

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

July 29, 2022

Company name: TOSHO CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 8920 URL <http://www.to-sho.net/>  
 Representative: President Yuichiro Kutsuna  
 Inquiries: Managing Director Naoya Kuwazoe TEL 0566-79-3111  
 Scheduled date to file Quarterly Securities Report: August 5, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: Yes (for analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2022	5,239	10.1	568	84.1	579	78.3	215	21.5
Three months ended June 30, 2021	4,757	62.7	308	–	324	–	177	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	5.62		–	
Three months ended June 30, 2021	4.63		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	80,151	40,328	46.1
As of March 31, 2022	77,979	40,202	47.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	1.00	–	5.00	6.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	1.00	–	1.00	2.00

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

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	9,900	2.1	800	10.3	800	9.1	370	4.1	9.65
Full year	20,600	(24.6)	2,000	(55.4)	2,000	(56.0)	900	(62.9)	23.49

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: 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, 2022	38,315,000 shares	As of March 31, 2022	38,315,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	8,924 shares	As of March 31, 2022	8,924 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, 2022	38,306,076 shares	Three months ended June 30, 2021	38,306,146 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	26,871,395	19,292,304
Accounts receivable - trade	365,217	428,135
Trade accounts receivable	126,328	138,850
Merchandise	1,755	1,671
Real estate for sale	–	9,763,748
Supplies	47,834	46,503
Other	364,960	467,801
<b>Total current assets</b>	<b>27,777,492</b>	<b>30,139,015</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	54,199,744	54,568,426
Accumulated depreciation	(20,460,984)	(20,906,795)
Buildings and structures, net	33,738,759	33,661,631
Machinery, equipment and vehicles	1,986,942	1,986,942
Accumulated depreciation	(1,210,286)	(1,243,448)
Machinery, equipment and vehicles, net	776,656	743,494
Tools, furniture and fixtures	1,483,730	1,490,225
Accumulated depreciation	(1,272,090)	(1,290,207)
Tools, furniture and fixtures, net	211,639	200,017
Land	5,970,716	6,166,656
Leased assets	4,642,083	4,787,288
Accumulated depreciation	(1,287,397)	(1,365,208)
Leased assets, net	3,354,685	3,422,079
Construction in progress	612,063	129,393
<b>Total property, plant and equipment</b>	<b>44,664,522</b>	<b>44,323,273</b>
Intangible assets	139,832	129,852
<b>Investments and other assets</b>		
Deferred tax assets	1,099,412	1,062,478
Other	4,289,453	4,489,015
Allowance for doubtful accounts	(11,760)	(11,760)
<b>Total investments and other assets</b>	<b>5,377,105</b>	<b>5,539,734</b>
<b>Total non-current assets</b>	<b>50,181,460</b>	<b>49,992,860</b>
<b>Deferred assets</b>		
Bond issuance costs	20,758	19,433
<b>Total deferred assets</b>	<b>20,758</b>	<b>19,433</b>
<b>Total assets</b>	<b>77,979,711</b>	<b>80,151,309</b>

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	404	328
Current portion of long-term borrowings	5,252,926	5,375,014
Income taxes payable	2,208,381	201,145
Other	3,597,621	2,297,254
Total current liabilities	11,059,333	7,873,743
Non-current liabilities		
Bonds payable	5,000,000	5,000,000
Long-term borrowings	14,366,211	19,380,045
Lease liabilities	3,131,296	3,145,206
Provision for retirement benefits for directors (and other officers)	963,680	972,550
Retirement benefit liability	110,134	133,944
Asset retirement obligations	2,945,773	2,954,283
Other	200,959	362,790
Total non-current liabilities	26,718,054	31,948,819
Total liabilities	37,777,388	39,822,562
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,580,817	1,580,817
Capital surplus	2,295,862	2,295,862
Retained earnings	33,043,549	33,067,990
Treasury shares	(7,955)	(7,955)
Total shareholders' equity	36,912,274	36,936,715
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	1,168	(14,326)
Total accumulated other comprehensive income	1,168	(14,326)
Non-controlling interests	3,288,880	3,406,358
Total net assets	40,202,322	40,328,746
<b>Total liabilities and net assets</b>	<b>77,979,711</b>	<b>80,151,309</b>

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

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	4,757,674	5,239,647
Cost of sales	4,071,436	4,241,359
Gross profit	686,238	998,288
Selling, general and administrative expenses		
Remuneration for directors (and other officers)	87,935	94,420
Salaries and bonuses	95,038	108,350
Retirement benefit expenses	1,441	1,608
Other	193,133	225,637
Total selling, general and administrative expenses	377,548	430,016
Operating profit	308,689	568,271
Non-operating income		
Interest income	511	344
Dividend income	2	2
Share of profit of entities accounted for using equity method	–	18,108
Commission income	27,108	27,221
Subsidy income	28,570	151
Miscellaneous income	9,800	9,578
Total non-operating income	65,992	55,407
Non-operating expenses		
Interest expenses	41,587	29,146
Miscellaneous losses	8,313	15,475
Total non-operating expenses	49,901	44,622
Ordinary profit	324,780	579,057
Extraordinary income		
Subsidies for employment adjustment	3,947	–
Subsidy income	49,400	–
Total extraordinary income	53,347	–
Extraordinary losses		
Loss on store closing down	48,805	–
Other	5,250	–
Total extraordinary losses	54,055	–
Profit before income taxes	324,072	579,057
Income taxes - current	120,708	175,632
Income taxes - deferred	20,612	43,606
Total income taxes	141,320	219,238
Profit	182,751	359,818
Profit attributable to non-controlling interests	5,285	144,260
Profit attributable to owners of parent	177,466	215,557

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

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	182,751	359,818
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	45	(15,495)
Total other comprehensive income	45	(15,495)
Comprehensive income	182,797	344,322
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	177,512	200,061
Comprehensive income attributable to non-controlling interests	5,285	144,260