

Translation

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

February 3, 2023

Company name: MATSUYA FOODS HOLDINGS CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 9887 URL <https://www.matsuyafoods-holdings.co.jp>
 Representative: President and Representative Director Kazutoshi Kawarabuki
 Inquiries: Senior Managing Director Kiichiro Tanzawa TEL 0422-38-1121
 Scheduled date to file Quarterly Securities Report: February 10, 2023
 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 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	78,940	12.2	1,457	–	3,737	(27.5)	1,623	(37.4)
Nine months ended December 31, 2021	70,345	(1.1)	(2,501)	–	5,154	–	2,593	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	85.17		–	
Nine months ended December 31, 2021	136.12		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2022	78,725	41,718	53.0	2,189.32
As of March 31, 2022	76,955	40,591	52.7	2,130.16

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	12.00	–	12.00	24.00
Year ending March 31, 2023	–	12.00	–		
Year ending March 31, 2023 (Forecast)				12.00	24.00

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	104,500	10.6	1,000	–	3,300	(48.4)	1,400	26.7	73.47

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	19,063,968 shares	As of March 31, 2022	19,063,968 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	8,361 shares	As of March 31, 2022	8,140 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	19,055,734 shares	Nine months ended December 31, 2021	19,055,949 shares
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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	13,391,129	14,740,569
Notes and accounts receivable - trade, and contract assets	2,576,459	3,192,750
Merchandise and finished goods	828,415	1,143,523
Raw materials and supplies	7,494,558	6,759,558
Other	1,529,343	1,274,970
Total current assets	25,819,906	27,111,372
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,344,601	18,974,356
Machinery, equipment and vehicles, net	2,706,211	2,466,427
Tools, furniture and fixtures, net	2,196,517	2,324,677
Leased assets, net	1,210,193	1,413,670
Land	9,344,454	9,344,454
Construction in progress	264,460	188,491
Total property, plant and equipment	34,066,440	34,712,078
Intangible assets		
Software	413,553	411,135
Other	58,902	70,130
Total intangible assets	472,455	481,265
Investments and other assets		
Investment securities	89,746	89,662
Leasehold and guarantee deposits	11,509,898	11,453,691
Long-term prepaid expenses	293,264	294,736
Deposits for stores in preparation	190,272	387,542
Deferred tax assets	3,450,529	3,145,802
Investment property, net	199,477	189,245
Other	872,399	869,069
Allowance for doubtful accounts	(9,329)	(9,301)
Total investments and other assets	16,596,259	16,420,449
Total non-current assets	51,135,155	51,613,794
Total assets	76,955,062	78,725,166

(Thousands of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	1,980,808	2,250,381
Short-term borrowings	—	4,000,000
Current portion of long-term borrowings	3,888,872	3,813,632
Accounts payable - other	4,516,526	4,601,333
Lease liabilities	307,036	375,268
Income taxes payable	2,162,087	392,205
Provision for bonuses	1,229,130	721,184
Other	1,383,872	2,563,933
Total current liabilities	15,468,333	18,717,938
Non-current liabilities		
Long-term borrowings	15,157,742	12,308,378
Provision for retirement benefits for directors (and other officers)	567,800	567,800
Lease liabilities	1,014,659	1,169,690
Asset retirement obligations	3,999,159	4,059,344
Deferred tax liabilities	4,222	3,793
Other	151,248	179,331
Total non-current liabilities	20,894,831	18,288,337
Total liabilities	36,363,165	37,006,276
Net assets		
Shareholders' equity		
Share capital	6,655,932	6,655,932
Capital surplus	6,963,229	6,963,229
Retained earnings	27,069,804	28,235,472
Treasury shares	(17,998)	(18,876)
Total shareholders' equity	40,670,967	41,835,757
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,064	1,006
Foreign currency translation adjustment	(80,136)	(117,874)
Total accumulated other comprehensive income	(79,071)	(116,867)
Total net assets	40,591,896	41,718,889
Total liabilities and net assets	76,955,062	78,725,166

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	70,345,801	78,940,043
Cost of sales	24,496,298	26,447,373
Gross profit	45,849,502	52,492,669
Selling, general and administrative expenses	48,350,744	51,035,588
Operating profit (loss)	(2,501,242)	1,457,080
Non-operating income		
Interest income	12,250	11,351
Dividend income	1,569	1,875
Rental income	146,135	158,496
Subsidy incomes	7,386,083	1,991,144
Other	336,719	355,006
Total non-operating income	7,882,758	2,517,872
Non-operating expenses		
Interest expenses	60,189	63,747
Rental expenses	144,191	148,090
Other	22,202	25,206
Total non-operating expenses	226,583	237,043
Ordinary profit	5,154,932	3,737,910
Extraordinary income		
Gain on sale of non-current assets	1,210	568
Compensation for expropriation	–	93,607
Gain on receipt of donated non-current assets	6,759	17,099
Gain on forgiveness of debts	63,115	–
Other	556	5,818
Total extraordinary income	71,642	117,094
Extraordinary losses		
Loss on retirement of non-current assets	32,225	5,124
Loss on store closings	37,359	12,083
Loss on sale of non-current assets	1,323	1,232
Impairment losses	314,785	789,545
Other	4,750	34,064
Total extraordinary losses	390,444	842,049
Profit before income taxes	4,836,130	3,012,954
Income taxes - current	1,453,515	1,085,624
Income taxes - deferred	788,795	304,323
Total income taxes	2,242,311	1,389,947
Profit	2,593,818	1,623,006
Profit attributable to owners of parent	2,593,818	1,623,006

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	2,593,818	1,623,006
Other comprehensive income		
Valuation difference on available-for-sale securities	100	(58)
Foreign currency translation adjustment	(8,910)	(37,738)
Total other comprehensive income	(8,810)	(37,796)
Comprehensive income	2,585,008	1,585,209
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,585,008	1,585,209
Comprehensive income attributable to non-controlling interests	—	—