## Translation

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# Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 1, 2024

Company name: SATOSHOJI CORPORATION

Stock exchange listing: Tokyo

Stock code: 8065 URL http://www.satoshoji.co.jp

Representative: Representative Director, President Tetsuo Nozawa

Inquiries: General Manager of Financial Dept. Akihito Okeda TEL 03-5218-5312

Scheduled date to commence dividend payments:

Preparation of supplementary material on financial results: No Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

1 8	,							
	Net sales		Operating pr	ofit	Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2024	68,570	2.7	1,194	(11.4)	1,551	(4.7)	1,693	45.0
Three months ended June 30, 2023	66,769	2.7	1,348	4.8	1,628	(2.6)	1,167	0.8

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	80.58	78.94
Three months ended June 30, 2023	55.38	54.12

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	176,589	65,917	37.2
As of March 31, 2024	172,870	65,202	37.5

## 2. Cash dividends

		Annual dividends per share						
	1st quarter-end	st quarter-end 2nd quarter-end 3rd quarter-end Fiscal year-end Total						
	Yen	Yen	Yen	Yen	Yen			
Year ended March 31, 2024	-	32.00	_	41.00	73.00			
Year ending March 31, 2025	_							
Year ending March 31, 2025 (Forecast)		34.00	_	34.00	68.00			

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating pr	ofit	Ordinary pro	ofit	Profit attributa owners of pa		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	136,000	0.4	2,650	(6.7)	2,850	(8.8)	2,550	(8.5)	120.85
Full year	285,000	4.0	6,550	1.1	6,850	(6.1)	5,350	(17.4)	253.55

#### 4. Notes

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2024:

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: Changes in accounting policies due to other reasons:

No 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)

	1 ( 8	3 /		
As of June 30, 2024	21,799,050 shares	As of March 31, 2024	!	21,799,050 shares
Number of treasury shares at the end of the	e period			
As of June 30, 2024	669,953 shares	As of March 31, 2024		764,743 shares
Average number of shares during the peri	od (cumulative from the beg	ginning of the fiscal year)		
Three months ended June 30, 2024	21,022,352 shares	Three months ended June 30, 2023		21,088,558 shares

## **Quarterly consolidated financial statements Consolidated balance sheets**

(Millions of yen)

		(Millions of yen)
	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	3,175	4,105
Notes receivable - trade	6,298	5,750
Electronically recorded monetary claims - operating	31,395	31,654
Accounts receivable - trade	53,720	54,752
Merchandise and finished goods	28,956	30,136
Other	4,933	5,280
Allowance for doubtful accounts	(212)	(328)
Total current assets	128,267	131,352
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,115	6,022
Land	13,001	14,550
Other, net	2,544	2,999
Total property, plant and equipment	21,661	23,572
Intangible assets	186	311
Investments and other assets		
Investment securities	20,498	18,957
Deferred tax assets	90	78
Retirement benefit asset	1,079	1,054
Other	1,157	1,342
Allowance for doubtful accounts	(71)	(80)
Total investments and other assets	22,755	21,352
Total non-current assets	44,602	45,236
Total assets	172,870	176,589
	1	

Current liabilities		As of March 31, 2024	As of June 30, 2024
Accounts payable - trade         55,178         56,122           Electronically recorded obligations - operating         13,127         13,270           Short-term borrowings         18,165         19,935           Income taxes payable         1,147         1,028           Contract liabilities         451         1,027           Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         4,311         3,898           Retirem borrowings         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liabilities         4,311         3,898           Retirement benefit liabilities         172         207           Other         338         326           Total inon-current liabilities         15,538         14,686           Total iabilities         107,667         110,671           Net assets         8         12           Share capital         1,321         3,21           Capital surplus         818         748           Retained earnings         51,919 <t< td=""><td>Liabilities</td><td></td><td></td></t<>	Liabilities		
Electronically recorded obligations - operating         13,127         13,270           Short-term borrowings         18,165         19,935           Income taxes payable         1,147         1,028           Contract liabilities         451         1,027           Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total inabilities         15,538         14,686           Total sessets         107,667         110,671           Net assets         8         7           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,1	Current liabilities		
Short-term borrowings         18,165         19,935           Income taxes payable         1,147         1,028           Contract liabilities         451         1,027           Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         92,128         95,984           Non-current liabilities         4,311         3,898           Retirement borrowings         10,657         10,194           Defered tax liabilities         4,311         3,898           Retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         15,538         14,686           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         5,16         5,4	Accounts payable - trade	55,178	56,122
Income taxes payable         1,147         1,028           Contract liabilities         451         1,027           Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total inon-current liabilities         15,538         14,686           Total on-current liabilities         15,538         14,686           Total biabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Capital surplus         818         748           Retained carnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448 <tr< td=""><td>Electronically recorded obligations - operating</td><td>13,127</td><td>13,270</td></tr<>	Electronically recorded obligations - operating	13,127	13,270
Contract liabilities         451         1,027           Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         10,657         10,194           Long-term borrowings         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total tiabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Share capital         1,321         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041 <t< td=""><td>Short-term borrowings</td><td>18,165</td><td>19,935</td></t<>	Short-term borrowings	18,165	19,935
Provision for bonuses         1,489         740           Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         92,128         95,984           Long-term borrowings         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total inbilities         107,667         110,671           Net assets         Share capital         1,321         1,321         1,321           Capital surplus         818         748         748         748         748         748         748         748         748         748         748         749         2,778         748         748         748         748         748         748         748         748         748         748         748         748         748         748         748         748         748         748         748	Income taxes payable	1,147	1,028
Other         2,570         3,860           Total current liabilities         92,128         95,984           Non-current liabilities         10,657         10,194           Long-term borrowings         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Share capital         1,321         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711	Contract liabilities	451	1,027
Total current liabilities         92,128         95,984           Non-current liabilities         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Shareholders' equity         \$1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interes	Provision for bonuses	1,489	740
Non-current liabilities         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,91	Other	2,570	3,860
Long-term borrowings         10,657         10,194           Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Sharecholders' equity         818         748           Share capital         1,321         1,321         1,321           Capital surplus         818         748	Total current liabilities	92,128	95,984
Deferred tax liabilities         4,311         3,898           Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Shareholders' equity         818         748           Share capital         1,321         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling in	Non-current liabilities		
Retirement benefit liability         172         207           Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Long-term borrowings	10,657	10,194
Provision for retirement benefits for directors (and other officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Deferred tax liabilities	4,311	3,898
officers)         58         59           Other         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Shareholders' equity         \$\$\$         \$\$\$           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Retirement benefit liability	172	207
officers)         338         326           Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Share capital           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         Valuation difference on available-for-sale securities         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Provision for retirement benefits for directors (and other	50	50
Total non-current liabilities         15,538         14,686           Total liabilities         107,667         110,671           Net assets         Shareholders' equity           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	officers)	38	39
Total liabilities         107,667         110,671           Net assets         Shareholders' equity         \$\$\$\$ Share capital         1,321         1,321           Share capital surplus         \$\$18\$         748           Retained earnings         \$\$1,919         \$\$2,778           Treasury shares         (872)         (806)           Total shareholders' equity         \$\$3,186         \$\$4,041           Accumulated other comprehensive income         \$\$9,920         \$\$9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Other	338	326
Net assets           Shareholders' equity           Share capital         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         Valuation difference on available-for-sale securities         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Total non-current liabilities	15,538	14,686
Shareholders' equity         1,321         1,321           Capital surplus         818         748           Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Total liabilities	107,667	110,671
Share capital       1,321       1,321         Capital surplus       818       748         Retained earnings       51,919       52,778         Treasury shares       (872)       (806)         Total shareholders' equity       53,186       54,041         Accumulated other comprehensive income       9,920       9,448         Deferred gains or losses on hedges       0       1         Foreign currency translation adjustment       1,711       2,160         Total accumulated other comprehensive income       11,632       11,610         Share acquisition rights       369       250         Non-controlling interests       14       15         Total net assets       65,202       65,917	Net assets		
Capital surplus       818       748         Retained earnings       51,919       52,778         Treasury shares       (872)       (806)         Total shareholders' equity       53,186       54,041         Accumulated other comprehensive income       Valuation difference on available-for-sale securities       9,920       9,448         Deferred gains or losses on hedges       0       1         Foreign currency translation adjustment       1,711       2,160         Total accumulated other comprehensive income       11,632       11,610         Share acquisition rights       369       250         Non-controlling interests       14       15         Total net assets       65,202       65,917	Shareholders' equity		
Retained earnings         51,919         52,778           Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         Valuation difference on available-for-sale securities         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Share capital	1,321	1,321
Treasury shares         (872)         (806)           Total shareholders' equity         53,186         54,041           Accumulated other comprehensive income         Valuation difference on available-for-sale securities         9,920         9,448           Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Capital surplus	818	748
Total shareholders' equity  Accumulated other comprehensive income  Valuation difference on available-for-sale securities  Deferred gains or losses on hedges  Foreign currency translation adjustment  Total accumulated other comprehensive income  Share acquisition rights  Non-controlling interests  Total net assets  53,186  54,041  53,186  54,041  54,041  55,048  9,920  9,448  11,711  2,160  11,610  11,632  11,610  11,632  11,610  11,632  11,610  11,632  11,610  11,632  11,610	Retained earnings	51,919	52,778
Accumulated other comprehensive income Valuation difference on available-for-sale securities  Deferred gains or losses on hedges Foreign currency translation adjustment Total accumulated other comprehensive income  Share acquisition rights Share acquisition rights Total net assets  9,920 9,448 1,711 2,160 1,711 2,160 11,632 11,610 Share acquisition rights 369 250 Non-controlling interests 14 15 Total net assets	Treasury shares	(872)	(806)
Valuation difference on available-for-sale securities9,9209,448Deferred gains or losses on hedges01Foreign currency translation adjustment1,7112,160Total accumulated other comprehensive income11,63211,610Share acquisition rights369250Non-controlling interests1415Total net assets65,20265,917	Total shareholders' equity	53,186	54,041
Deferred gains or losses on hedges         0         1           Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Accumulated other comprehensive income		
Foreign currency translation adjustment         1,711         2,160           Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Valuation difference on available-for-sale securities	9,920	9,448
Total accumulated other comprehensive income         11,632         11,610           Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Deferred gains or losses on hedges	0	1
Share acquisition rights         369         250           Non-controlling interests         14         15           Total net assets         65,202         65,917	Foreign currency translation adjustment	1,711	2,160
Non-controlling interests         14         15           Total net assets         65,202         65,917	Total accumulated other comprehensive income	11,632	11,610
Total net assets 65,202 65,917	Share acquisition rights	369	250
		14	15
Total liabilities and net assets 172,870 176,589	Total net assets	65,202	65,917
	Total liabilities and net assets	172,870	176,589

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

# **Consolidated statements of income (cumulative)**

	Three months ended	Three months ended
	June 30, 2023	June 30, 2024
Net sales	66,769	68,570
Cost of sales	61,761	63,543
Gross profit	5,007	5,026
Selling, general and administrative expenses	3,659	3,832
Operating profit	1,348	1,194
Non-operating income		
Interest income	1	6
Dividend income	307	338
Rental income	31	27
Purchase discounts	10	9
Share of profit of entities accounted for using equity method	10	21
Foreign exchange gains	=	44
Other	20	20
Total non-operating income	382	467
Non-operating expenses		
Interest expenses	66	69
Loss on sale of trade receivables	6	1
Rental expenses	12	22
Foreign exchange losses	1	=
Other	15	17
Total non-operating expenses	102	110
Ordinary profit	1,628	1,551
Extraordinary income		
Gain on sale of non-current assets	2	477
Gain on sale of investment securities	17	333
Total extraordinary income	19	810
Extraordinary losses		
Loss on sale and retirement of non-current assets	0	4
Loss on sale of investment securities	3	6
Provision of allowance for investment loss	15	=
Total extraordinary losses	19	11
Profit before income taxes	1,627	2,350
Income taxes - current	643	874
Income taxes - deferred	(183)	(218)
Total income taxes	459	656
Profit	1,168	1,694
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	1,167	1,693

# Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended	Three months ended
	June 30, 2023	June 30, 2024
Profit	1,168	1,694
Other comprehensive income		
Valuation difference on available-for-sale securities	1,553	(471)
Deferred gains or losses on hedges	12	1
Foreign currency translation adjustment	362	438
Share of other comprehensive income of entities accounted	5	9
for using equity method	3	9
Total other comprehensive income	1,934	(21)
Comprehensive income	3,102	1,673
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,101	1,671
Comprehensive income attributable to non-controlling	1	1
interests	1	1