

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 13, 2023

Company name: KENKO Mayonnaise Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 2915 URL <https://www.kenkomayo.co.jp>  
 Representative: President and Representative Director Takashi Sumii  
 Inquiries: Director Kenji Tachibana TEL 03-5941-7682  
 Scheduled date to file Quarterly Securities Report: February 14, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended December 31, 2022	62,597	8.7	436	(67.4)	465	(65.0)	284	(67.9)
Nine months ended December 31, 2021	57,580	10.4	1,339	(13.1)	1,328	(17.9)	887	(21.4)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	17.48		–	
Nine months ended December 31, 2021	54.38		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	67,666	36,700	54.2
As of March 31, 2022	61,760	36,539	59.2

### 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, 2022	–	7.00	–	10.00	17.00
Year ending March 31, 2023	–	8.00	–		
Year ending March 31, 2023 (Forecast)				9.00	17.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 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
Full year	80,700	6.7	326	(79.8)	370	(77.2)	315	(74.0)	19.35

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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: Yes
- 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 December 31, 2022	16,476,000 shares	As of March 31, 2022	16,476,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	200,578 shares	As of March 31, 2022	200,578 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	16,275,422 shares	Nine months ended December 31, 2021	16,314,311 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	12,441	14,221
Notes receivable - trade	119	333
Accounts receivable - trade	11,837	16,174
Merchandise and finished goods	2,082	2,304
Work in process	9	17
Raw materials and supplies	917	1,448
Other	462	332
Allowance for doubtful accounts	(2)	(0)
Total current assets	27,868	34,831
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,339	10,829
Machinery, equipment and vehicles, net	9,174	7,861
Land	6,021	6,021
Construction in progress	0	198
Other, net	353	301
Total property, plant and equipment	26,889	25,212
Intangible assets	290	709
Investments and other assets		
Investment securities	5,360	5,453
Deferred tax assets	161	163
Other	1,220	1,326
Allowance for doubtful accounts	(30)	(30)
Total investments and other assets	6,711	6,913
Total non-current assets	33,892	32,835
Total assets	61,760	67,666

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	9,160	14,876
Electronically recorded obligations - operating	711	1,199
Current portion of long-term borrowings	1,449	1,357
Income taxes payable	295	97
Other provisions	463	227
Other	3,988	5,502
Total current liabilities	16,068	23,260
Non-current liabilities		
Long-term borrowings	5,466	4,471
Provision for retirement benefits for directors (and other officers)	6	–
Retirement benefit liability	356	374
Other	3,323	2,859
Total non-current liabilities	9,153	7,705
Total liabilities	25,221	30,966
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,424	5,424
Capital surplus	5,691	5,691
Retained earnings	24,153	24,145
Treasury shares	(332)	(332)
Total shareholders' equity	34,936	34,928
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,389	1,376
Foreign currency translation adjustment	220	401
Remeasurements of defined benefit plans	(7)	(5)
Total accumulated other comprehensive income	1,602	1,772
Total net assets	36,539	36,700
Total liabilities and net assets	61,760	67,666

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	57,580	62,597
Cost of sales	45,484	51,177
Gross profit	12,096	11,419
Selling, general and administrative expenses	10,756	10,983
Operating profit	1,339	436
Non-operating income		
Interest and dividend income	32	38
Subsidies for employment adjustment	2	0
Other	56	79
Total non-operating income	92	118
Non-operating expenses		
Interest expenses	55	46
Share of loss of entities accounted for using equity method	41	25
Other	7	17
Total non-operating expenses	104	89
Ordinary profit	1,328	465
Extraordinary income		
Gain on change in equity	–	45
Gain on sale of investment securities	1	29
Subsidy income	12	7
Other	1	–
Total extraordinary income	15	82
Extraordinary losses		
Loss on retirement of non-current assets	1	2
Loss on valuation of investment securities	7	–
Other	0	0
Total extraordinary losses	10	2
Profit before income taxes	1,332	545
Income taxes	445	261
Profit	887	284
Profit attributable to owners of parent	887	284

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

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	887	284
Other comprehensive income		
Valuation difference on available-for-sale securities	135	(12)
Remeasurements of defined benefit plans, net of tax	21	2
Share of other comprehensive income of entities accounted for using equity method	94	180
Total other comprehensive income	252	169
Comprehensive income	1,139	453
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,139	453