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## Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 [Japanese GAAP]

May 12, 2023

Company name: Raysum Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 8890

URL: <http://www.raysum.co.jp/en/>

Representative: Tsuyoshi Komachi, President and Representative Director

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Scheduled date of Ordinary General Meeting of Shareholders: June 23, 2023

Scheduled date of commencing dividend payments: June 7, 2023

Scheduled date for filing of securities report: June 26, 2022

Availability of supplementary briefing material on financial results: Yes

Schedule of financial results briefing session: Yes (for institutional investors and analysts)

(Figures are rounded down to the nearest million yen)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

#### (1) Consolidated Results of Operations

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2023	67,906	(0.7)	14,371	26.5	12,851	23.0	8,376	26.3
Fiscal year ended March 31, 2022	68,402	112.3	11,363	591.3	10,445	672.9	6,630	898.7

(Note) Comprehensive income: Fiscal year ended March 2023: ¥8,463 million yen (26.3%)

Fiscal year ended March 2022: ¥6,703 million yen (897.2%)

	Earnings per share	Diluted Earnings per share	Return on Equity	Ordinary income to total assets	Operating income to net sales
	yen	yen	%	%	%
Fiscal year ended March 31, 2023	269.72	—	15.8	11.9	21.2
Fiscal year ended March 31, 2022	180.97	—	13.2	9.7	16.6

(Reference) Equity in earnings (losses) of affiliates: As of March 31, 2023: ¥- million

As of March 31, 2022: ¥- million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Fiscal year ended March 31, 2023	106,752	52,718	49.4	1,842.43
Fiscal year ended March 31, 2022	109,847	53,433	48.6	1,459.56

(Reference) Equity: Fiscal year ended March 2023: ¥52,691 million yen

Fiscal year ended March 2022: ¥53,422 million yen

#### (3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	million yen	million yen	million yen	million yen
Fiscal year ended March 31, 2023	8,706	193	(9,666)	27,511
Fiscal year ended March 31, 2022	15,440	(3,243)	(3,946)	28,222

### 2. Dividends

	Annual Dividends					Total Dividends paid (annual)	Dividend payout ratio (consolidated)	Dividends to net assets (consolidated)
	Q1 end	Q2 end	Q3 end	Year end	Total			
	yen	yen	yen	yen	yen	million yen	%	%
Fiscal year ended March 31, 2022	—	0.00	—	37.00	37.00	1,354	20.5	2.7
Fiscal year ended March 31, 2023	—	0.00	—	55.00	55.00	1,572	20.4	3.3
Fiscal year ending March 31, 2024 (Forecast)	—	0.00	—	175.00	175.00		45.5	

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	90,000	32.5	18,000	25.2	16,800	30.7	11,000	31.3	384.63

#### \*Notes

- (1) Significant changes of subsidiaries during the year under review (affecting specified subsidiaries resulting in changes in scope of consolidation): Not applicable
- (2) Changes in accounting policies, changes in accounting estimates and restatements
  - 1) Changes in accounting policies due to the revision of accounting standards: Not applicable
  - 2) Any changes in accounting policies other than 1) above: Not applicable
  - 3) Changes in accounting estimates: Not applicable
  - 4) Restatements: Not applicable

- (3) Total number of issued shares (common stock)

- 1) Total number of issued shares at the end of the period (including treasury stock):

Fiscal year ended March 31, 2023	29,081,400 shares
Fiscal year ended March 31, 2022	37,081,400 shares

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

Fiscal year ended March 31, 2023	482,711 shares
Fiscal year ended March 31, 2022	479,586 shares

- 3) Average number of shares during the period:

Fiscal year ended March 31, 2023	31,055,729 shares
Fiscal year ended March 31, 2022	36,637,529 shares

(Reference) Overview of non-consolidated financial results

#### Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022 to March 31, 2023)

- (1) Non-Consolidated Results of Operations

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2023	64,918	(3.5)	15,230	22.2	13,612	24.3	7,050	1.5
Fiscal year ended March 31, 2022	67,257	114.1	12,460	339.7	10,950	318.8	6,947	140.8

	Profit per share	Diluted profit per share
	yen	yen
Fiscal year ended March 31, 2023	227.03	—
Fiscal year ended March 31, 2022	189.62	—

- (2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Fiscal year ended March 31, 2023	105,600	53,442	50.6	1,868.69
Fiscal year ended March 31, 2022	108,647	55,497	51.1	1,516.24

(Reference) Equity: As of March 31, 2023: ¥53,442 million yen  
As of March 31, 2022: ¥55,497 million yen

<Reason for difference with actual profit for the previous fiscal year in non-consolidated financial results>

A difference between actual results for the previous fiscal year and actual results for the current fiscal year has occurred due to the same reasons as described in “1. Overview of Results of Operations (1) Overview of Results of Operations for the Fiscal Year under Review” on page 2 of the Appendix.

\*The financial report is not subject to audit by a certified accountant or auditing company.

\*Explanation of the proper use of performance forecast and other note

(Note on forward-looking statements, etc.)

Performance forecasts and other forward-looking statements presented in this report are based on information currently available to the Company and certain assumptions deemed to be reasonable, and are not to be read as guarantees of future performance by the Company. In addition, actual performance may differ substantially due to various factors. Please refer to “1. Overview of Results of Operations (4) Future Outlook” on page 4 of the Appendix for preconditions for the assumptions for the financial results forecast.

(How to access financial results briefing session materials)

The Company is planning to hold a financial results briefing session for institutional investors and analysts on May 19, 2023 (Friday). Materials provided are posted on the Company’s website from today for your reference.

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## 1. Overview of Results of Operations

### (1) Overview of Results of Operations for the Fiscal Year under Review

The consolidated financial results for the fiscal year under review recorded net sales of 67,906 million yen (year-on-year decrease of 0.7%), operating income of 14,371 million yen (year-on-year increase of 26.5%), ordinary income of 12,851 million yen (year-on-year increase of 23.0%), and profit attributable to owners of parent of 8,376 million yen (year-on-year increase of 26.3%). In Value Creation Services, our mainstay business, we sold many high-value-added property, resulting in a significant year-on-year increase in profit.

We released “Notice Concerning Establishment of Medium-term Management Plan” on May 13, 2022, and “Notice Concerning Revision of Dividend Forecast (Increased Dividends)” on August 10, 2022. Based on the steady performance during the fiscal year under review, the Company today released a “Notice Concerning Revision of Medium-term Management Plan”. We will push to achieve our performance targets in order to make even greater strides.

Business results by segment are as follows.

#### (Value Creation Services)

In this business, we pursue the potential value of individual real estate assets in accordance with the purpose of each customer. We change the use, conduct large-scale renovations and attract new tenants by becoming owners, and create and provide real estate assets that are meaningful to customers. We worked on this business by redefining that we place utmost importance on making the society, economy and environment co-exist, considering the essence of value that leads to continuous development and realizing it.

During the fiscal year under review, we delivered a wide range of properties to customers, including a new office building in front of Hakata Station, a new obstetrics and gynecology building in Saitama City, a high value-added residential site in Kanagawa Prefecture, a commercial logistics site with high potential in the Tokyo bay area, and a luxury residence for wealthy people in Yoyogi in Shibuya Ward. Furthermore, in the fourth quarter, we sold two large properties, a commercial facility on Shinjuku Yasukuni-dori and a new environmentally friendly office building in Jingumae in Shibuya Ward. As a result, in the fiscal year under review, Value Creation Services posted 61,419 million yen (year-on-year decrease of 0.8%) in net sales and 16,653 million yen (year-on-year increase of 28.5%) in segment income, and a significant year-on-year increase in profit.

We are steadily progressing with the purchase of large-scale properties that will contribute to the sales for the next fiscal year onwards.

#### (Value-Add Services)

In this business, we conduct leasing management, building management and other services to maintain and enhance the value of the properties we have provided to clients. We listen to clients’ requests in detail and aim to improve the long-term asset value in ways such as proposing measures to increase property value for the future, taking advantage of opportunities such as tenant replacement.

Value-Add Services posted net sales of 4,416 million yen (year-on-year decrease of 11.0%) and segment profit of 765 million yen (year-on-year decrease of 30.7%) due to some properties held in the same period of the previous fiscal year were sold and rental income from those properties decreased.

#### (Future Value Creation Services)

In this business, we mainly conduct businesses that address future social issues, such as community hostels, advanced medical facilities that are indispensable in a super-ageing society and development of emergency power sources to prepare for the frequent natural disasters, under our own operation. The experience and knowledge gained through these business operations will be utilized in conceiving and proposing ideas for Value Creation Services and Value-Add Services in the future.

During the fiscal year under review, the impact of the COVID-19 pandemic gradually subsided, the accommodation business is on a recovery trend compared with the previous fiscal year partially due to the recovery of the flow people within Japan compared with the previous year, and “medock Comprehensive Medical Clinic” in Meguro is increasing the number of patients by strengthening the medical check-up system for doctors and staff, etc. and collaborating with companies from various sectors and health insurance associations. In addition, the emergency gas engine generators provided to clients by Raypower Inc. demonstrated effective performance during power outages and was highly evaluated by clients who had installed them.

In the fiscal year under review, Future Value Creation Services posted net sales of 2,071 million yen (year-on-year increase of 34.1%), and segment loss of 2,302 million yen (segment loss of 2,059 million yen in the same period of the previous fiscal year) due in part to operating losses of 1,056 million yen on the golf course business which was sold at the end of the second quarter (operating loss of 437 million yen in the year ending March 31, 2022). Although sales were on an increasing trend compared to the previous fiscal year, profits declined.

## (2) Overview of Financial Position for the Fiscal Year under Review

### (Assets)

Current assets decreased 105 million yen compared with the end of the previous fiscal year to 96,216 million yen. This was primarily attributable to cash and deposits decreasing 698 million yen to 27,524 million yen, real estate for sale increasing 20,593 million yen to 45,167 million yen, and real estate for sale in process decreasing 21,481 million yen to 17,079 million yen.

Non-current assets decreased 2,989 million yen compared with the end of the previous fiscal year to 10,535 million yen. This was primarily attributable to an increase due to the purchase of property, plant and equipment; a decrease of 3,529 million yen due to a decrease in the property, plant and equipment of Asset Holdings Co., Ltd. which were excluded from the scope of consolidation due to a stock transfer and a decrease due to depreciation, etc.; a decrease of 44 million yen in intangible assets; and an increase of 584 million yen in investments and other assets.

As a result, total assets as at the end of the fiscal year under review decreased 3,095 million yen compared with the end of the previous fiscal year to 106,752 million yen.

### (Liabilities)

Liabilities decreased 2,380 million yen compared with the end of the previous fiscal year to 54,033 million yen. This was primarily attributable to a decrease of 514 million yen in borrowings due to the difference between new fundraising and repayment of borrowings, a 1,441 million yen decrease in income taxes payable, and a 561 million yen decrease in accounts payable due to construction work on properties, etc.

### (Net Assets)

Total net assets decreased 714 million yen compared with the end of the previous fiscal year to 52,718 million yen. This was primarily attributable to an increase of 8,376 million yen in retained earnings following the recording of profit attributable to owners of parent, a decrease in 1,354 million yen due to dividends of surplus, and a decrease in 7,824 million yen due to the acquisition of treasury shares. In addition, while treasury shares decreased 8,000 million yen due to the cancellation of treasury shares, retained earnings decreased 8,000 million yen. Therefore, there was no impact on the total net assets.

Furthermore, the equity ratio as of the end of the fiscal year under review has become 49.4%.

## (3) Overview of Cash Flows for the Fiscal Year under Review

Cash and cash equivalents (hereinafter “funds”) at the end of the fiscal year under review decreased 710 million yen compared with the end of the previous fiscal year to 27,511 million yen.

Cash flows in the fiscal year under review and the major contributing factors are as follows.

### (Cash flows from operating activities)

Net cash provided by operating activities amounted to 8,706 million yen. The main factor for inflow was funds related to 61,419 million yen in net sales in Value Creation Services. The main factors for outflow were funds related to 35,171 million yen of payment for purchases of real estate for sale, 9,402 million yen of payment in line with the progressing development of real estate for sale in process and payment for repair works on real estate for sale in Value Creation Services, and 5,872 million yen of payment for income tax, and the expenditure of selling, general and administrative expenses.

### (Cash flows from investing activities)

Net cash provided by investing activities amounted to 193 million yen. The main factor for inflow was 2,050 million yen of proceeds from the transfer of all shares and loan claims, etc. to Asset Holdings Co. Ltd., which was our consolidated subsidiary. The main factors for outflow were 599 million yen of purchase of property, plant and equipment, 573 million yen of payments for investments in capital of, and 575 million yen of loan advances.

### (Cash flows from financing activities)

Net cash used in financing activities amounted to 9,666 million yen. The main factors for outflow were the difference of 400 million yen between new fundraising and repayment of borrowings, 7,824 million yen paid to acquire treasury shares, and dividends paid of 1,352 million yen.

(Reference) Indicators relative to cash flows

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Equity ratio (%)	53.6	44.7	48.6	49.4
Equity ratio on a market value basis (%)	33.2	39.6	31.3	37.2
Interest-bearing liabilities/Cash flow ratio (%)	8.9	-	2.8	4.9
Interest coverage ratio (multiple)	12.2	-	29.6	19.0

Equity ratio: Equity/Total assets

Equity ratio on a market value basis: Market capitalization/Total assets

Interest-bearing liabilities/Cash flow ratio: Interest-bearing liabilities/Cash flows

Interest coverage ratio: Cash flows/Interest expenses paid

(Notes) 1. All indicators are calculated using consolidated financial results.

2. Cash flows used as basis of the above calculation are cash flows from operating activities.

3. Interest-bearing liabilities/Cash flow ratio and Interest coverage ratio for the fiscal year ended March 31 2021, are not shown because cash outflow surpassed inflow from operating activities.

(4) Future Outlook

The economic trends surrounding the Company are expected to include the rallying of the domestic economy as the COVID-19 pandemic subsides, the full recovery of inbound visitors to Japan, and the continued strong interest in domestic real estate by overseas customers against the backdrop of the difference between domestic and overseas interest rates. At the same time, we anticipate that global uncertainty caused by geopolitical risks, which have been affected by Russia's invasion of Ukraine, and concerns about a gradual rise in interest rates in Japan, will remain for a certain period of time.

Amid such business environment, we are working on our business activities having recognized once again that "considering the essence of the value inside real estate, in other words the value of making the society, economy and environment co-exist and continuously developing them, and manifesting it in the world" is the significance of our existence. Against the backdrop of the fact that such initiative has steadily become apparent as a result, we will deepen the relationship with domestic wealthy people, expand transaction opportunities with domestic corporations, institutional investors and overseas wealthy people and accelerate the provision of investment opportunities to customers, aiming to improve business performance as stated in the "Upward Revision of the Medium-Term Management Plan" (from page 9 to 26 in the "Financial Results for Fiscal Year Ending March 31, 2023" released today).

Forecasts for the consolidated financial results for the fiscal year ending March 31, 2024 are net sales of 90,000 million yen (year-on-year increase of 32.5%), operating income of 18,000 million yen (year-on-year increase of 25.2%), ordinary income of 16,800 million yen (year-on-year increase of 30.7%), and profit attributable to owners of parent of 11,000 million yen (year-on-year increase of 31.3%). Business results forecast by segment are as follows.

(Millions of yen)

	Value Creation Services	Value-Add Services	Future Value Creation Services	Total	Reconciling items	Amount recorded in consolidated statements of income
Net sales	82,500	4,500	3,000	90,000	( - )	90,000
Operating profit (loss)	19,000	900	(1,000)	18,900	(900)	18,000

(5) Principles of Appropriation of Profits and Dividend Payment for the Fiscal Year Under Review and the Next Fiscal Year

(Principles of appropriation of profits and dividend payment)

We consider improving corporate value through aggressive business investment and the return of profits to shareholders through dividends, etc. as important management policies.

In the upwardly revised Medium-term Management Plan announced today, our basic policy is to pay for the fiscal years ending March 31, 2024 and 2025, a minimum dividend of 175 yen per share and to have a target consolidated dividend payout ratio of 40%. In addition, our basic policy is to pay dividends once a year as year-end dividend.

(Dividend payment for the fiscal year under review)

The dividend to be paid for the fiscal year under review is expected to be 55 yen per share.

(Dividend payment for the next fiscal year)

The dividend to be paid for the next fiscal year is expected to be 175 yen per share based on the abovementioned principles of appropriation of profits and dividend payment.

## 2. Reasoning Behind Selection of Accounting Standards

The Group follows the Japanese accounting standards (Japanese GAAP) in order to ensure comparability with other domestic companies in the same business.



### 3. Consolidated Financial Statements

#### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	28,222	27,524
Trade accounts receivable	310	377
Real estate for sale	* <sub>3</sub> 24,573	* <sub>3</sub> 45,167
Real estate for sale in process	* <sub>3</sub> 38,560	* <sub>3</sub> 17,079
Raw materials	835	1,426
Advance payments to suppliers	902	1,155
Income taxes receivable	36	35
Other	2,892	3,460
Allowance for doubtful accounts	(11)	(10)
Total current assets	96,322	96,216
Non-current assets		
Property, plant and equipment		
Buildings, net	* <sub>3,*4</sub> 4,643	* <sub>3,*4</sub> 2,710
Land	* <sub>3</sub> 1,616	490
Construction in progress	98	189
Other, net	* <sub>3,*4</sub> 1,484	* <sub>4</sub> 924
Total property, plant and equipment	* <sub>1</sub> 7,843	* <sub>1</sub> 4,314
Intangible assets		
Other	259	214
Total intangible assets	259	214
Investments and other assets		
Investment securities	* <sub>2</sub> 1,954	* <sub>2</sub> 1,915
Deferred tax assets	1,153	1,365
Investments in capital	546	1,118
Long-term loans receivable	1,536	2,094
Other	709	1,148
Allowance for doubtful accounts	(478)	(1,636)
Total investments and other assets	5,421	6,005
Total non-current assets	13,524	10,535
Total assets	109,847	106,752

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Liabilities</b>		
Current liabilities		
Current portion of long-term borrowings	*3 1,361	*3 1,359
Accounts payable - other	1,610	1,048
Income taxes payable	5,493	4,052
Advances received	559	652
Provision for bonuses	4	—
Provision for loss on liquidation of subsidiaries and associates	123	123
Other	1,219	993
Total current liabilities	10,372	8,230
Non-current liabilities		
Long-term borrowings	*3 41,910	*3 41,397
Deposits received from tenants	3,678	4,067
Other	452	337
Total non-current liabilities	46,041	45,803
Total liabilities	56,413	54,033
<b>Net assets</b>		
Shareholders' equity		
Share capital	100	100
Capital surplus	6,899	6,899
Retained earnings	46,942	45,964
Treasury shares	(649)	(473)
Total shareholders' equity	53,292	52,490
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	57	130
Foreign currency translation adjustment	72	70
Total accumulated other comprehensive income	129	200
Non-controlling interests	11	27
Total net assets	53,433	52,718
Total liabilities and net assets	109,847	106,752

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
(Consolidated Statements of Income – Consolidated Fiscal Year)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net sales	*7 68,402	*7 67,906
Cost of sales	*1 51,958	47,538
Gross profit	16,444	20,368
Selling, general and administrative expenses	*2 5,080	*2 5,996
Operating profit	11,363	14,371
Non-operating income		
Interest income	43	11
Rental income from buildings	5	5
Benefits income	83	38
Foreign exchange gains	150	138
Other	9	11
Total non-operating income	292	206
Non-operating expenses		
Interest expenses	523	456
Commission for a financial loan	62	76
Provision of allowance for doubtful accounts	478	1,158
Bad debt loss	126	—
Other	20	34
Total non-operating expenses	1,211	1,726
Ordinary profit	10,445	12,851
Extraordinary income		
Gain on sale of non-current assets	8	0
Gain on liquidation of subsidiaries and associates	*5 8	—
Gain on sale of investment securities	9	—
Gain on sale of shares of subsidiaries and associates	—	5
Gain on sale of investments in capital of subsidiaries and associates	—	9
Total extraordinary income	26	14
Extraordinary losses		
Loss on retirement of non-current assets	*3 29	*3 28
Loss on sale of non-current assets	*4 38	*4 0
Loss on withdrawal from business	—	*6 242
Total extraordinary losses	67	271
Profit before income taxes	10,403	12,594
Income taxes - current	4,318	4,433
Income taxes - deferred	(540)	(232)
Total income taxes	3,777	4,201
Profit	6,626	8,393
Profit (loss) attributable to non-controlling interests	(3)	16
Profit attributable to owners of parent	6,630	8,376

## (Consolidated Statements of Comprehensive Income – Consolidated Fiscal Year)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit	6,626	8,393
Other comprehensive income		
Valuation difference on available-for-sale securities	76	72
Foreign currency translation adjustment	0	(2)
Total other comprehensive income	77	70
Comprehensive income	6,703	8,463
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,707	8,446
Comprehensive income attributable to non-controlling interests	(3)	16

## (3) Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	100	12,054	47,507	(12,853)	46,809	(19)	72	52	—	46,861
Changes during period										
Dividends of surplus			(146)		(146)					(146)
Profit attributable to owners of parent			6,630		6,630					6,630
Purchase of treasury shares					—					—
Retirement of treasury shares		(5,155)	(7,048)	12,204	—					—
Net changes in items other than shareholders' equity						76	0	77	11	88
Total changes during period	—	(5,155)	(565)	12,204	6,483	76	0	77	11	6,572
Balance at end of period	100	6,899	46,942	(649)	53,292	57	72	129	11	53,433

Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	100	6,899	46,942	(649)	53,292	57	72	129	11	53,433
Changes during period										
Dividends of surplus			(1,354)		(1,354)					(1,354)
Profit attributable to owners of parent			8,376		8,376					8,376
Purchase of treasury shares				(7,824)	(7,824)					(7,824)
Retirement of treasury shares			(8,000)	8,000	—					—
Net changes in items other than shareholders' equity						72	(2)	70	16	87
Total changes during period	—	—	(977)	175	(802)	72	(2)	70	16	(714)
Balance at end of period	100	6,899	45,964	(473)	52,490	130	70	200	27	52,718

## (4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
<b>Cash flows from operating activities</b>		
Profit before income taxes	10,403	12,594
Depreciation	1,647	568
Loss (gain) on liquidation of subsidiaries and associates	(8)	—
Increase (decrease) in provision for bonuses	(2)	—
Increase (decrease) in allowance for doubtful accounts	278	1,156
Loss (gain) on sale of investment securities	(9)	—
Gain on sale of non-current assets	(8)	(0)
Loss on retirement of non-current assets	29	28
Loss on sale of non-current assets	38	0
Loss on withdrawal from business	—	242
Loss (gain) on sale of shares of subsidiaries and associates	—	(5)
Loss (gain) on sale of investments in capital of subsidiaries and associates	—	(9)
Interest and dividend income	(43)	(11)
Interest expenses	523	456
Decrease (increase) in trade receivables	8	(100)
Decrease (increase) in real estate for sale	16,371	(20,512)
Decrease (increase) in real estate for sale in process	(11,267)	21,481
Decrease (increase) in advance payments to suppliers	138	(242)
Decrease (increase) in deposits paid	2	(126)
Increase (decrease) in advances received	(10)	129
Increase (decrease) in accounts payable - other	31	(117)
Decrease/increase in consumption taxes receivable/payable	(532)	(855)
Increase (decrease) in lease deposits received	704	389
Other	(824)	(39)
Subtotal	17,472	15,026
Interest and dividends received	42	10
Interest paid	(521)	(457)
Income taxes (paid) refund	(1,551)	(5,872)
Net cash provided by (used in) operating activities	15,440	8,706
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(2,293)	(599)
Proceeds from sale of property, plant and equipment	28	0
Purchase of intangible assets	(25)	(193)
Proceeds from sale of investment securities	52	100
Purchase of investment securities	(100)	—
Proceeds from sale of shares of subsidiaries and associates	—	33
Payments for investments in capital	(400)	(573)
Proceeds from withdrawal from golf course business	—	2,050
Loan advances	(536)	(575)
Proceeds from collection of loans receivable	51	19
Proceeds from liquidation of subsidiaries and associates	10	—
Other	(28)	(69)
Cash flows from investing activities	(3,243)	193

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from financing activities		
Proceeds from long-term borrowings	33,432	37,335
Repayments of long-term borrowings	(37,092)	(37,735)
Purchase of treasury shares	—	(7,824)
Dividends paid	(148)	(1,352)
Repayments of finance lease obligations	(154)	(89)
Proceeds from share issuance to non-controlling shareholders	15	—
Net cash provided by (used in) financing activities	(3,946)	(9,666)
Effect of exchange rate change on cash and cash equivalents	49	56
Net increase (decrease) in cash and cash equivalents	8,300	(710)
Cash and cash equivalents at beginning of period	19,922	28,222
Cash and cash equivalents at end of period	*1 28,222	*1 27,511

(5) Notes on Consolidated Financial Statements

(Notes on the Going Concern Assumption)

Not applicable.

(Basis of Preparing the Consolidated Financial Statements)

1. Matters related to the scope of consolidation

(1) Number of consolidated subsidiaries: 12

Names of major consolidated subsidiaries:

WeBase Co., Ltd.

RayPower Inc.

LIBERTE JAPON Co., Ltd.

Best Medical Co., Ltd.

Raysum Fukuoka Co., Ltd.

SOKNA PARTNERS CO.,LTD.

Raysum Philippines, Inc.

And other five companies

Asset Holdings Co., Ltd. is excluded from the scope of consolidation due to stock transfer.

(2) Names, etc. of major non-consolidated subsidiaries:

Platinum Investment Kona Inc.

(Reason for excluding from the scope of consolidation)

The non-consolidated subsidiary is small in scale and its total assets, net sales, net profit or loss (amount corresponding to equity) for the fiscal year under review, and retained earnings (amount corresponding to equity) do not have a material effect on the consolidated financial statements.

2. Matters related to the application of equity method

(1) Number of non-consolidated subsidiaries and affiliated companies accounted for by equity method: —

(2) Names, etc. of major non-consolidated subsidiaries and major affiliated companies not accounted for by equity method

Names, etc. of non-consolidated subsidiaries and affiliated companies

Platinum Investment Kona Inc.

(Reason for not applying equity method)

The non-consolidated subsidiary is excluded from the application of equity method because it is small in scale and does not have a material effect on the consolidated net profit or loss and the consolidated retained earnings, etc.

3. Matters related to the fiscal year, etc. of consolidated subsidiaries

Out of the consolidated subsidiaries, the accounting closing date of SOKNA PARTNERS CO., LTD. and Raysum Philippines, Inc. is December 31, and consolidated accounting is conducted based on their financial statements as of March 31 through the temporary settlement of accounts.

4. Matters relating to accounting policies

(1) Standards and method of valuation of important assets

1) Marketable securities

Other marketable securities

Those other than shares, etc. without market prices

Stated at market value (any valuation gain or loss to be reported in a designated component of shareholders' equity; cost of sale to be computed by the moving average method).

Shares, etc. without market prices

Stated using the cost based on the moving-average method.

As to the investment-limited partnership and similar investment (investment deemed to be securities pursuant to Article 2, Paragraph 2 of the Financial Instruments and Exchange Act), valuation is stated based on the most recent financial statements available on the reporting date of financial results, which is stipulated in the association contract using a method which takes in the amount equivalent to the equity interest in the property owned on a net basis.



- 2) Inventories
  - Real estate for sale and real estate for sale in process
    - Stated using the cost method based on the actual cost method (the book value reduction method based on decreased profitability).
- (2) Depreciation method for important depreciable assets
  - 1) Tangible assets
    - (a) Assets acquired on March 31, 2007, or before
      - Stated using the former declining-balance method.
    - (b) Assets acquired on April 1, 2007, or after
      - Stated using the declining-balance method. However, buildings and equipment attached to buildings and structures acquired on April 1, 2016, or after are stated using the straight-line method.
  - 2) Intangible assets
    - Stated using the straight-line method. Capitalized software for internal use is amortized by the straight-line method over the estimated internal useful life (5 years).
- (3) Accounting standards for major allowances
  - 1) Allowance for doubtful accounts
    - To prepare for uncollectible credits for general allowance, the amount deemed uncollectible is recorded based on the actual ratio of bad debt, and for specific allowance such as bad debts, the amount deemed uncollectible is recorded considering the individual collectability.
  - 2) Provision for loss on liquidation of subsidiaries and associates
    - To prepare for loss accompanying liquidation of subsidiaries and associates, expected amount for the loss is recorded.
- (4) Accounting standards for major revenues and expenses
  - The details of the main performance obligations in major businesses related to the revenues generated from contracts with customers of the Company and its consolidated subsidiaries and the normal point of time at which such performance obligations are fulfilled are as follows.
    - 1) Value Creation Services
      - In Value Creation Services, we mainly conduct businesses of acquiring office buildings, retail facility buildings, etc. and selling real estate that has undergone necessary renovations, tenant attraction, etc. to investors, business corporations aiming for self-use, etc. as well as businesses of verifying the area, rent, sales price, etc. of the acquired land, implementing development/new construction that lead to the maximization of the value of such land and selling them. The business is obliged to deliver properties based on real estate sale and purchase agreements with customers, etc. Such performance obligations are fulfilled at the time when the property is delivered, and revenue is recognized at the time of delivery. The transaction price is determined based on the real estate sale and purchase agreements, etc., and payment is received at the time of delivery of properties. Moreover, part of the sale and purchase price may be received as a deposit at the time of conclusion of contracts, and the remaining amount may be paid at the time of delivery of properties.
    - 2) Value-Add Services
      - In Value-Add Services, we mainly lease office buildings, retail stores, etc. to end users, etc., and are obliged to provide services such as rental management and building management based on the lease agreements and management business consignment agreements with customers. Such performance obligations are fulfilled over a certain period of time, and we recognize revenue on a monthly basis based mainly on the contract. The transaction price is determined based on the contract, and the price for the current month is paid mainly at the end of the current month.
- (5) Standard for translation of significant foreign-currency-denominated assets or liabilities into Japanese yen
  - Assets, liabilities, earnings and expenditures of overseas subsidiaries are converted according to the spot exchange rate on the consolidated closing date, and translation differences are included in “Foreign currency translation adjustment” as part of net assets.
    - Assets and liabilities denominated in foreign currencies are converted according to the spot exchange rate on the consolidated closing date, and translation differences are processed as income and expenditures.

(6) Scope of cash and cash equivalents in the consolidated statements of cash flows

These comprise cash on hand, demand deposits, and short-term investments that are highly liquid and readily convertible into cash, are exposed to insignificant risk of changes in value and are redeemable in three months.

(7) Other important matters for preparation of consolidated financial statements

1) Accounting treatment of non-recoverable consumption tax and other taxes

Non-deductible consumption taxes and others are recognized as expenses for the fiscal year under review.

2) Application of the group tax sharing system (Japanese Group Relief System)

The group tax sharing system is applied.

3) Application of the Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System

The Company and some of its domestic consolidated subsidiaries are making a transition from the consolidated taxation system to the group tax sharing system during this consolidated fiscal year. Accordingly, such companies will comply with Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System (Practical Solution No. 42, August 12, 2021, "Practical Solution No. 42"), with regard to accounting and disclosure of corporate tax, local corporation tax and tax effect accounting. In accordance with Paragraph 32 (1) of Practical Solution No. 42, the Company has deemed that there is no impact from the change in accounting policy resulting from the application of Practical Solution No. 42.

(Matters related to Consolidated Balance Sheets)

\*1 Accumulated depreciation for tangible asset

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Accumulated depreciation of tangible asset	3,773 million yen	3,121 million yen

\*2 Investment securities related to non-consolidated subsidiaries and affiliates are as follows

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Investment securities (equity, investment)	959 million yen	1,504 million yen
(Of which, invested in jointly controlled entities)	(191 million yen)	(191 million yen)

\*3 Assets pledged as security and corresponding liabilities

(1) Assets pledged as security

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Real estate for sale	21,827 million yen	42,132 million yen
Real estate for sale in process	37,612 million yen	16,874 million yen
Building	1,866 million yen	1,136 million yen
Land	10 million yen	— million yen
Other (Tangible assets)	26 million yen	— million yen
<b>Total</b>	<b>61,343 million yen</b>	<b>60,143 million yen</b>

(2) Corresponding liabilities

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Current portion of long-term loans payable	1,279 million yen	1,294 million yen
Long-term loans	41,401 million yen	41,057 million yen
<b>Total</b>	<b>42,680 million yen</b>	<b>42,351 million yen</b>

\*4 The amount of reduced entry deducted from the acquisition value of tangible assets due to subsidiaries is as follows.

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Building	466 million yen	466 million yen
Other (Tangible assets)	33 million yen	33 million yen
<b>Total</b>	<b>500 million yen</b>	<b>500 million yen</b>

\*5 We guarantee borrowings from financial institutions of non-consolidated subsidiaries.

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
GK Yokatoko Goto	600 million yen	600 million yen
<b>Total</b>	<b>600 million yen</b>	<b>600 million yen</b>

\*6 Commitment line contracts

The Company has entered into commitment line contracts with its banks in order to flexibly and stably procure funds to meet its needs for purchasing real estate for sale.

	Previous fiscal year (March 31, 2022)	Current fiscal year (March 31, 2023)
Credit line	— million yen	11,500 million yen
Loan balance	— million yen	5,127 million yen
Deduction	— million yen	6,373 million yen

(Matters related to Consolidated Statements of Income)

\*1 The reduced amount of book value due to the decline in profitability of inventories included in the cost of sales is as follows.

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
	111 million yen	— million yen

\*2 Main items and amounts in selling and general administrative expenses

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Advertising expense	108 million yen	46 million yen
Sales promotion expense	399 million yen	399 million yen
Directors' remuneration	442 million yen	415 million yen
Salaries and allowances	1,346 million yen	1,322 million yen

Bonuses	207 million yen	117 million yen
Provision of bonuses	3 million yen	4 million yen
Legal welfare expenses	237 million yen	220 million yen
Rent	255 million yen	269 million yen
Commission paid	617 million yen	6739 million yen
Provision of allowance for doubtful accounts	0 million yen	0 million yen

\*3 The details of loss on retirement of non-current assets is as follows.

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Building	8 million yen	14 million yen
Equipment attached to buildings	13 million yen	5 million yen
Structures	1 million yen	0 million yen
Machinery and equipment	0 million yen	— million yen
Vehicles	0 million yen	— million yen
Tools, furniture and fixtures	0 million yen	8 million yen
Dismantlement and removal expense	4 million yen	— million yen
Total	29 million yen	28 million yen

\*4 The details of loss on sale of non-current assets is as follows.

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Equipment attached to buildings	— million yen	0 million yen
Tools, furniture and fixtures	38 million yen	— million yen
Total	38 million yen	0 million yen

\*5 Gain on liquidation of subsidiaries and associates

Fiscal year ended March 31, 2022(April 1, 2021 to March 31, 2022)

Occurred due to the liquidation of Kaigan Building Co., Ltd., which was a non-consolidated subsidiary of the Company.

Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

Not applicable.

\*6 Loss on withdrawal from business

Fiscal year ended March 31, 2022(April 1, 2021 to March 31, 2022)

Not applicable.

Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

Occurred due to the transfer of all shares, etc. of Asset Holdings Co., Ltd., which was a consolidated subsidiary of the Company.

\*7 Revenues generated from contracts with customers

For net sales, revenues generated from contracts with customers and other revenues are not stated separately. The amount of revenues generated from contracts with customers is provided in (5) Notes on Consolidated Financial Statements, 3. Information on net sales, income (loss), assets, liabilities and other items by reporting segment and breakdown information on revenues of “3. Consolidated Financial Statements (Segment Information, Etc.)”.

(Matters related to Consolidated Statements of Changes in Equity)

Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

1. Matters related to the class and total number of issued shares and the class and total number of treasury stock

	No. of shares at the beginning of the fiscal year ended March 31, 2022	No. of shares increased during the fiscal year ended March 31, 2022	No. of shares decreased during the fiscal year ended March 31, 2022	No. of shares at the end of the fiscal year ended March 31, 2022
Issued shares Common share *1	46,081,400 shares	—	9,000,000 shares	37,081,400 shares
Treasury stock Common stock *2,3	9,426,586 shares	53,000 shares	9,000,000 shares	479,586 shares

(Note) 1. Decrease in common stock of 9,000,000 shares is due to cancellation of treasury shares.

2. Increase in treasury stock of 53,000 shares is due to acquisition of treasury shares as restricted stock compensation for free.

3. Decrease in treasury stock of 9,000,000 shares is due to cancellation of treasury shares.

2. Matters related to subscription rights to shares

Not applicable.

3. Matters related to dividend

(1) Amount of dividend payment

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend per share (yen)	Record date	Effective date
Ordinary General Meeting of Shareholders held on June 23, 2021	Common share	146	4	March 31, 2021	June 24, 2021

(2) Among dividends whose record date falls within the current fiscal year, dividends whose effective date falls within the following fiscal year

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend resource	Dividend per share (yen)	Record date	Effective date
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Ordinary General Meeting of Shareholders held on June 23, 2022	Common share	1,354	Retained earnings	37	March 31, 2022	June 24, 2022
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Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

1. Matters related to the class and total number of issued shares and the class and total number of treasury stock

	No. of shares at the beginning of the fiscal year ended March 31, 2023	No. of shares increased during the fiscal year ended March 31, 2023	No. of shares decreased during the fiscal year ended March 31, 2023	No. of shares at the end of the fiscal year ended March 31, 2023
Issued shares Common share *1	37,081,400 shares	—	8,000,000 shares	29,081,400 shares
Treasury stock Common stock *2,3	479,586 shares	8,003,125 shares	8,000,000 shares	482,711 shares

(Note) 1. Decrease in common stock of 8,000,000 shares is due to cancellation of treasury shares.

2. Increase in treasury stock of common stock is due to the purchase of 8,000,000 treasury shares resolved by the Board of Directors meeting held on June 1, 2022, the acquisition of 3,000 treasury shares as restricted stock without compensation and the purchase of 125 shares of less than one unit.

3. Decrease in treasury stock of 8,000,000 shares is due to cancellation of treasury shares.

2. Matters related to subscription rights to shares

Not applicable.

3. Matters related to dividend

(1) Amount of dividend payment

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend per share (yen)	Record date	Effective date
Ordinary General Meeting of Shareholders held on June 23, 2022	Common share	1,354	37	March 31, 2022	June 24, 2022

(2) Among dividends whose record date falls within the current fiscal year, dividends whose effective date falls within the following fiscal year

(Resolution)	Class of shares	Total amount of dividends (million yen)	Dividend resource	Dividend per share (yen)	Record date	Effective date
Board of Directors held on May 12, 2023	Common share	1,572	Retained earnings	55	March 31, 2023	June 7, 2023

(Matters related to Consolidated Statements of Cash Flows)

\* Relationship between balance of cash and cash equivalents at the end of fiscal year and the amounts of items stated in the consolidated balance sheet

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Cash and deposits	28,222 million yen	27,524 million yen
Time deposits with deposit terms of over three months	- million yen	12 million yen
Cash and cash equivalents	28,222 million yen	27,511 million yen

(Segment Information, Etc.)

[Segment Information]

1. Overview of reporting segments

Reporting segments of the Company Group are segments for which financial data is available and of which performance evaluation and allocation of management resources are subject to periodical review by the management team.

The main businesses of reporting segments are as follows.

Value Creation Services: Acquisition of properties and formation/development/sales of investment products utilizing such properties

Value-Add Services: Leasing management, building management, improving earnings from real estate  
Future Value Creation Services: Accommodation facilities; manufacturing and sale of bread, confectionery, etc.;  
development, production and sale of gas-fueled power generators; business  
supporting advanced medical services, etc.

2. Calculation method for net sales, profit or loss, asset, liability and other items by reporting segment

Accounting treatment for each business segment reported follows the basic rules and procedure of accounting treatment used in preparing the consolidated financial statements. Profit or loss in reporting segments is calculated based on operating income. Intersegment sales or transfers are determined based on market prices, etc.

3. Information on net sales, income (loss), assets, liabilities and other items by reporting segment and breakdown information on revenues

Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

(Millions of yen)

	Reporting segments			Total	Reconciling items (Note) 1	Per consolidated financial statements (Note) 1
	Value Creation Services	Value-Add Services	Future Value Creation Services			
Net sales						
Revenues generated from contracts with customers	61,893	627	1,384	63,905	—	63,905
Other revenues	—	4,336	160	4,497	—	4,497
Revenues from external customers	61,893	4,964	1,544	68,402	—	68,402
Transactions with other segments	—	118	58	176	(176)	—
Total	61,893	5,082	1,602	68,578	(176)	68,402
Operating profit (loss)	12,955	1,104	(2,059)	12,000	(636)	11,363

(Notes) 1. The amount of (-636 million yen) in adjustments of segment profit (loss) is the elimination of inter-segment transactions (0 million yen) and the company-wide expenses of administrative expenses (-636 million yen) that are not allocated to each segment. The amount of segment profit (loss) after deduction of this adjustment is the same as the amount of 11,363 million yen of operating income stated in the consolidated statements of income.

2. Other revenues mostly consist of rental revenue based on the Accounting Standard for Lease Transactions.

3. Since the Company does not conduct segment allocation for all items in assets and liabilities on the consolidated balance sheets, “Amounts of assets and liabilities by reporting segment” are not disclosed.

Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

(Millions of yen)

	Reporting segments			Total	Reconciling items (Note) 1	Per consolidated financial statements (Note) 1
	Value Creation Services	Value-Add Services	Future Value Creation Services			
Net sales						
Revenues generated from contracts with customers	61,419	661	1,875	63,956	—	63,956
Other revenues	—	3,754	195	3,950	—	3,950
Revenues from external customers	61,419	4,416	2,071	67,906	—	67,906
Transactions with other segments	—	89	16	105	(105)	—
Total	61,419	4,505	2,087	68,012	(105)	67,906
Operating profit (loss)	16,653	765	(2,302)	15,116	(745)	14,371

(Notes) 1. The amount of (-745 million yen) in adjustments of segment profit (loss) is the elimination of inter-segment transactions (0 million yen) and the company-wide expenses of administrative expenses (-745 million yen) that are not allocated to each segment. The amount of segment profit (loss) after deduction of this adjustment is the same as the amount of 14,371 million yen of operating income stated in the consolidated statements of income.

2. Other revenues mostly consist of rental revenue based on the Accounting Standard for Lease Transactions.

3. Since the Company does not conduct segment allocation for all items in assets and liabilities on the consolidated balance sheets, “Amounts of assets and liabilities by reporting segment” are not disclosed.



(Related information)

Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

1. Information by product and service

Since information by product and service is provided in 3. Information on net sales, income (loss), assets, liabilities and other items by reporting segment and breakdown information on revenues of “Segment Information,” the information is omitted.

2. Information by region

(1) Sales

Since the sales from outside clients in Japan exceeded 90% of net sales in the consolidated statements of income, the information is omitted.

(2) Tangible assets

Not applicable as there is no tangible assets located overseas

(3) Information by major client

Since the Company Group’s clients are unspecified companies and individuals, the information is omitted.

Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)

1. Information by product and service

Since information by product and service is provided in 3. Information on net sales, income (loss), assets, liabilities and other items by reporting segment and breakdown information on revenues of “Segment Information,” the information is omitted.

2. Information by region

(1) Sales

Since the sales from outside clients in Japan exceeded 90% of net sales in the consolidated statements of income, the information is omitted.

(2) Tangible assets

Not applicable as there is no tangible assets located overseas

(3) Information by major client

Since the Company Group’s clients are unspecified companies and individuals, the information is omitted.

[Information on impairment loss of non-current assets by reporting segment]

Not applicable.

[Information on depreciation of goodwill and unamortized balance by reporting segment]

Not applicable.

[Information on gain on negative goodwill by reporting segment]

Not applicable.

(Information per Share)

Item	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Net assets per share	1,459.56 yen	1,842.43 yen
Profit per share	180.97 yen	269.72 yen

(Notes) 1. Diluted profit per share is not reported due to the absence of dilutive shares.

2. Basis for calculation of net assets per share is as follows.

	End of the previous fiscal year (March 31, 2022)	End of the current fiscal year (March 31, 2023)
Total of items in net assets (million yen)	53,433	52,718
Amounts to be deducted from the total of items in net assets (million yen)	11	27
Main items in balance (million yen)		
Non-controlling interests	11	27
Net assets related to common share at period-end (million yen)	53,422	52,691
No. of common shares used in calculation of net assets per share (shares)	36,601,814	28,598,689

3. Basis for calculation of profit per share is as follows.

	Fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023)
Profit attributable to owners of parent (million yen)	6,630	8,376
Amounts not attributable to common shareholders (million yen)	—	—
Profit attributable to owners of parent related to common shares (million yen)	6,630	8,376
Average number of common shares during period (shares)	36,637,529	31,055,729

(Important Subsequent Events)

Not applicable.