

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Non-Consolidated Financial Results for the Three Months Ended December 31, 2022 (Based on Japanese GAAP)

February 14, 2023

Company name: Living Technologies Inc.
 Stock exchange listing: Tokyo
 Stock code: 4445 URL <https://www.lvn.co.jp/>
 Representative: President and Representative Director Daimu Kawai
 Director and General Manager of Corporate Planning Department
 Inquiries: Hiroyuki Kaneki TEL 03-5847-8556
 Scheduled date to file Quarterly Securities Report: February 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended December 31, 2022 (from October 1, 2022 to December 31, 2022)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended December 31, 2022	668	(4.8)	80	(18.4)	81	(18.0)	50	(18.4)
Three months ended December 31, 2021	702	6.3	98	421.1	99	397.7	62	424.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2022	37.72		37.67	
Three months ended December 31, 2021	46.26		46.06	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	1,805	1,195	65.6
As of September 30, 2022	2,008	1,143	56.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2022	–	0.00	–	0.00	0.00
Year ending September 30, 2023	–				
Year ending September 30, 2023 (Forecast)		0.00	–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending September 30, 2023 (from October 1, 2022 to September 30, 2023)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	3,500	15.5	500	31.7	500	31.4	272	15.5	202.46

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(2) 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

(3) 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	1,343,488 shares	As of September 30, 2022	1,343,488 shares
-------------------------	------------------	--------------------------	------------------

Number of treasury shares at the end of the period

As of December 31, 2022	22 shares	As of September 30, 2022	22 shares
-------------------------	-----------	--------------------------	-----------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2022	1,343,466 shares	Three months ended December 31, 2021	1,342,222 shares
--------------------------------------	------------------	--------------------------------------	------------------

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of September 30, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	1,279,834	1,135,498
Accounts receivable - trade	488,497	432,356
Other	94,563	87,193
Allowance for doubtful accounts	(8,586)	(7,384)
Total current assets	1,854,308	1,647,664
Non-current assets		
Property, plant and equipment	8,272	11,303
Intangible assets	8,928	8,654
Investments and other assets		
Other	138,429	139,526
Allowance for doubtful accounts	(1,501)	(1,501)
Total investments and other assets	136,928	138,024
Total non-current assets	154,128	157,982
Total assets	2,008,437	1,805,646
Liabilities		
Current liabilities		
Accounts payable - trade	4,925	3,696
Current portion of long-term borrowings	150,842	140,840
Accounts payable - other	273,041	158,895
Income taxes payable	135,528	34,020
Provision for bonuses	–	22,785
Other	154,744	130,555
Total current liabilities	719,082	490,791
Non-current liabilities		
Long-term borrowings	146,104	119,427
Total non-current liabilities	146,104	119,427
Total liabilities	865,186	610,218
Net assets		
Shareholders' equity		
Share capital	194,260	194,260
Capital surplus	163,260	163,260
Retained earnings	776,213	826,891
Treasury shares	(103)	(103)
Total shareholders' equity	1,133,631	1,184,308
Share acquisition rights	9,619	11,119
Total net assets	1,143,251	1,195,428
Total liabilities and net assets	2,008,437	1,805,646

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended December 31, 2021	Three months ended December 31, 2022
Operating revenue	702,784	668,711
Operating expenses	603,872	587,994
Operating profit	98,912	80,717
Non-operating income		
Interest income	164	—
Miscellaneous income	555	555
Other	49	352
Total non-operating income	769	908
Non-operating expenses		
Interest expenses	374	232
Total non-operating expenses	374	232
Ordinary profit	99,307	81,393
Profit before income taxes	99,307	81,393
Income taxes	37,217	30,716
Profit	62,090	50,677