

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended August 31, 2023 (Based on Japanese GAAP)

October 13, 2023

Company name: Astena Holdings Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8095 URL <https://www.astena-hd.com>
 Representative: President Keitaro Iwaki
 Inquiries: Managing Executive Officer Minoru Kadokura TEL 03-3279-0481
 Scheduled date to file Quarterly Securities Report: October 13, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended August 31, 2023 (from December 1, 2022 to August 31, 2023)

(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	%
Nine months ended August 31, 2023	40,674	10.1	685	60.8	790	52.9	209	(65.4)
Nine months ended August 31, 2022	36,928	–	426	–	516	–	606	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended August 31, 2023	5.32		–	
Nine months ended August 31, 2022	15.17		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of August 31, 2023	67,144	27,229	40.4	685.90
As of November 30, 2022	63,551	27,068	42.5	685.24

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended November 30, 2022	–	9.00	–	9.00	18.00
Year ending November 30, 2023	–	9.00	–		
Year ending November 30, 2023 (Forecast)				9.00	18.00

3. Forecast of consolidated financial results for the year ending November 30, 2023 (from December 1, 2022 to November 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
Full year	51,500	3.8	720	(12.2)	410	(53.8)	10	(98.3)	0.25

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended August 31, 2023
(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 August 31, 2023	40,884,504 shares	As of November 30, 2022	40,772,366 shares
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Number of treasury shares at the end of the period

As of August 31, 2023	1,384,341 shares	As of November 30, 2022	1,389,642 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended August 31, 2023	39,449,662 shares	Nine months ended August 31, 2022	39,942,451 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of November 30, 2022	As of August 31, 2023
Assets		
Current assets		
Cash and deposits	6,925,821	6,204,817
Notes and accounts receivable - trade, and contract assets	15,362,845	15,666,544
Electronically recorded monetary claims - operating	3,743,809	4,042,792
Merchandise and finished goods	5,915,864	6,054,023
Work in process	1,644,206	2,242,871
Raw materials and supplies	1,929,398	2,340,319
Other	1,263,268	1,053,889
Allowance for doubtful accounts	(35,679)	(11,834)
Total current assets	36,749,534	37,593,423
Non-current assets		
Property, plant and equipment		
Buildings and structures	10,427,698	10,410,913
Accumulated depreciation	(6,364,667)	(6,502,554)
Buildings and structures, net	4,063,030	3,908,359
Machinery, equipment and vehicles	10,079,248	10,504,520
Accumulated depreciation	(8,212,905)	(8,527,254)
Machinery, equipment and vehicles, net	1,866,343	1,977,265
Land	3,138,980	3,106,332
Other	4,090,574	4,327,892
Accumulated depreciation	(2,831,415)	(3,075,588)
Other, net	1,259,158	1,252,304
Construction in progress	2,792,287	5,051,845
Total property, plant and equipment	13,119,799	15,296,107
Intangible assets		
Goodwill	4,512,067	4,449,197
Technical assets	507,897	482,073
Customer relationship	2,043,608	1,918,145
Other	1,221,544	1,210,654
Total intangible assets	8,285,118	8,060,071
Investments and other assets		
Investment securities	3,814,234	4,573,364
Retirement benefit asset	469,274	430,310
Other	1,137,677	1,215,040
Allowance for doubtful accounts	(23,818)	(23,840)
Total investments and other assets	5,397,366	6,194,874
Total non-current assets	26,802,285	29,551,053
Deferred assets		
Organization expenses	–	248
Total deferred assets	–	248
Total assets	63,551,819	67,144,724

(Thousands of yen)

	As of November 30, 2022	As of August 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,475,155	8,782,821
Electronically recorded obligations - operating	3,667,121	4,040,367
Electronically recorded obligations - non-operating	3,045	81,158
Short-term borrowings	10,035,000	14,022,984
Accrued expenses	2,508,458	1,686,965
Income taxes payable	920,241	262,300
Provision for bonuses	419,387	593,114
Provision for product warranties	8,461	9,524
Other provisions	59,100	74,583
Other	1,696,103	1,703,804
Total current liabilities	27,792,074	31,257,623
Non-current liabilities		
Long-term borrowings	4,777,500	4,596,581
Deferred tax liabilities	728,789	890,060
Provision for share-based compensation	66,255	60,449
Retirement benefit liability	2,570,515	2,573,398
Other	547,983	537,078
Total non-current liabilities	8,691,043	8,657,567
Total liabilities	36,483,118	39,915,191
Net assets		
Shareholders' equity		
Share capital	4,557,400	4,581,397
Capital surplus	6,538,828	6,569,700
Retained earnings	15,031,853	14,509,358
Treasury shares	(531,722)	(525,829)
Total shareholders' equity	25,596,360	25,134,628
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,007,002	1,582,997
Deferred gains or losses on hedges	(4,026)	1,933
Foreign currency translation adjustment	191,067	248,529
Remeasurements of defined benefit plans	196,203	124,998
Total accumulated other comprehensive income	1,390,246	1,958,459
Non-controlling interests	82,094	136,445
Total net assets	27,068,701	27,229,533
Total liabilities and net assets	63,551,819	67,144,724

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended August 31, 2022	Nine months ended August 31, 2023
Net sales	36,928,145	40,674,547
Cost of sales	25,256,654	28,631,224
Gross profit	11,671,491	12,043,323
Selling, general and administrative expenses	11,245,161	11,357,955
Operating profit	426,329	685,367
Non-operating income		
Interest income	2,014	1,432
Dividend income	53,813	57,254
Rental income	13,072	10,836
Foreign exchange gains	72,272	11,253
Other	110,978	122,407
Total non-operating income	252,151	203,184
Non-operating expenses		
Interest expenses	40,057	45,177
Share of loss of entities accounted for using equity method	50,880	13,006
Other	70,796	40,326
Total non-operating expenses	161,734	98,510
Ordinary profit	516,746	790,042
Extraordinary income		
Gain on sale of non-current assets	660,304	10,774
Gain on sale of investment securities	–	51,052
Gain on donation of a state subsidy	24,900	20,145
Total extraordinary income	685,204	81,972
Extraordinary losses		
Loss on sale of non-current assets	–	41
Loss on disposal of non-current assets	20,843	20,572
Loss on valuation of investment securities	–	219,351
Loss on transition of retirement benefit plan	56,365	–
Loss on liquidation of subsidiaries and associates	–	4,038
Total extraordinary losses	77,209	244,003
Profit before income taxes	1,124,741	628,010
Income taxes - current	944,243	570,413
Income taxes - deferred	(420,519)	(143,763)
Total income taxes	523,724	426,650
Profit	601,017	201,360
Loss attributable to non-controlling interests	(5,033)	(8,504)
Profit attributable to owners of parent	606,050	209,865

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended August 31, 2022	Nine months ended August 31, 2023
Profit	601,017	201,360
Other comprehensive income		
Valuation difference on available-for-sale securities	65,905	575,431
Deferred gains or losses on hedges	(32)	6,051
Foreign currency translation adjustment	89,352	57,461
Remeasurements of defined benefit plans, net of tax	(8,779)	(71,205)
Share of other comprehensive income of entities accounted for using equity method	81	473
Total other comprehensive income	146,527	568,212
Comprehensive income	747,545	769,572
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	752,578	778,077
Comprehensive income attributable to non-controlling interests	(5,033)	(8,504)