

May 12, 2023

Consolidated Financial Results for the Third Quarter of Fiscal Year Ending June 30, 2023 (Under Japanese GAAP)

Company Name: Shibuya Corporation
 Stock Exchange Listing: Tokyo and Nagoya
 Stock Code: 6340 URL: <https://www.shibuya.co.jp>
 Representative: Hidetoshi Shibuya, President and CEO
 Contact: Yoshiaki Yoshimichi, Managing Director TEL: 076-262-1201
 Scheduled Date of the Filing of Securities Report: May 12, 2023
 Scheduled Date of the Start of Dividend Payment: -
 Availability of Supplementary Material on Financial Results: None
 Quarterly IR Meeting (for Institutional Investors and Analysts): Not scheduled

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Third Quarter Ended March 31, 2023 (from July 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results

(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	%
Third Quarter of Fiscal 2023	67,398	0.2	5,715	△35.7	5,729	△36.8	4,159	△34.5
Third Quarter of Fiscal 2022	67,274	△6.9	8,893	12.9	9,058	12.3	6,349	10.9

(Note) Comprehensive Income
 Third Quarter of Fiscal 2023 4,198 Million Yen (△38.7%)
 Third Quarter of Fiscal 2022 6,846 Million Yen (9.7%)

	Profit per Share	Diluted Profit per Share
	Yen	Yen
Third Quarter of Fiscal 2023	150.35	-
Third Quarter of Fiscal 2022	229.48	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of Yen	Millions of Yen	%	Yen
As of March 31, 2023	138,384	87,687	63.4	3,169.12
As of June 30, 2022	136,981	85,425	62.4	3,087.39

(Reference) Equity
 As of March 31, 2023 87,680 Million Yen
 As of June 30, 2022 85,419 Million Yen

2. Dividends

	Dividends per Share				
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended June 30, 2022	-	30.00	-	40.00	70.00
Fiscal Year Ending June 30, 2023	-	30.00			
Fiscal Year Ending June 30, 2023 (Forecast)			-	40.00	70.00

(Note) Changes from the latest released dividend forecast: None

3. Consolidated Financial Forecast for the Year Ending June 30, 2023 (from July 1, 2022 to June 30, 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
Entire Year	100,000	3.9	7,050	△47.4	7,100	△48.2	5,030	△45.7	181.80

(Note) Changes from the latest released consolidated financial forecast: None

*Notes

(1) Significant Changes in Subsidiaries during the Quarter

(Changes in Specified Subsidiaries Resulting in the Change in Scope of Consolidation): None

(2) Application of Particular Accounting Procedures for Preparing Quarterly Consolidated Financial Statements: None

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Retrospective Financial Restatement

1. Changes in Accounting Policies due to Revisions to Accounting Standards and Other Regulations: None

2. Changes in Accounting Policies due to Other Reasons: None

3. Changes in Accounting Estimates: None

4. Retrospective Financial Restatement: None

(4) Number of Issued Shares (Common Shares)

1. Total Number of Issued Shares at the End of the Period (including treasury shares)

As of March 31, 2023	28,149,877 shares	As of June 30, 2022	28,149,877 shares
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2. Number of Treasury Shares at the End of the Period

As of March 31, 2023	482,762 shares	As of June 30, 2022	482,691 shares
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3. Average Number of Shares during the Period

Third Quarter of Fiscal 2023	27,667,167 shares	Third Quarter of Fiscal 2022	27,667,319 shares
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* This quarterly financial report is not subject to a quarterly review procedures by a certificated public accountant or an audit firm.

* Explanation for Appropriate Use of Financial Forecasts (Cautionary Note on Forward Looking Statements):

The forecasts on future business results released herein are based on available information and on certain assumptions deemed to be reasonable at the time of the announcement. Actual results may differ from these forecasts due to various reasons.

Shibuya Corporation Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	42,080	41,756
Notes and accounts receivable - trade, and contract assets	26,600	21,493
Electronically recorded monetary claims - operating	7,674	7,747
Finished goods	599	1,190
Work in process	9,114	11,891
Raw materials and supplies	3,492	5,014
Other	3,173	2,237
Allowance for doubtful accounts	△5	△2
Total current assets	92,731	91,327
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,145	21,254
Machinery, equipment and vehicles, net	1,909	3,131
Land	12,757	12,137
Construction in progress	3,981	1,358
Other, net	1,354	1,609
Total property, plant and equipment	37,148	39,492
Intangible assets		
Goodwill	0	0
Other	449	479
Total intangible assets	449	479
Investments and other assets		
Investment securities	2,206	2,249
Retirement benefit asset	2,732	2,791
Deferred tax assets	1,238	1,558
Other	504	533
Allowance for doubtful accounts	△30	△49
Total investments and other assets	6,651	7,084
Total non-current assets	44,250	47,056
Total assets	136,981	138,384

(Millions of yen)

	As of June 30, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	20,333	21,078
Electronically recorded obligations - operating	2,959	2,475
Short-term borrowings	900	1,128
Income taxes payable	2,337	111
Accrued expenses	5,444	2,821
Contract liabilities	8,600	8,110
Provision for bonuses	431	1,634
Provision for loss on orders received	55	116
Provision for product warranties	65	60
Other	1,714	1,489
Total current liabilities	42,842	39,028
Non-current liabilities		
Long-term borrowings	1,632	4,823
Retirement benefit liability	6,472	6,428
Provision for retirement benefits for directors (and other officers)	409	293
Deferred tax liabilities	79	10
Other	119	112
Total non-current liabilities	8,713	11,668
Total liabilities	51,555	50,697
Net assets		
Shareholders' equity		
Share capital	11,392	11,392
Capital surplus	10,350	10,350
Retained earnings	63,459	65,682
Treasury shares	△440	△440
Total shareholders' equity	84,762	86,984
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	502	560
Foreign currency translation adjustment	647	559
Remeasurements of defined benefit plans	△493	△424
Total accumulated other comprehensive income	657	695
Non-controlling interests	6	6
Total net assets	85,425	87,687
Total liabilities and net assets	136,981	138,384

Shibuya Corporation
Consolidated Statement of Income

(Millions of yen)

	Nine months ended March 31, 2022	Nine months ended March 31, 2023
Net sales	67,274	67,398
Cost of sales	50,634	54,149
Gross profit	16,640	13,249
Selling, general and administrative expenses	7,746	7,533
Operating profit	8,893	5,715
Non-operating income		
Interest income	0	11
Dividend income	22	26
Gain on sale of scraps	41	25
Other	133	87
Total non-operating income	198	150
Non-operating expenses		
Interest expenses	15	27
Foreign exchange losses	—	90
Loss on cancellation of insurance policies	8	—
Other	9	19
Total non-operating expenses	32	137
Ordinary profit	9,058	5,729
Extraordinary income		
Gain on sale of non-current assets	0	4
Gain on sale of investment securities	20	0
Gain on sale of right of using facilities	—	4
Total extraordinary income	21	9
Extraordinary losses		
Loss on sale of non-current assets	2	—
Loss on disposal of non-current assets	0	2
Compensation for damage	—	25
Total extraordinary losses	3	28
Profit before income taxes	9,076	5,710
Income taxes - current	3,139	1,960
Income taxes - deferred	△421	△409
Total income taxes	2,717	1,550
Profit	6,359	4,160
Profit attributable to non-controlling interests	10	0
Profit attributable to owners of parent	6,349	4,159

Shibuya Corporation
Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended March 31, 2022	Nine months ended March 31, 2023
Profit	6,359	4,160
Other comprehensive income		
Valuation difference on available-for-sale securities	124	57
Deferred gains or losses on hedges	0	—
Foreign currency translation adjustment	271	△88
Remeasurements of defined benefit plans, net of tax	90	69
Total other comprehensive income	486	38
Comprehensive income	6,846	4,198
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,835	4,197
Comprehensive income attributable to non-controlling interests	10	0