

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended September 30, 2022 (Based on Japanese GAAP)

November 8, 2022

Company name: Alpen Co.,Ltd.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 3028 URL <https://store.alpen-group.jp/corporate>  
 Representative: President Atsushi Mizuno  
 Inquiries: Director and Head of Administration Yasuhiko Mizumaki TEL 052-559-0138  
 Scheduled date to file Quarterly Securities Report: November 11, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended September 30, 2022 (from July 1, 2022 to September 30, 2022)

(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	%
Three months ended September 30, 2022	56,891	8.2	(32)	–	466	(69.6)	157	(81.5)
Three months ended September 30, 2021	52,568	(9.5)	1,088	(76.8)	1,532	(70.1)	850	(74.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended September 30, 2022	4.06		–	
Three months ended September 30, 2021	21.71		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2022	183,813	110,737	60.2	2,854.67
As of June 30, 2022	193,299	111,328	57.6	2,869.89

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended June 30, 2022	–	25.00	–	25.00	50.00
Year ending June 30, 2023	–				
Year ending June 30, 2023 (Forecast)		25.00	–	25.00	50.00

3. Forecast of consolidated financial results for the year ending June 30, 2023 (from July 1, 2022 to June 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
Six months ending December 31, 2022	122,050	8.1	4,180	(29.3)	4,960	(27.6)	3,360	(22.5)	86.62
Full year	248,000	6.7	7,200	0.7	8,650	(3.8)	5,020	(5.5)	129.41

4. Notes

- (1) Changes in significant subsidiaries during the three months ended September 30, 2022  
(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: Yes
- (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: No
- 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 September 30, 2022	38,888,000 shares	As of June 30, 2022	38,888,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	96,148 shares	As of June 30, 2022	96,148 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended September 30, 2022	38,791,852 shares	Three months ended September 30, 2021	39,188,219 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of June 30, 2022	As of September 30, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	28,905	11,729
Accounts receivable - trade	9,962	8,567
Merchandise and finished goods	69,891	79,163
Other	4,535	5,295
Allowance for doubtful accounts	(95)	(95)
<b>Total current assets</b>	<b>113,199</b>	<b>104,661</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	79,800	79,864
Accumulated depreciation	(58,652)	(59,190)
Buildings and structures, net	21,147	20,673
Other	35,952	35,800
Accumulated depreciation	(13,582)	(13,698)
Other, net	22,369	22,102
<b>Total property, plant and equipment</b>	<b>43,517</b>	<b>42,776</b>
Intangible assets	3,718	3,468
<b>Investments and other assets</b>		
Guarantee deposits	19,159	19,244
Other	16,706	16,674
Accumulated depreciation	(2,927)	(2,937)
Other, net	13,778	13,736
Allowance for doubtful accounts	(73)	(73)
<b>Total investments and other assets</b>	<b>32,864</b>	<b>32,908</b>
<b>Total non-current assets</b>	<b>80,100</b>	<b>79,152</b>
<b>Total assets</b>	<b>193,299</b>	<b>183,813</b>

(Millions of yen)

	As of June 30, 2022	As of September 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	46,874	45,885
Contract liabilities	2,687	2,692
Provisions	289	981
Other	21,560	14,235
Total current liabilities	71,412	63,794
Non-current liabilities		
Long-term borrowings	3,000	2,000
Provisions	936	925
Retirement benefit liability	84	85
Other	6,537	6,269
Total non-current liabilities	10,558	9,280
Total liabilities	81,971	73,075
<b>Net assets</b>		
Shareholders' equity		
Share capital	15,163	15,163
Capital surplus	21,626	21,626
Retained earnings	74,183	73,375
Treasury shares	(182)	(182)
Total shareholders' equity	110,790	109,982
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	181	356
Deferred gains or losses on hedges	–	9
Foreign currency translation adjustment	89	125
Remeasurements of defined benefit plans	266	263
Total accumulated other comprehensive income	538	755
Total net assets	111,328	110,737
Total liabilities and net assets	193,299	183,813

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended September 30, 2021	Three months ended September 30, 2022
Net sales	52,568	56,891
Cost of sales	31,249	34,543
Gross profit	21,319	22,348
Selling, general and administrative expenses	20,231	22,381
Operating profit (loss)	1,088	(32)
Non-operating income		
Rental income from real estate	257	254
Other	343	409
Total non-operating income	600	664
Non-operating expenses		
Interest expenses	31	24
Rental expenses on real estate	120	121
Other	4	19
Total non-operating expenses	156	164
Ordinary profit	1,532	466
Extraordinary income		
Other	1	–
Total extraordinary income	1	–
Extraordinary losses		
Loss on valuation of investment securities	–	162
Impairment losses	–	15
Other	0	0
Total extraordinary losses	0	178
Profit before income taxes	1,533	287
Income taxes - current	682	130
Total income taxes	682	130
Profit	850	157
Profit attributable to owners of parent	850	157

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended September 30, 2021	Three months ended September 30, 2022
Profit	850	157
Other comprehensive income		
Valuation difference on available-for-sale securities	13	175
Deferred gains or losses on hedges	–	9
Foreign currency translation adjustment	6	35
Remeasurements of defined benefit plans, net of tax	8	(3)
Total other comprehensive income	27	217
Comprehensive income	878	374
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	878	374
Comprehensive income attributable to non-controlling interests	–	–