 2023 to May 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	270,476	11.7	8,941	98.8	9,014	86.1	6,192	98.7	444.39

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended February 29, 2024
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly 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 February 29, 2024	14,482,100 shares	As of May 31, 2023	14,474,200 shares
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Number of treasury shares at the end of the period

As of February 29, 2024	545,471 shares	As of May 31, 2023	545,471 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended February 29, 2024	13,930,443 shares	Nine months ended February 28, 2023	13,928,818 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of May 31, 2023	As of February 29, 2024
Assets		
Current assets		
Cash and deposits	8,630	9,835
Notes and accounts receivable - trade	151	114
Merchandise and finished goods	8,370	8,444
Work in process	146	147
Raw materials and supplies	593	568
Other	6,201	3,737
Allowance for doubtful accounts	(203)	(203)
Total current assets	23,890	22,643
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	40,209	39,866
Land	9,357	10,123
Other, net	10,325	10,719
Total property, plant and equipment	59,892	60,709
Intangible assets	344	290
Investments and other assets		
Construction assistance fund receivables	1,376	1,424
Guarantee deposits	5,129	5,286
Other	6,620	6,563
Allowance for doubtful accounts	(59)	(59)
Total investments and other assets	13,067	13,214
Total non-current assets	73,304	74,214
Total assets	97,194	96,857

(Millions of yen)

	As of May 31, 2023	As of February 29, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,749	15,108
Short-term borrowings	4,601	4,202
Income taxes payable	503	1,684
Provision for bonuses	581	328
Other	8,267	8,330
Total current liabilities	30,703	29,653
Non-current liabilities		
Long-term borrowings	11,950	8,883
Retirement benefit liability	41	42
Asset retirement obligations	3,397	3,406
Other	1,583	1,495
Total non-current liabilities	16,972	13,827
Total liabilities	47,676	43,481
Net assets		
Shareholders' equity		
Share capital	1,661	1,689
Capital surplus	1,823	1,850
Retained earnings	46,621	50,408
Treasury shares	(881)	(881)
Total shareholders' equity	49,225	53,067
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	131	155
Total accumulated other comprehensive income	131	155
Share acquisition rights	52	41
Non-controlling interests	108	111
Total net assets	49,518	53,376
Total liabilities and net assets	97,194	96,857

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended February 28, 2023	Nine months ended February 29, 2024
Net sales	177,970	200,136
Cost of sales	138,003	154,249
Gross profit	39,966	45,886
Selling, general and administrative expenses	37,216	39,252
Operating profit	2,749	6,633
Non-operating income		
Interest income	20	20
Dividend income	4	4
Rental income	84	92
Insurance claim income	97	57
Settlement income	165	–
Other	57	67
Total non-operating income	430	242
Non-operating expenses		
Interest expenses	21	22
Rental expenses	48	48
Provision of allowance for doubtful accounts	2	0
Loss on disposal of non-current assets	–	23
Other	62	11
Total non-operating expenses	135	105
Ordinary profit	3,045	6,770
Extraordinary losses		
Impairment losses	110	–
Total extraordinary losses	110	–
Profit before income taxes	2,934	6,770
Income taxes - current	1,322	2,584
Income taxes - deferred	(81)	(8)
Total income taxes	1,241	2,576
Profit	1,693	4,194
Profit attributable to non-controlling interests	3	3
Profit attributable to owners of parent	1,690	4,190

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended February 28, 2023	Nine months ended February 29, 2024
Profit	1,693	4,194
Other comprehensive income		
Valuation difference on available-for-sale securities	67	23
Total other comprehensive income	67	23
Comprehensive income	1,761	4,217
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,758	4,214
Comprehensive income attributable to non-controlling interests	3	3