

Summary of Consolidated Financial Results for the First Quarter of the Fiscal Year Ending December 31, 2024 [Japanese GAAP]



May 15, 2024

Company name: ProjectHoldings, Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 9246

URL: <https://phd.co.jp>

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Scheduled date of filing quarterly securities report: May 15, 2024

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen.)

1. Financial Results for the First Quarter Ended, December 31, 2024 (January 1, 2024 – March 31, 2024)

(1) Consolidated Operating Results (Cumulative) (Percentage figures represent year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
The first quarter ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	1,439	(3.7)	(22)	–	(27)	–	(24)	–
March 31, 2023	1,494	–	228	–	224	–	136	–

(Note) Comprehensive income: The first quarter ended, March 31, 2024: ¥(24)million[– %]
The first quarter ended, March 31, 2023: ¥136 million [– %]

	Basic earnings per share	Diluted earnings per share
The first quarter ended	Yen	Yen
March 31, 2024	(4.48)	–
March 31, 2023	23.69	22.80

(Note) As the Company started preparation of its consolidated financial statements from the second quarter of the fiscal year ended December 31, 2022, the figures for the fiscal year ended December 31, 2022 and changes from the previous fiscal year are not presented.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of March 31, 2024	5,882	2,630	44.6
As of December 31, 2023 (End of previous fiscal year)	5,638	2,652	46.9

(Reference) Equity: As of March 31, 2024: ¥2,625 million

As of December 31, 2023: ¥2,646 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended December 31, 2023	Yen —	Yen 0.00	Yen —	Yen 0.00	Yen 0.00
Fiscal year ending December 31, 2024	—				
Fiscal year ending December 31, 2024 (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, 2024 (January 1, 2024 - December 31, 2024)

(% indicates year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share	
Full year	Million yen 5,750	% (8.5)	Million yen (190)	% —	Million yen (220)	% —	Million yen (120)	% —	Yen (22.15)	

(Note) Revision to the forecast for dividends announced most recently: Yes

*** 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) Application of special accounting methods for preparation of quarterly consolidated 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, 2024:	5,872,450 shares
As of December 31, 2023:	5,872,450 shares
 - 2) Total number of treasury shares at the end of the period:

As of March 31, 2024:	453,607 shares
As of December 31, 2023:	461,855 shares
 - 3) Average number of shares during the period:

Three months ended March 31, 2024:	5,415,135 shares
Three months ended March 31, 2023:	5,754,231 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 Group and certain assumptions deemed reasonable, and the Group 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.

* 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

(Thousand yen)

	As of December 31,2023	As of March 31,2024
Assets		
Current assets		
Cash and deposits	2,772,342	2,707,375
Notes and accounts receivable – trade	697,151	707,895
Allowance for doubtful accounts	(6,865)	(6,865)
Notes and accounts receivable - trade, net	690,286	701,030
Other	133,868	187,233
Total current assets	3,596,496	3,595,640
Non-current assets		
Property, plant and equipment	57,180	387,596
Intangible assets		
Goodwill	1,045,238	986,456
Other	785	722
Total intangible assets	1,046,023	987,179
Investments and other assets		
Investment securities	55,797	45,787
Leasehold deposits	809,611	763,588
Other	70,370	100,755
Total investments and other assets	935,779	910,131
Total non-current assets	2,038,983	2,284,907
Deferred assets	2,726	1,695
Total assets	5,638,206	5,882,242
Liabilities		
Current liabilities		
Accounts payable - trade	299,534	307,902
Accounts payable - other	208,791	596,653
Current portion of bonds payable	20,000	15,000
Current portion of long-term borrowings	437,232	436,482
Income taxes payable	65,447	62,112
Provision for bonuses	2,200	43,729
Provision for bonuses for directors (and other officers)	21,600	31,917
Other	150,215	98,985
Total current liabilities	1,205,021	1,592,782
Non-current liabilities		
Bonds payable	5,000	—
Long-term borrowings	1,775,652	1,658,639
Total non-current liabilities	1,780,652	1,658,639
Total liabilities	2,985,673	3,251,421
Net assets		
Shareholders' equity		
Share capital	1,029,016	1,029,016
Capital surplus	633,216	633,216
Retained earnings	1,741,856	1,698,978
Treasury shares	(757,196)	(736,029)
Total shareholders' equity	2,646,893	2,625,181
Share acquisition rights	5,639	5,639
Total net assets	2,652,532	2,630,821
Total liabilities and net assets	5,638,206	5,882,242

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(Cumulative)

(Thousand yen)

	January 1 st - March 31 st 2023	January 1 st - March 31 st 2024
Net sales	1,494,792	1,439,296
Cost of sales	930,401	913,255
Gross profit	564,390	526,040
Selling, general and administrative expenses	336,238	548,690
Operating profit (loss)	228,151	(22,649)
Non-operating income		
Interest income	7	12
Dividend income	3	—
Subsidy income	—	570
Income from point	—	69
Other	—	12
Total non-operating income	10	664
Non-operating expenses		
Interest expenses	1,739	4,686
Amortization of share issuance costs	884	813
Other	610	298
Total non-operating expenses	3,233	5,798
Ordinary profit (loss)	224,928	(27,783)
Extraordinary income		
Gain on sale of investment securities	—	76,476
Total extraordinary income	—	76,476
Extraordinary losses		
Settlement payments	—	20,552
Loss on retirement of non-current assets	—	3,115
Total extraordinary losses	—	23,668
Profit before income taxes	224,928	25,024
Income taxes	88,632	49,301
Profit (loss)	136,295	(24,277)
Profit (loss) attributable to owners of parent	136,295	(24,277)

Quarterly Consolidated Statement of Comprehensive Income
(Cumulative)

(Thousand yen)

	January 1 st - March 31 st 2023	January 1 st - March 31 st 2024
Profit (loss)	136,295	(24,277)
Comprehensive income	136,295	(24,277)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	136,295	(24,277)