

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 13, 2023

Company name: COPRO-HOLDINGS. Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7059 URL <https://www.copro-h.co.jp/>
 Representative: Chief Executive Office Kosuke Kiyokawa
 Inquiries: Managing Director Masahiko Saito TEL +81-52-589-3066
 Scheduled date to file Quarterly Securities Report: February 13, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 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 December 31, 2022 (from April 1, 2022 to December 31, 2022)
(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 December 31, 2022	13,584	18.7	862	(23.1)	866	(22.6)	521	(15.9)
Nine months ended December 31, 2021	11,440	3.4	1,121	17.1	1,119	16.6	619	(10.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	56.13		55.64	
Nine months ended December 31, 2021	65.38		64.55	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	9,613	6,757	69.7
As of March 31, 2022	8,841	6,575	74.0

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, 2022	–	10.00	–	30.00	40.00
Year ending March 31, 2023	–	10.00	–		
Year ending March 31, 2023 (Forecast)				30.00	40.00

(Note) Revisions to the dividend forecasts announced most recently: No

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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	18,380	17.9	1,204	(25.7)	1,206	(25.5)	727	(24.5)	78.28

(Note) Revisions to the earnings forecasts announced most recently: No

4. Notes

- (1) Changes in significant subsidiaries during the Nine months ended December 31, 2022
(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 December 31, 2022	10,000,000 shares	As of March 31, 2022	10,000,000 shares
-------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of December 31, 2022	710,507 shares	As of March 31, 2022	715,126 shares
-------------------------	----------------	----------------------	----------------

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

Nine months ended December 31, 2022	9,287,667 shares	Nine months ended December 31, 2021	9,478,290 shares
-------------------------------------	------------------	-------------------------------------	------------------

Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	4,058,265	4,409,956
Accounts receivable - trade	2,226,864	2,506,793
Other	463,806	540,618
Allowance for doubtful accounts	(475)	—
Total current assets	6,748,461	7,457,368
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	328,233	399,331
Construction in progress	—	72,363
Other, net	79,041	88,278
Total property, plant and equipment	407,274	559,973
Intangible assets		
Goodwill	780,712	701,396
Other	218,095	253,791
Total intangible assets	998,807	955,188
Investments and other assets		
Deferred tax assets	138,735	140,672
Other	548,039	499,881
Total investments and other assets	686,775	640,553
Total non-current assets	2,092,858	2,155,715
Total assets	8,841,319	9,613,083
Liabilities		
Current liabilities		
Accounts payable - other	1,328,319	1,859,792
Income taxes payable	375,271	129,414
Accrued consumption taxes	237,927	381,344
Provision for bonuses	51,649	45,530
Asset retirement obligations	23,300	19,530
Other	149,071	272,983
Total current liabilities	2,165,539	2,708,594
Non-current liabilities		
Retirement benefit liability	24,306	29,173
Asset retirement obligations	74,930	103,542
Other	1,379	14,206
Total non-current liabilities	100,615	146,921
Total liabilities	2,266,154	2,855,516
Net assets		
Shareholders' equity		
Share capital	30,000	30,000
Capital surplus	1,237,532	1,239,119
Retained earnings	5,618,539	5,768,401
Treasury shares	(349,151)	(346,917)
Total shareholders' equity	6,536,921	6,690,603
Accumulated other comprehensive income		
Foreign currency translation adjustment	1,943	6,571
Total accumulated other comprehensive income	1,943	6,571
Share acquisition rights	36,299	60,391
Total net assets	6,575,164	6,757,567
Total liabilities and net assets	8,841,319	9,613,083

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

Consolidated statements of income (cumulative)

	(Thousands of yen)	
	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	11,440,120	13,584,624
Cost of sales	7,909,909	9,530,318
Gross profit	3,530,211	4,054,305
Selling, general and administrative expenses	2,408,833	3,191,412
Operating profit	1,121,377	862,893
Non-operating income		
Interest income	35	39
Foreign exchange gains	—	1,374
Rental income	855	855
Gain on forfeiture of unclaimed dividends	—	320
Other	177	2,145
Total non-operating income	1,068	4,735
Non-operating expenses		
Interest expenses	339	24
Rental expenses on real estate	724	724
Foreign exchange losses	1,557	—
Guarantee commission	166	—
Other	0	17
Total non-operating expenses	2,789	766
Ordinary profit	1,119,657	866,862
Extraordinary income		
Gain on sales of non-current assets	1,537	227
Surrender value of insurance policies	60,433	—
Total extraordinary income	61,971	227
Extraordinary losses		
Impairment loss	125,289	—
Loss on retirement of non-current assets	384	3,796
Other	17	—
Total extraordinary losses	125,691	3,796
Profit before income taxes	1,055,936	863,293
Income taxes - current	420,091	329,720
Income taxes - deferred	16,123	12,269
Total income taxes	436,215	341,990
Profit	619,720	521,302
Profit attributable to owners of parent	619,720	521,302

Other Consolidated statements of comprehensive income (cumulative)

	(Thousands of yen)	
	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	619,720	521,302
Other comprehensive income		
Foreign currency translation adjustment	749	4,628
Total other comprehensive income	749	4,628
Comprehensive income	620,470	525,931
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	620,470	525,931