

Translation

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

August 9, 2024

Company name: XEBIO HOLDINGS CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 8281 URL <http://www.xebio.co.jp>
 Representative: President & CEO Tomoyoshi Morohashi
 Inquiries: CFO Kazuhiko Nakamura TEL 03-6870-6008
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 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

	Net sales		Operating profit		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	65,142	4.6	3,854	46.9	4,330	37.5	2,785	40.1
Three months ended June 30, 2023	62,266	1.3	2,624	(37.2)	3,149	(35.1)	1,987	(37.5)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	63.23		62.86	
Three months ended June 30, 2023	44.95		44.69	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	215,980	126,378	58.2	2,871.62
As of March 31, 2024	209,530	124,813	59.2	2,806.34

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	15.00	–	15.00	30.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		15.00	–	15.00	30.00

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 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
Six months ending September 30, 2024	124,858	4.0	3,183	7.2	3,355	(8.6)	1,984	(1.8)	44.88
Full year	250,958	3.5	6,002	42.8	6,284	16.3	3,002	15.8	67.90

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: Yes
 - 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 June 30, 2024	47,911,023 shares	As of March 31, 2024	47,911,023 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	4,157,187 shares	As of March 31, 2024	3,700,367 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	44,044,401 shares	Three months ended June 30, 2023	44,210,678 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	24,941	28,020
Notes and accounts receivable - trade	22,584	22,117
Operating loans	809	796
Merchandise	82,943	86,090
Income taxes refund receivable	239	265
Other	8,850	9,236
Allowance for doubtful accounts	(399)	(383)
Total current assets	139,969	146,142
Non-current assets		
Property, plant and equipment		
Buildings and structures	53,162	54,447
Accumulated depreciation	(38,614)	(39,702)
Buildings and structures, net	14,547	14,745
Land	14,066	14,220
Leased assets	6,072	6,072
Accumulated depreciation	(2,308)	(2,420)
Leased assets, net	3,763	3,652
Construction in progress	199	307
Other	24,264	24,676
Accumulated depreciation	(20,302)	(20,684)
Other, net	3,961	3,992
Total property, plant and equipment	36,539	36,917
Intangible assets		
Goodwill	44	39
Software	5,659	5,786
Other	2,500	2,248
Total intangible assets	8,203	8,074
Investments and other assets		
Investment securities	2,521	3,139
Long-term loans receivable	6	5
Deferred tax assets	3,792	3,209
Guarantee deposits	1,267	1,182
Leasehold deposits	13,972	14,166
Investment property	3,119	2,239
Accumulated depreciation	(1,305)	(616)
Investment property, net	1,813	1,622
Retirement benefit asset	1,055	1,058
Other	549	669
Allowance for doubtful accounts	(161)	(207)
Total investments and other assets	24,818	24,845
Total non-current assets	69,561	69,837
Total assets	209,530	215,980

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	17,535	18,074
Electronically recorded obligations - operating	32,966	38,258
Short-term borrowings	700	700
Current portion of long-term borrowings	1,838	1,852
Income taxes payable	547	1,259
Provision for bonuses	1,319	635
Provision for bonuses for directors (and other officers)	15	18
Provision for point card certificates	170	297
Other	15,467	14,950
Total current liabilities	70,559	76,048
Non-current liabilities		
Long-term borrowings	2,936	2,485
Lease liabilities	4,479	4,336
Retirement benefit liability	842	824
Provision for retirement benefits for directors (and other officers)	59	59
Asset retirement obligations	4,991	5,024
Other	847	823
Total non-current liabilities	14,157	13,553
Total liabilities	84,717	89,602
Net assets		
Shareholders' equity		
Share capital	15,935	15,935
Capital surplus	16,119	16,119
Retained earnings	97,765	99,887
Treasury shares	(6,498)	(7,012)
Total shareholders' equity	123,321	124,929
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	442	636
Foreign currency translation adjustment	(32)	(267)
Remeasurements of defined benefit plans	337	346
Total accumulated other comprehensive income	748	715
Share acquisition rights	381	353
Non-controlling interests	361	379
Total net assets	124,813	126,378
Total liabilities and net assets	209,530	215,980

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	62,266	65,142
Cost of sales	38,173	39,164
Gross profit	24,092	25,977
Selling, general and administrative expenses	21,468	22,123
Operating profit	2,624	3,854
Non-operating income		
Interest income	47	28
Dividend income	7	14
Rental income from real estate	185	164
Foreign exchange gains	309	295
Outsourcing service income	103	145
Other	111	104
Total non-operating income	765	753
Non-operating expenses		
Interest expenses	25	25
Rental expenses on real estate	114	119
Commission expenses	76	110
Other	23	21
Total non-operating expenses	240	277
Ordinary profit	3,149	4,330
Extraordinary income		
Gain on sale of non-current assets	0	6
Gain on reversal of share acquisition rights	–	34
Insurance claim income	18	76
Total extraordinary income	18	117
Extraordinary losses		
Loss on retirement of non-current assets	9	7
Loss on sale of non-current assets	0	0
Impairment losses	–	11
Loss on disaster	2	4
Loss on cancellation of rental contracts	–	5
Total extraordinary losses	11	28
Profit before income taxes	3,155	4,419
Income taxes - current	877	1,114
Income taxes - deferred	252	504
Total income taxes	1,130	1,618
Profit	2,025	2,800
Profit attributable to non-controlling interests	38	15
Profit attributable to owners of parent	1,987	2,785

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	2,025	2,800
Other comprehensive income		
Valuation difference on available-for-sale securities	49	193
Foreign currency translation adjustment	(307)	(232)
Remeasurements of defined benefit plans, net of tax	(0)	8
Total other comprehensive income	(258)	(30)
Comprehensive income	1,766	2,770
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,699	2,752
Comprehensive income attributable to non-controlling interests	67	18