

Translation

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**Summary of Consolidated Financial Results
for the Six Months Ended September 30, 2024
(Based on Japanese GAAP)**

November 11, 2024

Company name: KENKO Mayonnaise Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 2915 URL <https://www.kenkomayo.co.jp>
 Representative: President and Representative Director Kunikazu Shimamoto
 Inquiries: Director and Executive Vice President Yoichi Terajima TEL 03-5941-7682
 Scheduled date to file Semi-annual Securities Report: November 12, 2024
 Scheduled date to commence dividend payments: December 11, 2024
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(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	%
Six months ended September 30, 2024	46,455	6.1	3,194	308.0	3,272	286.3	2,246	314.1
Six months ended September 30, 2023	43,763	7.4	782	26.2	847	31.8	542	12.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	140.61		-	
Six months ended September 30, 2023	33.65		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	65,443	40,771	62.3
As of March 31, 2024	67,370	38,978	57.9

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	-	10.00	-	20.00	30.00
Year ending March 31, 2025	-	19.00	-	-	-
Year ending March 31, 2025 (Forecast)	-	-	-	19.00	38.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	92,000	3.7	4,500	52.6	4,650	50.0	3,185	16.4	197.82

4. Notes

- (1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No
- (2) Application of special accounting methods for preparing semi-annual 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, 2024	16,476,000 shares	As of March 31, 2024	16,476,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	487,122 shares	As of March 31, 2024	500,665 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	15,979,849 shares	Six months ended September 30, 2023	16,125,414 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	15,729	15,940
Notes receivable - trade	292	75
Accounts receivable - trade	16,202	14,946
Merchandise and finished goods	2,679	2,692
Work in process	11	14
Raw materials and supplies	1,309	1,474
Other	349	487
Allowance for doubtful accounts	(0)	(0)
Total current assets	36,575	35,631
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,066	9,727
Machinery, equipment and vehicles, net	6,135	5,553
Land	6,021	6,021
Construction in progress	2	20
Other, net	274	260
Total property, plant and equipment	22,500	21,583
Intangible assets	1,308	1,436
Investments and other assets		
Investment securities	5,484	5,313
Deferred tax assets	167	167
Other	1,363	1,341
Allowance for doubtful accounts	(29)	(29)
Total investments and other assets	6,986	6,792
Total non-current assets	30,795	29,812
Total assets	67,370	65,443

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	13,254	11,236
Electronically recorded obligations - operating	1,066	1,035
Current portion of long-term borrowings	506	467
Income taxes payable	921	1,064
Other provisions	476	423
Other	5,641	4,287
Total current liabilities	21,866	18,515
Non-current liabilities		
Long-term borrowings	3,815	3,554
Retirement benefit liability	418	432
Other	2,290	2,169
Total non-current liabilities	6,524	6,156
Total liabilities	28,391	24,672
Net assets		
Shareholders' equity		
Share capital	5,424	5,424
Capital surplus	5,691	5,699
Retained earnings	27,064	28,992
Treasury shares	(808)	(786)
Total shareholders' equity	37,372	39,329
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,537	1,366
Foreign currency translation adjustment	42	54
Remeasurements of defined benefit plans	26	21
Total accumulated other comprehensive income	1,606	1,442
Total net assets	38,978	40,771
Total liabilities and net assets	67,370	65,443

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	43,763	46,455
Cost of sales	35,684	35,606
Gross profit	8,079	10,848
Selling, general and administrative expenses	7,296	7,654
Operating profit	782	3,194
Non-operating income		
Share of profit of entities accounted for using equity method	16	25
Interest and dividend income	20	15
Other	64	86
Total non-operating income	101	127
Non-operating expenses		
Interest expenses	26	22
Other	10	26
Total non-operating expenses	37	49
Ordinary profit	847	3,272
Extraordinary income		
Subsidy income	1	1
Other	–	1
Total extraordinary income	1	3
Extraordinary losses		
Loss on retirement of non-current assets	1	3
Other	–	4
Total extraordinary losses	1	7
Profit before income taxes	847	3,267
Income taxes	304	1,020
Profit	542	2,246
Profit attributable to owners of parent	542	2,246

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	542	2,246
Other comprehensive income		
Valuation difference on available-for-sale securities	475	(171)
Remeasurements of defined benefit plans, net of tax	(2)	(4)
Share of other comprehensive income of entities accounted for using equity method	35	12
Total other comprehensive income	509	(164)
Comprehensive income	1,051	2,082
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,051	2,082

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	847	3,267
Depreciation	1,379	1,155
Increase (decrease) in provisions	(37)	(52)
Increase (decrease) in retirement benefit liability	(30)	24
Interest and dividend income	(20)	(15)
Interest expenses	26	22
Subsidy income	(1)	(1)
Decrease (increase) in trade receivables	(3,542)	1,472
Decrease (increase) in inventories	(483)	(180)
Increase (decrease) in trade payables	4,065	(2,049)
Increase (decrease) in accounts payable - other	573	(868)
Other, net	498	(424)
Subtotal	3,274	2,351
Interest and dividends received	20	15
Interest paid	(26)	(22)
subsidies received, etc	1	1
Income taxes refund (paid)	(112)	(814)
Net cash provided by (used in) operating activities	3,157	1,531
Cash flows from investing activities		
Purchase of property, plant and equipment	(138)	(303)
Purchase of intangible assets	(283)	(197)
Purchase of investment securities	(5)	-
Other, net	(0)	13
Net cash provided by (used in) investing activities	(427)	(488)
Cash flows from financing activities		
Repayments of long-term borrowings	(723)	(299)
Purchase of treasury shares	(0)	(0)
Dividends paid	(144)	(318)
Repayments of installment payables	(325)	(214)
Other, net	(3)	1
Net cash provided by (used in) financing activities	(1,198)	(832)
Net increase (decrease) in cash and cash equivalents	1,531	211
Cash and cash equivalents at beginning of period	12,289	15,729
Cash and cash equivalents at end of period	13,820	15,940