

Consolidated Financial Results for the Three Months Ended March 31, 2023 [Japanese GAAP]



May 15, 2023

Company name: ProjectCompany, Inc.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 9246
 URL: <https://projectcompany.co.jp/>
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 Scheduled date of filing quarterly securities report: May 15, 2023
 Scheduled date of commencing dividend payments: –
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

1. Financial Results for the Three Months Ended March 31, 2023 (January 1, 2023 – March 31, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	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 March 31, 2023	1,494	–	228	–	224	–	136	–
March 31, 2022	–	–	–	–	–	–	–	–

(Note) Comprehensive income: Three months ended March 31, 2023: ¥136 million [– %]
 Three months ended March 31, 2022: ¥– million [– %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended March 31, 2023	23.69	22.80
March 31, 2022	–	–

(Note) As the consolidated financial statements are prepared from the six months ended June 30, 2022, the figures for the three months ended March 31, 2022 and changes from the previous corresponding period are not presented.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2023	4,266	2,972	69.1
As of December 31, 2022	4,285	2,805	65.1

(Reference) Equity: As of March 31, 2023: ¥2,948 million
 As of December 31, 2022: ¥2,790million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2022	—	0.00	—	0.00	0.00
Fiscal year ending December 31, 2023	—				
Fiscal year ending December 31, 2023 (Forecast)		0.00	—	0.00	0.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Financial Results Forecast for the Fiscal Year Ending December 31, 2023 (January 1, 2023 - December 31, 2023)

(% indicates 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
Full year	7,470	71.6	1,270	32.5	1,260	32.8	840	24.1	145.81

(Note) Revision to the forecast for dividends announced most recently: None

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: None
(Changes in specified subsidiaries resulting in changes in scope of consolidation):
Newly included: None, Excluded: None
- (2) Accounting methods adopted particularly for the preparation of quarterly financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common shares)
- 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

As of March 31, 2023:	5,763,200 shares
As of December 31, 2022:	5,736,950 shares
 - 2) Total number of treasury shares at the end of the period:

As of March 31, 2023:	55 shares
As of December 31, 2022:	55 shares
 - 3) Average number of shares during the period:

Three months ended March 31, 2023:	5,754,231 shares
Three months ended March 31, 2022:	5,637,107 shares

*These quarterly financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not intend to promise the achievement of these forecasts. Actual results may differ significantly from these forecasts due to a wide range of factors.

For the assumptions used for financial results forecasts and the notes regarding the use thereof, please refer to “1. Qualitative Information on Quarterly Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the attached document.

* Disclaimer

This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	As of December 31,2022	As of March 31,2023
Assets		
Current assets		
Cash and deposits	2,220,324	2,118,762
Notes and accounts receivable – trade	592,719	727,952
Other	95,312	82,530
Total current assets	2,908,356	2,929,245
Non-current assets		
Property, plant and equipment	59,381	74,577
Intangible assets		
Goodwill	568,469	539,307
Other	549	529
Total intangible assets	569,018	539,837
Investments and other assets		
Investment securities	53,297	53,297
Leasehold deposits	644,993	636,086
Other	43,556	27,547
Total investments and other assets	741,847	716,931
Total non-current assets	1,370,248	1,331,346
Deferred assets	7,248	6,041
Total assets	4,285,852	4,266,633
Liabilities		
Current liabilities		
Accounts payable - trade	271,493	322,901
Accounts payable - other	153,512	153,787
Current portion of bonds payable	44,000	30,000
Current portion of long-term borrowings	113,551	111,964
Income taxes payable	239,297	90,122
Provision for bonuses	-	23,439
Other	146,102	88,141
Total current liabilities	967,957	820,356
Non-current liabilities		
Bonds payable	25,000	15,000
Long-term borrowings	485,874	458,032
Other	1,216	569
Total non-current liabilities	512,090	473,601
Total liabilities	1,480,048	1,293,958
Net assets		
Shareholders' equity		
Share capital	970,984	977,559
Capital surplus	615,460	615,460
Retained earnings	1,204,218	1,355,629
Treasury shares	△226	△226
Total shareholders' equity	2,790,437	2,948,423
Share acquisition rights	15,366	24,251
Total net assets	2,805,803	2,972,675
Total liabilities and net assets	4,285,852	4,266,633

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Three Months Ended March 31

(Thousands of yen)

	For the Three Months ended March 31, 2023
Net sales	1,494,792
Cost of sales	930,401
Gross profit	564,390
Selling, general and administrative expenses	336,238
Operating profit	228,151
Non-operating income	
Interest income	7
Dividend income	3
Total non-operating income	10
Non-operating expenses	
Interest expenses	1,739
Amortization of share issuance costs	884
Other	610
Total non-operating expenses	3,233
Ordinary profit	224,928
Profit before income taxes	224,928
Income taxes - current	88,632
Total income taxes	88,632
Profit	136,295
Profit attributable to owners of parent	136,295

Quarterly Consolidated Statement of Comprehensive Income
For the Three Months Ended March 31

(Thousands of yen)

	For the Three Months ended March 31, 2023
Profit	136,295
Comprehensive income	136,295
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	136,295