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Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 8, 2024

Company name: Ubicom Holdings, Inc.

Listing: Tokyo

Securities code: 3937

URL: <https://www.ubicom-hd.com/>

Representative: Masayuki Aoki

, CEO

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Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 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	%
Three months ended June 30, 2024	1,568	11.7	299	18.2	296	64.9	199	89.5
June 30, 2023	1,404	7.0	253	(13.3)	180	(32.4)	105	(45.4)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ 411 million [125.7%]
Three months ended June 30, 2023: ¥ 182 million [(40.9)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	16.71	16.66
June 30, 2023	8.96	8.78

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	7,080	5,019	70.4
March 31, 2024	6,883	4,719	68.2

(Reference) Equity: As of June 30, 2024: ¥ 4,986 million
As of March 31, 2024: ¥ 4,696 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	0.00	-	13.00	13.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		-	-	-	-

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

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending March 31, 2025 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(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
Full year	6,700	12.7	1,500	39.9	1,518	62.2	1,000	90.1	82.97

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included:	-	(Company name:)
Excluded:	-	(Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

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

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024:	12,216,640 shares
March 31, 2024:	11,991,120 shares

2) Number of treasury shares at the end of the period:

June 30, 2024:	126,638 shares
March 31, 2024:	126,638 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024:	11,941,255 shares
Three months ended June 30, 2023:	11,748,028 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	4,026,101	4,307,278
Notes and accounts receivable - trade, and contract assets	1,417,558	1,297,183
Other	235,096	242,151
Allowance for doubtful accounts	(18,581)	(17,898)
Total current assets	5,660,175	5,828,715
Non-current assets		
Property, plant and equipment	140,347	131,568
Intangible assets		
Software	13,425	10,881
Right of use assets	199,795	169,171
Total intangible assets	213,221	180,053
Investments and other assets		
Investment securities	421,988	495,745
Investments in capital of subsidiaries and associates	62,939	65,875
Deferred tax assets	298,808	292,572
Other	86,334	85,567
Total investments and other assets	870,071	939,760
Total non-current assets	1,223,640	1,251,382
Total assets	6,883,815	7,080,098

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	121,618	122,129
Short-term borrowings	100,000	100,000
Lease liabilities	113,389	91,605
Income taxes payable	240,646	101,486
Contract liabilities	763,261	870,635
Provision for bonuses	56,313	50,544
Other	330,728	311,295
Total current liabilities	1,725,958	1,647,696
Non-current liabilities		
Lease liabilities	75,222	64,330
Deferred tax liabilities	180,364	197,793
Retirement benefit liability	163,360	132,147
Asset retirement obligations	19,115	18,282
Total non-current liabilities	438,063	412,554
Total liabilities	2,164,021	2,060,250
Net assets		
Shareholders' equity		
Share capital	840,104	920,736
Capital surplus	744,720	825,353
Retained earnings	3,134,605	3,179,874
Treasury shares	(295,612)	(295,612)
Total shareholders' equity	4,423,818	4,630,352
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	79,666	118,740
Foreign currency translation adjustment	278,878	322,651
Remeasurements of defined benefit plans	(86,104)	(85,528)
Total accumulated other comprehensive income	272,439	355,863
Share acquisition rights	23,535	33,631
Total net assets	4,719,793	5,019,847
Total liabilities and net assets	6,883,815	7,080,098

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	1,404,377	1,568,231
Cost of sales	873,439	958,796
Gross profit	530,937	609,435
Selling, general and administrative expenses	277,887	310,230
Operating profit	253,050	299,204
Non-operating income		
Interest income	159	1,882
Foreign exchange gains	-	138
Share of profit of entities accounted for using equity method	1,702	1,503
Other	597	44
Total non-operating income	2,459	3,569
Non-operating expenses		
Interest expenses	1,664	2,513
Interest expenses of rental payments	2,094	3,058
Foreign exchange losses	64,856	-
Other	6,828	220
Total non-operating expenses	75,444	5,792
Ordinary profit	180,066	296,981
Extraordinary income		
Gain on sale of non-current assets	9	-
Total extraordinary income	9	-
Profit before income taxes	180,075	296,981
Income taxes	74,771	97,474
Profit	105,304	199,507
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	105,304	199,507

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Thousands of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	105,304	199,507
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,595)	39,073
Foreign currency translation adjustment	95,022	43,773
Remeasurements of defined benefit plans, net of tax	(13,496)	576
Total other comprehensive income	76,930	83,423
Comprehensive income	182,234	282,930
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	182,234	282,930
Comprehensive income attributable to non-controlling interests	-	-