

May 9, 2024

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (Under Japanese GAAP)

Company name: Daitobo Co.,Ltd.  
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange  
 Securities code: 3202  
 URL: <http://www.daitobo.co.jp/>  
 Representative: Kazuhiro Yamauchi, Director, President and Chief Executive Officer  
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 Scheduled date of annual general meeting of shareholders: June 24, 2024  
 Scheduled date to commence dividend payments: June 25, 2024  
 Scheduled date to file annual securities report: June 24, 2024  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024 )

#### (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	%
Fiscal year ended March 31, 2024	4,033	0.9	318	48.7	139	520.3	153	121.9
March 31, 2023	3,997	(11.2)	214	(13.4)	22	(73.8)	69	61.4

Note: Comprehensive income For the fiscal year ended March 31, 2024: ¥ 171 million [ 23.4 % ]  
 For the fiscal year ended March 31, 2023: ¥ 138 million [ 430.6 % ]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	5.07	5.06	3.2	0.7	7.9
March 31, 2023	2.29	2.29	1.5	0.1	5.4

Reference: Share of profit (loss) of entities accounted for using equity method  
 For the fiscal year ended March 31, 2024: ¥ (1) million  
 For the fiscal year ended March 31, 2023: ¥ (1) million

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	20,349	4,935	24.2	162.82
March 31, 2023	20,433	4,790	23.4	158.25

Reference: Equity  
 As of March 31, 2024: ¥ 4,925 million  
 As of March 31, 2023: ¥ 4,780 million

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	748	(45)	(616)	1,087
March 31, 2023	367	(187)	(422)	1,000

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2023	-	0.00	-	1.00	1.00	30	43.6	0.6
March 31, 2024	-	0.00	-	2.00	2.00	60	39.4	1.2
March 31, 2025 (Forecast)		0.00		3.00	3.00		82.4	

### 3. Forecast of consolidated financial results for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2024	2,100	11.5	180	26.1	70	21.0	40	(17.6)	1.32
Fiscal year ending March 31, 2025	4,300	6.6	390	22.3	180	28.8	110	(28.3)	3.64

The forecasts are based on currently available information and actual results may differ from the forecasts due to various factors in the future.

#### \* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes  
Excluded: 1 company ( Shanghai Daitoh Textile Trading Co. )

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	30,360,000 shares
As of March 31, 2023	30,311,000 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2024	105,663 shares
As of March 31, 2023	105,588 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2024	30,224,198 shares
Fiscal year ended March 31, 2023	30,122,960 shares

#### [Reference] Overview of non-consolidated financial results

##### 1. Non-Consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

###### (1) Non-Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	3,432	8.1	334	43.1	153	229.1	190	108.9
March 31, 2023	3,174	(5.4)	233	(8.6)	46	(55.0)	91	48.0

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2024	6.29	6.27
March 31, 2023	3.02	3.01

###### (2) Non-Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	20,052	5,054	25.2	166.55
March 31, 2023	20,080	4,858	24.1	160.32

Reference: Equity

As of March 31, 2024: ¥ 5,044 million

As of March 31, 2023: ¥ 4,848 million

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

## Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	1,011,144	1,097,756
Notes receivable - trade	180,771	136,891
Accounts receivable - trade	380,432	488,234
Inventories	724,191	766,701
Other	62,144	37,493
Allowance for doubtful accounts	(1,270)	(1,380)
Total current assets	2,357,414	2,525,696
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,951,635	7,727,648
Land	9,265,726	9,265,726
Leased assets, net	38,022	108,436
Other, net	178,829	54,097
Total property, plant and equipment	17,434,213	17,155,909
Intangible assets		
Goodwill	142,481	128,073
Other	19,987	12,375
Total intangible assets	162,469	140,448
Investments and other assets		
Investment securities	337,804	414,889
Distressed receivables	83,256	83,256
Deferred tax assets	100,237	65,736
Other	38,420	44,088
Allowance for doubtful accounts	(80,228)	(80,228)
Total investments and other assets	479,490	527,743
Total non-current assets	18,076,173	17,824,100
Total assets	20,433,587	20,349,797

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	253,240	458,986
Short-term borrowings	561,324	546,370
Income taxes payable	4,297	1,011
Provision for bonuses	37,539	37,943
Provision for shareholder benefit program	28,000	29,000
Other	645,445	659,593
<b>Total current liabilities</b>	<b>1,529,846</b>	<b>1,732,905</b>
<b>Non-current liabilities</b>		
Long-term borrowings	9,915,306	9,372,269
Lease liabilities	-	102,437
Long-term guarantee deposits	1,370,427	1,325,950
Deferred tax liabilities for land revaluation	2,476,495	2,476,495
Retirement benefit liability	267,039	285,911
Asset retirement obligations	55,644	71,886
Other	28,482	46,823
<b>Total non-current liabilities</b>	<b>14,113,394</b>	<b>13,681,774</b>
<b>Total liabilities</b>	<b>15,643,241</b>	<b>15,414,680</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	100,000	100,000
Capital surplus	25,901	30,979
Retained earnings	15,030	138,161
Treasury shares	(9,784)	(9,791)
<b>Total shareholders' equity</b>	<b>131,147</b>	<b>259,349</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	(984)	50,825
Deferred gains or losses on hedges	(28,544)	(49,092)
Revaluation reserve for land	4,664,864	4,664,864
Foreign currency translation adjustment	13,556	-
<b>Total accumulated other comprehensive income</b>	<b>4,648,890</b>	<b>4,666,596</b>
Share acquisition rights	10,307	9,171
<b>Total net assets</b>	<b>4,790,346</b>	<b>4,935,117</b>
<b>Total liabilities and net assets</b>	<b>20,433,587</b>	<b>20,349,797</b>

## Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	3,997,466	4,033,875
Cost of sales	2,834,388	2,781,941
Gross profit	1,163,078	1,251,933
Selling, general and administrative expenses	948,589	933,055
Operating profit	214,488	318,878
Non-operating income		
Interest income	94	612
Dividend income	6,930	6,942
Compensation income	1,097	-
Penalty income	2,480	3,642
Gain on sale of non-current assets	-	10,035
Other	2,380	4,224
Total non-operating income	12,984	25,457
Non-operating expenses		
Interest expenses	192,323	198,183
Share of loss of entities accounted for using equity method	1,354	1,601
Commission for syndicated loans	4,675	4,236
Other	6,593	592
Total non-operating expenses	204,946	204,613
Ordinary profit	22,526	139,722
Extraordinary income		
Gain on liquidation of subsidiaries and associates	-	19,082
Total extraordinary income	-	19,082
Profit before income taxes	22,526	158,804
Income taxes - current	963	812
Income taxes - deferred	(47,561)	4,618
Total income taxes	(46,598)	5,431
Profit	69,124	153,372
Profit attributable to owners of parent	69,124	153,372

## Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	69,124	153,372
Other comprehensive income		
Valuation difference on available-for-sale securities	14,069	51,809
Deferred gains or losses on hedges	51,796	(20,547)
Foreign currency translation adjustment	3,661	(13,556)
Total other comprehensive income	69,527	17,705
Comprehensive income	138,652	171,078
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	138,652	171,078
Comprehensive income attributable to non-controlling interests	-	-

## Consolidated statement of changes in equity

Fiscal year ended March 31, 2023

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	100,000	14,342	(54,093)	(9,781)	50,466
Profit attributable to owners of parent			69,124		69,124
Issuance of new shares - exercise of share acquisition rights	5,779	5,779			11,559
Dividends of surplus					-
Purchase of treasury shares				(2)	(2)
Capital reduction	(5,779)	5,779			-
Net changes in items other than shareholders' equity					
Total changes during period	-	11,559	69,124	(2)	80,681
Balance at end of period	100,000	25,901	15,030	(9,784)	131,147

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	(15,054)	(80,341)	4,664,864	9,894	4,579,363	17,112	4,646,942
Profit attributable to owners of parent							69,124
Issuance of new shares - exercise of share acquisition rights							11,559
Dividends of surplus							-
Purchase of treasury shares							(2)
Capital reduction							-
Net changes in items other than shareholders' equity	14,069	51,796	-	3,661	69,527	(6,805)	62,722
Total changes during period	14,069	51,796	-	3,661	69,527	(6,805)	143,403
Balance at end of period	(984)	(28,544)	4,664,864	13,556	4,648,890	10,307	4,790,346

## Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	100,000	25,901	15,030	(9,784)	131,147
Profit attributable to owners of parent			153,372		153,372
Issuance of new shares - exercise of share acquisition rights	2,539	2,539			5,078
Dividends of surplus			(30,242)		(30,242)
Purchase of treasury shares				(6)	(6)
Capital reduction	(2,539)	2,539			-
Net changes in items other than shareholders' equity					
Total changes during period	-	5,078	123,130	(6)	128,201
Balance at end of period	100,000	30,979	138,161	(9,791)	259,349

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	(984)	(28,544)	4,664,864	13,556	4,648,890	10,307	4,790,346
Profit attributable to owners of parent							153,372
Issuance of new shares - exercise of share acquisition rights							5,078
Dividends of surplus							(30,242)
Purchase of treasury shares							(6)
Capital reduction							-
Net changes in items other than shareholders' equity	51,809	(20,547)	-	(13,556)	17,705	(1,136)	16,569
Total changes during period	51,809	(20,547)	-	(13,556)	17,705	(1,136)	144,771
Balance at end of period	50,825	(49,092)	4,664,864	-	4,666,596	9,171	4,935,117



## Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	22,526	158,804
Depreciation	545,766	506,944
Increase (decrease) in allowance for doubtful accounts	100	110
Increase (decrease) in provision for bonuses	(8,535)	404
Increase (decrease) in provision for shareholder benefit program	2,000	1,000
Increase (decrease) in retirement benefit liability	(42,598)	18,872
Interest and dividend income	(7,025)	(7,555)
Interest expenses	192,323	198,183
Share of loss (profit) of entities accounted for using equity method	1,354	1,601
Decrease (increase) in trade receivables	87,317	(41,450)
Decrease (increase) in inventories	37,281	(42,509)
Increase (decrease) in trade payables	(169,429)	205,842
Increase (decrease) in guarantee deposits received	(98,516)	(45,423)
Decrease (increase) in other assets	7,515	(14,842)
Increase (decrease) in other liabilities	(15,175)	1,658
Subtotal	554,903	941,639
Interest and dividends received	7,025	7,555
Interest paid	(192,934)	(195,800)
Income taxes paid	(1,051)	(4,452)
Net cash provided by (used in) operating activities	367,943	748,942
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(208,589)	(64,935)
Proceeds from divestments	-	19,082
Other, net	21,057	-
Net cash provided by (used in) investing activities	(187,531)	(45,853)
Cash flows from financing activities		
Proceeds from long-term borrowings	2,058,196	-
Repayments of long-term borrowings	(2,466,188)	(557,991)
Repayments of lease liabilities	(21,845)	(24,049)
Dividends paid	-	(30,242)
Other, net	6,881	(4,193)
Net cash provided by (used in) financing activities	(422,956)	(616,477)
Effect of exchange rate change on cash and cash equivalents	545	-
Net increase (decrease) in cash and cash equivalents	(241,999)	86,611
Cash and cash equivalents at beginning of period	1,242,958	1,000,958
Cash and cash equivalents at end of period	1,000,958	1,087,570