



Consolidated Financial Results for the First Three Month of the Fiscal Year Ending March 31, 2025 [Japanese GAAP]

August 1, 2024

Company name: TOKAI Holdings Corporation Stock listing: Tokyo Stock Exchange
 Stock code: 3167 URL: <https://tokaiholdings.co.jp/english/>
 Representative: Katsuo Oguri, President & CEO
 Contact: Junichi Yamada, Representative Director and Managing Executive Officer General Manager of
 General Affairs Headquarters Telephone: +81-54-275-0007
 Scheduled date of dividend payment: -
 Supplementary materials on quarterly financial results: Yes
 Quarterly financial results briefing: No

(Figures are rounded to the nearest million yen)

1. Consolidated Financial Results for the Three months Ended June 30, 2024

(April 1, 2024 to June 30, 2024)

(1) Consolidated Operating Results (cumulative)

(% figures represent year-on-year changes)

	Sales		Operating Profit		Recurring Profit		Quarterly Net Income Attributable to Owners of the Parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three-months Ended June 30, 2024	56,205	4.1	3,319	33.6	3,441	31.5	1,872	39.9
Three-months Ended June 30, 2023	53,971	4.2	2,484	-26.0	2,617	-22.8	1,338	-25.4

(Note) Comprehensive income: 2,947 million yen in the Three-months Ended June 30, 2024 (53.8%)
 1,916 million yen in the Three-months Ended June 30, 2023 (-24.7%)

	Quarterly Net Income per Share	Quarterly Net Income per Share (Diluted)
	Yen	Yen
Three-months Ended June 30, 2024	14.33	14.33
Three-months Ended June 30, 2023	10.25	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio
	Millions of yen	Millions of yen	%
Three-months Ended June 30, 2024	206,246	92,074	43.5
Year ended March 31, 2024	205,301	91,300	43.4

(Reference) Equity: 89,712 million yen for the Three-months Ended June 30, 2024
 89,034 million yen for the year ended March 31, 2024

2. Dividends

	Annual Dividend				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ending March 31, 2024	—	16.00	—	17.00	33.00
Year ending March 31, 2025	—				
Year ending March 31, 2025 (Forecast)		17.00	—	17.00	34.00

(Note) Revisions to most recently announced dividend forecasts: No

3. Consolidated Earnings Forecasts for the Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% figures represent year-on-year changes)

	Sales		Operating Profit		Recurring Profit		Net Income Attributable to Owners of the Parent		Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2025	244,000	5.4	16,000	3.2	16,000	3.0	9,000	6.1	68.90

(Note) Revisions to most recently announced earnings forecasts: No

*Notes

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries affecting the scope of consolidation): Yes
 Newly included: 3 companies (Company names): FujiPro Co., Ltd., GUT Co., Ltd., PT TOKAICOM Mitra Indonesia
 Excluded (Company names): None.

(Note) For details, please refer to the attached document on page 10, "2. Quarterly Consolidated Financial Statements and Primary Notes

(4) Notes on Quarterly Consolidated Financial Statements (Changes in the Scope of Consolidation or Application of the Equity Method)."

(2) Application of special accounting procedures in the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, estimates, and restatements

1) Changes in accounting policies accompanying revisions in accounting standards, etc. : Yes

2) Changes in accounting policies other than 1) : No

3) Changes in accounting estimates : No

4) Restatements : No

(Note) For details, please refer to the attached document on page 10, "2. Quarterly Consolidated Financial Statements and Primary Notes

(4) Notes on Quarterly Consolidated Financial Statements (Notes on Changes in Accounting Policies)."

(4) Number of shares issued (common stock)

1) Shares issued at the end of each period (including treasury stock):

Q1 FY3/2025	139,679,977 shares	FY3/2024	139,679,977 shares
Q1 FY3/2025	9,050,954 shares	FY3/2024	9,051,754 shares
Q1 FY3/2025	130,628,343 shares	Q1 FY3/2024	130,574,271 shares

(Note) The number of treasury shares at the end of the fiscal year includes the Company's shares held by the Stock Benefit Trust (BBT) (730,500 shares in the 1Q of the fiscal year ending March 2025, and 730,500 shares in the fiscal year ending March 2024).

In addition, the treasury stock deducted in calculating the average number of shares during the period includes the Company's shares held by the Stock Benefit Trust (BBT) (730,500 shares in the 1Q of the fiscal year ending March 2025, 782,100 shares in the 1Q of the fiscal year ending March 2024).

* Review by a certified public accountant or audit firm for the attached quarterly consolidated financial statements: None

* Explanation of the appropriate use of earnings forecasts and other special notes

(Caution regarding forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the company and certain assumptions that the company believes are reasonable. They are not intended as a promise of achievement by the company. Actual results may differ significantly due to various factors.

(Regarding the review by a certified public accountant or audit firm)

The company plans to undergo a review by an audit firm and will disclose the quarterly financial report with the review report attached after the review is completed (scheduled for August 8, 2024).

[Attachment]

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1. Qualitative Information on Financial Results for the Period Under Review

(1) Explanation of Consolidated Operating Results

During the first quarter of the consolidated cumulative period, the business environment surrounding our group saw improvements in employment and income conditions. However, due to the depreciation of the yen and high crude oil prices, consumer spending showed signs of stagnation.

This consolidated fiscal year marks the second year of our "Mid-Term Management Plan 2025," which concludes in fiscal year 2025. In terms of performance for the first quarter of the consolidated cumulative period, the number of continuous transaction customers in the group increased by 26,000 (compared to an increase of 13,000 in the same period last year), reaching 3,384,000. The number of TLC members increased by 15,000 (compared to an increase of 17,000 in the same period last year), reaching 1,229,000. Due to the increase in the number of group customers, net sales were 56,205 million yen (up 4.1% year-on-year), operating profit was 3,319 million yen (up 33.6% year-on-year), ordinary profit was 3,441 million yen (up 31.5% year-on-year), and quarterly net profit attributable to owners of the parent was 1,872 million yen (up 39.9% year-on-year).

Regarding topics for the first quarter of the consolidated cumulative period, in April 2024, we acquired shares of Fujipro Co., Ltd. (Chigasaki City, Kanagawa Prefecture), which operates an LP gas business, making it a consolidated subsidiary. Additionally, in April of the same year, we established a joint venture, PT TOKAICOM Mitra Indonesia, with PT Sisnet Mitra Sejahtera, which provides IT-related services in Indonesia, to expand and develop cloud service-related businesses and cloud talent development businesses in the country.

Furthermore, as part of our human capital management, from April, we expanded our support systems for childcare and caregiving for employees. In June, we partially revised the "TOKAI Group Health Management Guidelines" to improve employee engagement.

The performance by segment is as follows.

(Energy)

Regarding the LP gas business, in addition to making Fujipro Co., Ltd. a consolidated subsidiary, continued efforts to acquire customers resulted in an increase of 21,000 customers from the end of the previous consolidated fiscal year, reaching 800,000 customers. Due to the increase in the number of customers, net sales were 20,571 million yen (up 6.4% year-on-year).

Regarding the city gas business, the number of customers remained at 75,000, similar to the end of the previous consolidated fiscal year. Additionally, due to the impact of the raw material cost adjustment system linked to procurement costs, net sales were 4,098 million yen (down 11.5% year-on-year).

As a result, net sales for this segment were 24,669 million yen (up 2.9% year-on-year), and by reducing costs, including acquisition costs, operating profit was 993 million yen (up 1,480.0% year-on-year).

(Information and Communications)

Regarding the consumer business, we promoted customer acquisition in the ISP and mobile businesses by collaborating with major mobile carriers. As a result of these measures, broadband customers increased by 1,000 from the end of the previous consolidated fiscal year, reaching 668,000. However, LIBMO customers decreased by 1,000 from the end of the previous consolidated fiscal year, reaching 79,000, and net sales were 5,845 million yen (down 3.1% year-on-year).

Regarding the corporate business, due to the steady progress of carrier services and cloud services, net sales were 8,149 million yen (up 9.6% year-on-year).

As a result, net sales for this segment were 13,994 million yen (up 3.9% year-on-year), but due to increased depreciation costs related to network enhancements, operating profit was 829 million yen (down 25.0% year-

on-year).

(CATV)

Regarding the CATV business, as a community-based operator, we focused on disseminating local information and producing programs, while also enhancing content by partnering with major video streaming providers. Additionally, by actively conducting sales activities in new areas, the number of broadcasting service customers remained at 919,000, similar to the end of the previous consolidated fiscal year, and the number of communication service customers increased by 4,000 from the end of the previous consolidated fiscal year, reaching 398,000.

As a result, net sales for this segment were 8,978 million yen (up 1.8% year-on-year), and operating profit was 1,491 million yen (up 2.8% year-on-year).

(Construction, Equipment, and Real Estate)

Regarding the construction equipment and real estate business, building repair work and civil engineering projects performed well, resulting in net sales for this segment of 5,080 million yen (up 4.7% year-on-year) and an operating profit of 58 million yen (compared to an operating loss of 40 million yen in the same period last year).

(Aqua)

Regarding the Aqua business, efforts to expand the customer base through event sales at large commercial facilities, web acquisition, telemarketing, etc., resulted in an increase of 6,000 customers from the end of the previous consolidated fiscal year, reaching 173,000 customers.

As a result, net sales for this segment were 2,285 million yen (up 22.1% year-on-year), and operating profit was 46 million yen (up 130.6% year-on-year).

(Others)

Among other businesses, regarding the nursing care business, due to an increase in the number of users, net sales were 355 million yen (up 2.9% year-on-year). Regarding the ship repair business, due to an increase in the number of repairs, net sales were 309 million yen (up 63.4% year-on-year). Regarding the wedding and event business, due to an increase in general banquets mainly for corporations and various organizations, net sales were 289 million yen (up 10.8% year-on-year).

As a result, net sales for this segment were 1,197 million yen (up 20.6% year-on-year), but due to increased operating expenses, the operating loss was 63 million yen (compared to an operating loss of 37 million yen in the same period last year).

(2) Explanation of Consolidated Financial Position

1) Assets, Liabilities, and Net Assets

Total assets at the end of the first quarter of the consolidated accounting period were 206,246 million yen, an increase of 945 million yen compared to the end of the previous consolidated fiscal year. This was mainly due to a decrease of 5,032 million yen in notes receivable, accounts receivable, and contract assets due to seasonal factors, while goodwill increased by 2,058 million yen, "other" investments and other assets increased by 1,344 million yen due to an increase in investment securities, cash and deposits increased by 901 million yen, work in progress increased by 875 million yen, and merchandise and finished goods increased by 563 million yen.

Total liabilities were 114,171 million yen, an increase of 171 million yen compared to the end of the previous consolidated fiscal year. This was mainly due to a decrease of 4,461 million yen in notes payable and accounts payable, a decrease of 2,252 million yen in long-term borrowings, and a decrease of 1,296

million yen in accrued corporate taxes, while short-term borrowings increased by 8,090 million yen.

Total net assets were 92,074 million yen, an increase of 774 million yen compared to the end of the previous consolidated fiscal year. This was mainly due to the payment of 2,233 million yen in dividends from retained earnings, while recording 1,872 million yen in quarterly net profit attributable to owners of the parent, as well as increases of 568 million yen in valuation difference on available-for-sale securities and 462 million yen in deferred hedge gains.

2) Cash Flows

Cash and cash equivalents (hereinafter referred to as "funds") at the end of the first quarter of the consolidated accounting period increased by 837 million yen from the end of the previous consolidated fiscal year, reaching 6,442 million yen.

The status of each cash flow during the first quarter of the consolidated cumulative period and their factors are as follows.

(Cash flows from operating activities)

Cash flows from operating activities resulted in an increase of 5,507 million yen in funds (down 2,906 million yen year-on-year). This was due to a decrease in funds from the payment of corporate taxes and a decrease in accounts payable, while funds increased due to factors such as pre-tax quarterly net profit, a decrease in accounts receivable, and non-cash items such as depreciation.

(Cash flows from investing activities)

Cash flows from investing activities resulted in a decrease of 6,701 million yen in funds (down 2,448 million yen year-on-year). This was due to expenditures for the acquisition of tangible and intangible fixed assets, as well as the acquisition of subsidiary shares involving changes in the scope of consolidation.

(Cash flows from financing activities)

Cash flows from financing activities resulted in an increase of 2,032 million yen in funds (up 5,710 million yen year-on-year). This was due to the repayment of borrowings and lease obligations, and the payment of dividends, while also raising funds through borrowings.

Additionally, cash flows from financing activities increased significantly compared to the previous period, due to an increase in short-term borrowings.

(3) Explanation of Consolidated Earnings Forecast and Other Forward-Looking Information

The performance for the first quarter of the consolidated cumulative period is generally progressing as planned, and there are no changes to the full-year consolidated earnings forecast for the fiscal year ending March 2025, which was announced on May 9, 2024.

Please note that the earnings forecast is based on information available at this time, and actual results may differ from the forecasted figures due to various factors in the future.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheets

	(Millions of yen)	
	Fiscal Year Ended March 31, 2024	Three-months Ended June 30, 2024
Assets		
Current assets		
Cash and deposits	5,758	6,659
Notes and accounts receivable - trade and contract assets	*2 30,241	*2 25,209
Merchandise and finished goods	4,627	5,190
Work in process	959	1,835
Raw materials and supplies	1,530	1,485
Other	12,080	12,234
Allowance for doubtful accounts	-478	-474
Total current assets	54,719	52,140
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	37,345	37,186
Machinery, equipment and vehicles, net	26,869	26,789
Land	24,909	25,175
Other, net	25,173	25,340
Total property, plant and equipment	114,298	114,490
Intangible assets		
Goodwill	5,422	7,480
Other	4,671	4,609
Total intangible assets	10,093	12,090
Investments and other assets		
Net defined benefit asset	6,448	6,478
Other	20,017	21,362
Allowance for doubtful accounts	-280	-318
Total investments and other assets	26,185	27,521
Total non-current assets	150,578	154,102
Deferred assets	3	2
Total assets	205,301	206,246

	(Millions of yen)	
	Fiscal Year Ended March 31, 2024	Three-months Ended June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable–trade	¥ 19,825	¥ 15,364
Short-term loans payable	14,190	22,280
Income taxes payable	3,056	1,759
Other provision	1,796	124
Other	22,891	24,281
Total current liabilities	61,761	63,810
Non-current liabilities		
Long-term loans payable	32,105	29,852
Other provision	398	398
Net defined benefit liability	1,523	1,578
Other	18,211	18,532
Total non-current liabilities	52,238	50,360
Total liabilities	114,000	114,171
Net assets		
Shareholders' equity		
Capital stock	25,570	25,570
Capital surplus	42,804	42,443
Retained earnings	-2,562	-2,562
Treasury stock	79,812	79,452
Total shareholders' equity		
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,363	3,932
Deferred gains or losses on hedges	1,143	1,605
Foreign currency translation adjustment	939	1,049
Remeasurement of defined benefit plans	3,773	3,672
Total accumulated other comprehensive income	9,221	10,259
Share acquisition rights	50	48
Non-controlling interests	2,216	2,313
Total net assets	91,300	92,074
Total liabilities and net assets	205,301	206,246

(2) Quarterly Consolidated Statements of Income, Consolidated Statements of Comprehensive Income
 (Quarterly Consolidated Statements of Income)
 (Three-months Ended June 30, 2024)

	(Millions of yen)	
	Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)	Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)
Sales	53,971	56,205
Cost of sales	33,620	34,041
Gross profit	20,350	22,164
Selling, general and administrative expenses	17,866	18,844
Operating profit	2,484	3,319
Non-operating profit		
Interest income	1	5
Dividend income	111	146
Commission fee	7	10
Other	100	80
Total non-operating profit	222	242
Non-operating expenses		
Interest expenses	73	91
Other	15	29
Total non-operating expenses	88	120
Recurring profit	2,617	3,441
Extraordinary income		
Gain on sales of non-current assets	3	15
Gain on donation of non-current assets	—	14
Transmission line facility subsidies	14	8
Gain on sales of investment securities	2	2
Total extraordinary income	20	40
Extraordinary losses		
Loss on sale of non-current assets	—	0
Loss on retirement of non-current assets	254	275
Loss on valuation of investment securities	—	16
Total extraordinary losses	254	292
Quarterly net income before income taxes	2,383	3,188
Income taxes (current)	1,388	1,568
Income taxes (deferred)	-382	-287
Total income taxes	1,006	1,280
Quarterly net income	1,377	1,908
Quarterly net income attributable to non-controlling interests	38	35
Quarterly net income attributable to owners of the parent	1,338	1,872

(Consolidated Statements of Comprehensive Income)

(Three-months Ended June 30, 2024)

(Millions of yen)

	Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)	Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)
Quarterly net income	1,377	1,908
Other comprehensive income		
Valuation difference on available-for-sale securities	499	568
Deferred Gains or Losses on Hedges	-	462
Foreign currency translation adjustment	2	-0
Remeasurement of defined benefit plans, net of tax	-79	-101
Share of other comprehensive income of entities accounted for using the equity method	117	110
Total other comprehensive income	539	1,038
Quarterly comprehensive income	1,916	2,947
(Breakdown)		
Quarterly comprehensive income attributable to owners of the parent	1,877	2,910
Quarterly comprehensive income attributable to non-controlling interests	39	36

(3) Quarterly Consolidated Statements of Cash Flows

	(Millions of yen)	
	Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)	Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)
Cash flows from operating activities		
Quarterly net income before income taxes	2,383	3,188
Depreciation	3,893	4,044
Amortization of goodwill	244	285
Increase (decrease) in provision for bonuses	-1,490	-1,554
Increase (decrease) in net defined benefit asset and liability	-91	-148
Interest and dividend income	-113	-152
Loss (gain) on sales of investment securities	—	-14
Interest expenses	73	91
(Gain) loss on sales of non-current assets	-3	-14
Loss (gain) on valuation of investment securities	—	16
Loss on retirement of non-current assets	254	275
(Increase) decrease in notes and accounts payable	6,952	5,753
(Increase) decrease in inventories	-115	-1,309
Increase (decrease) in accounts payable	-3,821	-4,549
Increase (decrease) in accrued expenses	-556	-914
Increase (decrease) in accrued liabilities	3,168	3,431
Other	142	-152
Subtotal	10,919	8,276
Income taxes paid	-2,505	-2,768
Net cash provided by (used in) operating activities	8,414	5,507
Cash flows from investing activities		
Interest and dividends received	128	161
Purchase of securities	-2	-2
Proceeds from sale of securities	—	28
Purchase of property, plant and equipment and intangible assets	-4,616	-4,716
Proceeds from sale of property, plant and equipment and intangible assets	290	217
Purchase of Shares of Subsidiaries Resulting in Change in Scope of Consolidation	—	-2,538
Proceeds from collection of loans receivable	1	1
Other	-53	146
Net cash provided by (used in) investing activities	-4,252	-6,701
Cash flows from financing activities		
Interest expenses paid	-75	-93
Net increase (decrease) in short-term loans payable	2,309	8,325
Repayments of lease obligations	-1,210	-1,304
Repayment of long-term loans payable	-2,671	-2,796
Payments for acquisition of treasury stock	-0	-0
Cash dividends paid	-2,020	-2,158
Other	-9	61
Net cash provided by (used in) financing activities	-3,678	2,032
Effect of exchange rate change on cash and cash equivalents	4	-0
Net increase (decrease) in cash and cash equivalents	487	837
Cash and cash equivalents at beginning of period	4,028	5,604
Cash and cash equivalents at end of period	*1 4,516	*1 6,442

(4) Notes on Quarterly Consolidated Financial Statements

(Notes on the Financial Reporting Framework)

The quarterly consolidated financial statements are prepared in accordance with Article 4, Paragraph 1 of the Preparation Standards for Quarterly Financial Statements, etc. of the Tokyo Stock Exchange, and the accounting standards for quarterly financial statements generally accepted in Japan.

(Notes on Going Concern Assumptions)

Not applicable

(Changes in the Scope of Consolidation or Application of the Equity Method)

(Significant Changes in the Scope of Consolidation)

During the first quarter of the current consolidated fiscal period, we have included Fujipro Co., Ltd. and its subsidiary Gatt Co., Ltd. in the scope of consolidation due to the acquisition of shares. Additionally, we have included PT TOKAICOM Mitra Indonesia in the scope of consolidation due to its new establishment.

(Notes on Changes in Accounting Policies)

(Application of "Accounting Standard for Corporate Income Taxes, Inhabitant Taxes, and Business Taxes")

We have applied the "Accounting Standard for Corporate Income Taxes, Inhabitant Taxes, and Business Taxes" (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022, hereinafter referred to as the "2022 Revised Accounting Standard") from the beginning of the first quarter of the current consolidated fiscal period.

Regarding the amendments related to the classification of corporate taxes, etc. (taxation on other comprehensive income), we are following the transitional treatment stipulated in the proviso of Paragraph 20-3 of the 2022 Revised Accounting Standard and the transitional treatment stipulated in Paragraph 65-2(2) of the "Implementation Guidance on Accounting Standard for Tax Effect Accounting" (ASBJ Guidance No. 28, October 28, 2022, hereinafter referred to as the "2022 Revised Implementation Guidance"). The application of this accounting standard has no impact on the quarterly consolidated financial statements.

Furthermore, regarding the amendments related to the review of the treatment in the consolidated financial statements of gains and losses arising from the sale of subsidiary shares, etc., among consolidated companies, we have applied the 2022 Revised Implementation Guidance from the beginning of the first quarter of the current consolidated fiscal period. The application of this accounting standard has no impact on the quarterly consolidated financial statements.

(Additional Information)

(Board Benefit Trust (BBT))

(1.) Overview of the Transaction

At the Board of Directors meeting held on May 10, 2016, the Company resolved to introduce a new stock compensation plan, the "Board Benefit Trust (BBT)" (hereinafter referred to as "the Plan"), for the Company's directors, executive officers, and some directors of the Company's subsidiaries (excluding outside directors, hereinafter referred to as "officers"). This was approved as officer compensation at the 5th Annual General Meeting of Shareholders held on June 24, 2016.

Under the Plan, the Company's shares are acquired through a trust using funds contributed by the Company. These shares, along with cash equivalent to the market value of the Company's shares at the time of the officer's resignation (hereinafter referred to as "the Company's shares, etc."), are provided to the officers through the trust in accordance with the regulations for officer stock compensation established by the Company and its subsidiaries covered by the Plan. In principle, the timing for officers to receive the Company's shares, etc. is set at the time of their resignation.

This transaction is accounted for using the gross method in accordance with the "Practical Solution on Transactions of Delivering the Company's Own Stock to Employees, etc. through Trusts" (Practical Issues Task Force No. 30, March 26, 2015).

(2.) Company's Shares Remaining in the Trust

The Company's shares remaining in the trust are recorded as treasury stock in the net assets section at their book value in the trust (excluding incidental expenses). The book value of these treasury shares was 559 million yen at

the end of the previous consolidated fiscal year and 559 million yen at the end of the first quarter of the current consolidated fiscal period. The number of these treasury shares was 730,500 shares at the end of the previous consolidated fiscal year and 730,500 shares at the end of the first quarter of the current consolidated fiscal period.

(Notes on Significant Changes in Shareholders' Equity)

Not applicable

(Notes on the Quarterly Consolidated Balance Sheet)

1. Contingent Liabilities

(1) Guarantee Reservations

	Previous Consolidated Fiscal Year (March 31, 2024)	Current Q1 Consolidated Fiscal Period (June 30, 2024)
(Borrowing Liabilities)		
TOKAI Group Mutual Aid Association	95 million yen	84 million yen

(2) Repurchase Obligations Due to Securitization of Receivables

	Previous Consolidated Fiscal Year (March 31, 2024)	Current Q1 Consolidated Fiscal Period (June 30, 2024)
Repurchase Obligations Due to Securitization of Receivables:	1,430 million yen	1,179 million yen

*2. Notes Maturing at the End of the Quarterly Consolidated Fiscal Period

For the accounting treatment of notes maturing at the end of the quarterly consolidated fiscal period, settlement is processed on the note exchange date. Since the end of the current quarterly consolidated fiscal period was a holiday for financial institutions, the following notes maturing at the end of the next quarterly consolidated fiscal period are included in the balance at the end of the current quarterly consolidated fiscal period.

	Previous Consolidated Fiscal Year (March 31, 2024)	Current Q1 Consolidated Fiscal Period (June 30, 2024)
Notes Receivable	122 million yen	132 million yen
Notes Payable	100 million yen	87 million yen

(Notes on the Quarterly Consolidated Statement of Cash Flows)

*1. Relationship Between the Quarterly End Balance of Cash and Cash Equivalents and the Amounts Listed in the Quarterly Consolidated Balance Sheet

	Previous Q1 Consolidated Cumulative Period (April 1, 2023 - June 30, 2023)	Current Q1 Consolidated Cumulative Period (April 1, 2024 - June 30, 2024)
Cash and Deposits Account	4,842 million yen	6,659 million yen
Time Deposits with Deposit Periods Exceeding Three Months	-325 million yen	-217 million yen
Cash and Cash Equivalents	4,516 million yen	6,442 million yen

(Notes on Shareholders' Equity)

I. Previous Q1 Consolidated Cumulative Period (April 1, 2023 - June 30, 2023)

Amount of Dividends Paid

Resolution	Type of Shares	Total Amount of Dividends (million yen)	Dividend per Share (yen)	Record Date	Effective Date	Source of Dividends
June 28, 2023, Annual General Meeting of Shareholders	Common Stock	2,101	16.00	March 31, 2023	June 29, 2023	Retained Earnings

(Note) The total amount of dividends for common stock includes 12 million yen of dividends related to the Company's shares owned by Custody Bank of Japan, Ltd. (Trust E Account).

II. Current Q1 Consolidated Cumulative Period (April 1, 2024 - June 30, 2024)

Amount of Dividends Paid

Resolution	Type of Shares	Total Amount of Dividends (million yen)	Dividend per Share (yen)	Record Date	Effective Date	Source of Dividends
June 26, 2024, Annual General Meeting of Shareholders	Common Stock	2,233	17.00	March 31, 2024	June 27, 2024	Retained Earnings

(Note) The total amount of dividends for common stock includes 12 million yen of dividends related to the Company's shares owned by Custody Bank of Japan, Ltd. (Trust E Account).

(Segment Information, etc.)

[Segment Information]

I. Three-months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

1. Information on net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments						Other ¹	Total	Adjustments ²	Amount in quarterly consolidated statement of income ³
	Energy	Information and Communications	CATV	Construction, Equipment, and Real Estate	Aqua	Subtotal				
Net sales										
Sales to external customers	23,966	13,468	8,820	4,852	1,871	52,979	992	53,971	—	53,971
Intra-segment sales and transfer	42	1,561	106	214	6	1,931	85	2,016	-2,016	—
Subtotal	24,008	15,029	8,926	5,066	1,878	54,910	1,077	55,987	-2,016	53,971
Segment profit (loss)	62	1,107	1,451	-40	20	2,601	-37	2,564	-80	2,484

(Notes) 1. The "Others" category is a business segment not included in the reportable segments. This category includes businesses such as weddings, ship repair, insurance, and nursing care.

2. Adjustments to segment profit (loss) are eliminations due to intra-segment transactions.

3. Segment profit (loss) is adjusted to match operating profit in the quarterly consolidated statements of income.

2. Information on Impairment Losses on Fixed Assets, Goodwill, etc. by Reportable Segment

(Significant Impairment Losses on Fixed Assets)

Not applicable

(Significant Changes in the Amount of Goodwill)

Not applicable

(Significant Gains from Negative Goodwill)

Not applicable

II. Three-months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

1. Information on net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments						Other ¹	Total	Adjustments ²	Amount in quarterly consolidated statement of income ³
	Energy	Information and Communications	CATV	Construction, Equipment, and Real Estate	Aqua	Subtotal				
Net sales										
Sales to external customers	24,669	13,994	8,978	5,080	2,285	55,008	1,197	56,205	—	56,205
Intra-segment sales and transfer	44	1,502	80	235	5	1,867	28	1,896	-1,896	—
Subtotal	24,714	15,496	9,059	5,315	2,290	56,876	1,225	58,102	-1,896	56,205
Segment profit (loss)	993	829	1,491	58	46	3,420	-63	3,356	-37	3,319

(Notes) 1. The "Others" category is a business segment not included in the reportable segments. This category includes businesses such as weddings, ship repair, insurance, and nursing care.

2. Adjustments to segment profit (loss) are eliminations due to intra-segment transactions.

3. Segment profit (loss) is adjusted to match operating profit in the quarterly consolidated statements of income.

2. Information on Impairment Losses on Fixed Assets, Goodwill, etc. by Reportable Segment

(Significant Impairment Losses on Fixed Assets)

Not applicable

(Significant Changes in the Amount of Goodwill)

Not applicable

(Significant Gains from Negative Goodwill)

Not applicable

(Note on revenue recognition)

Information on revenue breakdown from contracts with customers

I. Consolidated cumulative period for the previous first quarter (from April 1, 2023 to June 30, 2023)

(Unit: million yen)

	Reporting Segment						Others (Note 1)	Total
	Energy	Information and Communication	CATV	Construction, Equipment, and Real Estate	Aqua	Total		
Household and Commercial LP Gas	13,780	—	—	—	—	13,780	—	13,780
Industrial Gas	5,419	—	—	—	—	5,419	—	5,419
City Gas	4,634	—	—	—	—	4,634	—	4,634
Broadband Communication	—	6,034	—	—	—	6,034	—	6,034
System Integration	—	9,011	—	—	—	9,011	—	9,011
CATV	—	—	8,762	—	—	8,762	—	8,762
Building and Facility Construction	—	—	—	3,059	—	3,059	—	3,059
Real Estate Sales and Management	—	—	—	1,487	—	1,487	—	1,487
Civil Engineering	—	—	—	376	—	376	—	376
Drinking Water	—	—	—	—	2,093	2,093	—	2,093
Wedding Events	—	—	—	—	—	—	282	282
Ship Repair	—	—	—	—	—	—	189	189
Care	—	—	—	—	—	—	345	345
Others	1,012	—	225	169	—	1,407	259	1,666
Internal Sales	-880	-1,578	-167	-240	-221	-3,088	-85	-3,174
External Sales to Customers	23,966	13,468	8,820	4,852	1,871	52,979	992	53,971

(Note) 1. "Others" is a business segment not included in the reporting segment and includes wedding event business, ship repair business, care business, insurance business, etc.

2. In the revenue in "Energy," subsidies received for the "Electricity and Gas Price Fluctuation Mitigation Measures" are included, with 40 million yen for "Household and Commercial LP Gas," 103 million yen for "Industrial Gas," and 777 million yen for "City Gas."

3. As revenues other than those arising from contracts with customers are not significant, the presentation of revenue breakdown from contracts with customers is not shown.

II. Consolidated cumulative period for the current first quarter (from April 1, 2024 to June 30, 2024)

(Unit: million yen)

	Reporting Segment						Others (Note 1)	Total
	Energy	Information and Communication	CATV	Construction, Equipment, and Real Estate	Aqua	Total		
Household and Commercial LP Gas	14,807	—	—	—	—	14,807	—	14,807
Industrial Gas	5,767	—	—	—	—	5,767	—	5,767
City Gas	4,103	—	—	—	—	4,103	—	4,103
Broadband Communication	—	5,845	—	—	—	5,845	—	5,845
System Integration	—	9,680	—	—	—	9,680	—	9,680
CATV	—	—	8,926	—	—	8,926	—	8,926
Building and Facility Construction	—	—	—	3,107	—	3,107	—	3,107
Real Estate Sales and Management	—	—	—	1,574	—	1,574	—	1,574
Civil Engineering	—	—	—	452	—	452	—	452
Drinking Water	—	—	—	—	2,513	2,513	—	2,513
Wedding Events	—	—	—	—	—	—	310	310
Ship Repair	—	—	—	—	—	—	309	309
Care	—	—	—	—	—	—	355	355
Others	1,005	—	199	205	—	1,410	249	1,659
Internal Sales	-1,012	-1,531	-147	-259	-228	-3,179	-28	-3,207
External Sales to Customers	24,669	13,994	8,978	5,080	2,285	55,008	1,197	56,205

(Note) 1. "Others" is a business segment not included in the reporting segment and includes wedding event business, ship repair business, care business, insurance business, etc.

2. In the revenue in "Energy," subsidies received for the "Electricity and Gas Price Fluctuation Mitigation Measures" are included, with 117 million yen for "Household and Commercial LP Gas," 26 million yen for "Industrial Gas," and 214 million yen for "City Gas."

3. As revenues other than those arising from contracts with customers are not significant, the presentation of revenue breakdown from contracts with customers is not shown.

(Note on per share information)

The per share quarterly net profit and the basis for calculation, as well as the per share quarterly net profit and the basis for calculation after adjustment for potential shares, are as follows:

	Cumulative period for the previous first quarter (from April 1, 2023 to June 30, 2023)	Cumulative period for the current first quarter (from April 1, 2024 to June 30, 2024)
(1) Per share quarterly net profit	10.25 yen	14.33 yen
(Basis for calculation)		
Quarterly net profit attributable to parent company shareholders (in million yen)	1,338	1,872
Amount not attributable to common shareholders (in million yen)	—	—
Quarterly net profit attributable to parent company shareholders for common shares (in million yen)	1,338	1,872
Average number of common shares during the period (in thousands)	130,574	130,628
(2) Per share quarterly net profit after adjustment for potential shares	—	14.33 yen
(Basis for calculation)		
Adjustment amount for quarterly net profit attributable to parent company shareholders (in million yen)	—	—
Increase in common shares (in thousands)	—	43
Due to the absence of dilution effects, the calculation of per share quarterly net profit after adjustment for potential shares does not include potential shares that were significant during the previous fiscal year-end.	—	—

(Note) 1. The average number of common shares during the period for calculating per share quarterly net profit deducts the shares owned by Japan Custody Bank (Trust E Account) (782,100 shares for the previous first quarter cumulative period and 730,500 shares for the current first quarter cumulative period).

2. The per share quarterly net profit after adjustment for potential shares for the previous first quarter cumulative period is not provided as there were no potential shares with dilution effects.