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May 12, 2023

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (Under IFRS)

Company name: COLOWIDE Co., Ltd.  
 Listing: Tokyo Stock Exchange, Prime Market  
 Securities code: 7616  
 URL: <https://www.colowide.co.jp/>  
 Representative: Kohei Nojiri, President and Representative Director  
 Inquiries: Masaaki Yonemura, General Manager, Corporate Planning Department  
 Telephone: +81-45-274-5970  
 Scheduled date of annual general meeting of shareholders: June 27, 2023  
 Scheduled date to commence dividend payments: June 7, 2023  
 Scheduled date to file annual securities report: June 28, 2023  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: Yes

(Yen amounts are rounded to millions, unless otherwise noted)

### 1. Consolidated financial results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes)

	Revenue		Business profit* <sup>1</sup>		EBITDA* <sup>2</sup>		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2023	220,830	25.7	(196)	—	7,400	(48.7)	(8,579)	—
March 31, 2022	175,627	4.4	6,133	—	14,416	—	3,068	—

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Fiscal year ended						
March 31, 2023	(6,801)	—	(8,448)	—	(84.45)	(84.45)
March 31, 2022	1,437	—	3,255	—	11.31	11.31

	Return on equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of business profit to revenue
	%	%	%
Fiscal year ended			
March 31, 2023	(15.7)	(3.2)	(0.1)
March 31, 2022	2.3	0.8	3.5

Reference: Share of profit (loss) of investments accounted for using equity method

For the fiscal year ended March 31, 2023: ¥— million

For the fiscal year ended March 31, 2022: ¥— million

\*1 Business profit = Revenue - cost of sales - selling, general and administrative expenses

\*2 EBITDA = Business profit + depreciation and amortization (excluding depreciation of right-of-use assets)

Operating profit under IFRS for the fiscal year ended March 31, 2023 was ¥(6,743) million.

**(2) Consolidated financial position**

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
March 31, 2023	261,859	50,701	42,745	16.3	314.11
March 31, 2022	267,698	60,030	50,300	18.8	401.40

**(3) Consolidated cash flows**

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2023	28,783	(8,788)	(18,755)	50,066
March 31, 2022	23,830	(3,522)	(9,511)	48,534

**2. Cash dividends**

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2022	–	0.00	–	5.00	5.00	433	44.2	1.6
Fiscal year ended March 31, 2023	–	0.00	–	5.00	5.00	433	–	1.4
Fiscal year ending March 31, 2024 (Forecast)	–	0.00	–	5.00	5.00		–	

**3. Forecast of consolidated financial results for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)**

(Percentages indicate year-on-year changes)

	Revenue		Business profit		EBITDA		Profit	
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
	245,005	10.9	7,967	–	16,099	117.5	3,186	–

	Profit attributable to owners of parent		Basic earnings per share
Full year	Millions of yen	%	Yen
	1,130	–	7.06

\* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies and changes in accounting estimates
- (i) Changes in accounting policies required by IFRS: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None

- (3) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2023	86,903,541 shares
As of March 31, 2022	86,903,541 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2023	223,977 shares
As of March 31, 2022	250,218 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2023	86,667,527 shares
Fiscal year ended March 31, 2022	81,292,820 shares

**[Reference] Overview of non-consolidated financial results**

**Non-consolidated financial results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)**

**(1) Non-consolidated operating results**

(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	%
Fiscal year ended								
March 31, 2023	1,128	28.0	(2,949)	–	(2,281)	–	(2,066)	–
March 31, 2022	882	(4.9)	(3,098)	–	(2,656)	–	(2,417)	–

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended		
March 31, 2023	(29.83)	–
March 31, 2022	(36.10)	–

**(2) Non-consolidated financial position**

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of				
March 31, 2023	134,990	57,145	42.3	480.25
March 31, 2022	135,344	60,111	44.4	514.62

Reference: Equity

As of March 31, 2023: ¥57,145 million  
As of March 31, 2022: ¥60,111 million

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

(Warning regarding forward-looking statements)

The above forecasts of consolidated financial results are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual results may differ substantially due to various factors.

Disclosure of non-consolidated forecast information has been omitted because the impact on the consolidated figures is negligible and it is not important.

(How to obtain the supplementary material on financial results)

The supplementary material on financial results is disclosed on TDnet and is also scheduled to be posted on the Company's website.

## Preferred Share Dividends

Details of dividends per share and total dividends on shares in classes with different rights from those of common shares are as follows.

### Preferred shares

(Record date)	Dividends per share					Total cash dividends (Total)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Annual	
Preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	–	–	3,126,360.00	3,126,360.00	93,790,800.00
Fiscal year ended March 31, 2023	–	–	–	3,136,360.00	3,136,360.00	94,090,800.00
Fiscal year ending March 31, 2024 (Forecast)	–	–	–	3,149,090.00	3,149,090.00	94,472,700.00
Second series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	–	–	3,626,360.00	3,626,360.00	108,790,800.00
Fiscal year ended March 31, 2023	–	–	–	3,636,360.00	3,636,360.00	109,090,800.00
Fiscal year ending March 31, 2024 (Forecast)	–	–	–	3,649,090.00	3,649,090.00	109,472,700.00
Third series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	–	–	–	3,500,000.00	3,500,000.00	315,000,000.00
Fiscal year ended March 31, 2023	–	–	–	3,500,000.00	3,500,000.00	315,000,000.00
Fiscal year ending March 31, 2024 (Forecast)	–	–	–	3,500,000.00	3,500,000.00	315,000,000.00

Consolidated Financial Statements

(1) Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
<b>Assets</b>		
Current assets		
Cash and cash equivalents	48,534	50,066
Trade and other receivables	14,167	11,124
Other financial assets	919	634
Inventories	2,804	3,492
Income taxes receivable	565	386
Other current assets	3,947	3,611
Total current assets	70,936	69,312
Non-current assets		
Property, plant and equipment	41,501	42,872
Right-of-use assets	25,478	22,509
Goodwill	80,218	80,188
Intangible assets	12,588	11,243
Investment property	390	389
Other financial assets	22,607	20,861
Deferred tax assets	13,544	14,038
Other non-current assets	436	447
Total non-current assets	196,762	192,547
Total assets	267,698	261,859

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	17,533	23,661
Bonds and borrowings	30,872	31,956
Lease liabilities	15,779	14,681
Other financial liabilities	23	25
Income taxes payable	683	926
Provisions	4,643	5,532
Contract liabilities	207	211
Other current liabilities	8,970	9,504
Total current liabilities	78,709	86,494
Non-current liabilities		
Trade and other payables	3,521	4,167
Bonds and borrowings	93,463	91,509
Lease liabilities	20,348	18,419
Other financial liabilities	2,146	2,048
Provisions	7,090	6,478
Deferred tax liabilities	685	484
Contract liabilities	796	855
Other non-current liabilities	909	703
Total non-current liabilities	128,959	124,664
Total liabilities	207,668	211,158
Equity		
Share capital	27,905	27,905
Capital surplus	40,424	40,482
Treasury shares	(159)	(143)
Other components of equity	(450)	(327)
Retained earnings	(17,421)	(25,172)
Total equity attributable to owners of parent	50,300	42,745
Non-controlling interests	9,730	7,956
Total equity	60,030	50,701
Total liabilities and equity	267,698	261,859

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income  
(Consolidated Statement of Income)

(Millions of yen)

	Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)
Revenue	175,627	220,830
Cost of sales	78,939	96,619
Gross profit	96,688	124,212
Selling, general and administrative expenses	90,555	124,408
Business profit (loss)	6,133	(196)
Other operating income		
Rental income	303	265
Miscellaneous income	561	632
Other	1,652	1,154
Total other operating income	2,516	2,051
Other operating expenses		
Impairment losses	2,753	7,061
Other	841	1,537
Total other operating expenses	3,594	8,598
IFRS operating profit (loss)	5,055	(6,743)
Finance income	897	1,223
Finance costs	3,902	2,926
Profit (loss) before tax	2,051	(8,446)
Income tax expense	(1,017)	133
Profit (loss)	3,068	(8,579)
Profit (loss) attributable to		
Owners of parent	1,437	(6,801)
Non-controlling interests	1,631	(1,778)
Profit (loss)	3,068	(8,579)
Earnings (loss) per share		
Basic earnings (loss) per share (Yen)	11.31	(84.45)
Diluted earnings (loss) per share (Yen)	11.31	(84.45)



## (Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)
Profit (loss)	3,068	(8,579)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(12)	(6)
Total of items that will not be reclassified to profit or loss	(12)	(6)
Items that may be reclassified to profit or loss		
Cash flow hedges	18	(49)
Exchange differences on translation of foreign operations	181	187
Total of items that may be reclassified to profit or loss	199	137
Other comprehensive income, net of tax	187	131
Comprehensive income	<u>3,255</u>	<u>(8,448)</u>
Comprehensive income attributable to		
Owners of parent	1,610	(6,678)
Non-controlling interests	1,644	(1,770)
Comprehensive income	<u>3,255</u>	<u>(8,448)</u>

## (3) Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Millions of yen)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Cash flow hedges
Balance as of April 1, 2021	18,530	31,302	(159)	15	(7)	(221)
Profit	–	–	–	–	–	–
Other comprehensive income	–	–	–	(8)	–	31
Comprehensive income	–	–	–	(8)	–	31
Issuance of new shares	9,375	9,282	–	–	–	–
Purchase of treasury shares	–	–	(0)	–	–	–
Disposal of treasury shares	–	0	0	–	–	–
Dividends	–	–	–	–	–	–
Changes in ownership interests of parent due to transactions with non-controlling interests	–	8	–	–	–	–
Changes in ownership interest in subsidiaries	–	(167)	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	–	–	7	–
Total transactions and others with owners	9,375	9,122	(0)	–	7	–
Balance as of March 31, 2022	27,905	40,424	(159)	7	–	(189)

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity				
Balance as of April 1, 2021	(417)	(630)	(17,958)	31,086	8,355	39,441
Profit	–	–	1,437	1,437	1,631	3,068
Other comprehensive income	150	173	–	173	13	187
Comprehensive income	150	173	1,437	1,610	1,644	3,255
Issuance of new shares	–	–	–	18,656	–	18,656
Purchase of treasury shares	–	–	–	(0)	–	(0)
Disposal of treasury shares	–	–	–	0	–	0
Dividends	–	–	(893)	(893)	(227)	(1,120)
Changes in ownership interests of parent due to transactions with non-controlling interests	–	–	–	8	27	35
Changes in ownership interest in subsidiaries	–	–	–	(167)	(69)	(237)
Transfer from other components of equity to retained earnings	–	7	(7)	–	–	–
Total transactions and others with owners	–	7	(900)	17,604	(270)	17,334
Balance as of March 31, 2022	(267)	(450)	(17,421)	50,300	9,730	60,030

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Millions of yen)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Cash flow hedges
Balance as of April 1, 2022	27,905	40,424	(159)	7	–	(189)
Loss	–	–	–	–	–	–
Other comprehensive income	–	–	–	0	–	(57)
Comprehensive income	–	–	–	0	–	(57)
Purchase of treasury shares	–	–	(1)	–	–	–
Disposal of treasury shares	–	33	17	–	–	–
Dividends	–	–	–	–	–	–
Changes in ownership interests of parent due to transactions with non-controlling interests	–	25	–	–	–	–
Total transactions and others with owners	–	57	16	–	–	–
Balance as of March 31, 2023	27,905	40,482	(143)	7	–	(246)

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity				
Balance as of April 1, 2022	(267)	(450)	(17,421)	50,300	9,730	60,030
Loss	–	–	(6,801)	(6,801)	(1,778)	(8,579)
Other comprehensive income	179	123	–	123	8	131
Comprehensive income	179	123	(6,801)	(6,678)	(1,770)	(8,448)
Purchase of treasury shares	–	–	–	(1)	–	(1)
Disposal of treasury shares	–	–	–	50	–	50
Dividends	–	–	(951)	(951)	–	(951)
Changes in ownership interests of parent due to transactions with non-controlling interests	–	–	–	25	(4)	21
Total transactions and others with owners	–	–	(951)	(877)	(4)	(881)
Balance as of March 31, 2023	(88)	(327)	(25,172)	42,745	7,956	50,701

## (4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)
Cash flows from operating activities		
Profit (loss) before tax	2,051	(8,446)
Depreciation and amortization	21,765	22,696
Impairment losses	2,753	7,061
Finance income	(897)	(1,223)
Finance costs	3,902	2,926
Loss (gain) on sale and retirement of fixed assets	(526)	69
Decrease (increase) in inventories	1	(688)
Decrease (increase) in trade and other receivables	71	3,043
Increase (decrease) in trade and other payables	(1,251)	5,455
Other	2,078	488
Subtotal	29,948	31,383
Interest and dividends received	110	113
Interest paid	(2,760)	(2,449)
Income taxes refund	563	613
Income taxes paid	(4,031)	(878)
Cash flows from operating activities	23,830	28,783
Cash flows from investing activities		
Payments into time deposits	(12)	(12)
Purchase of property, plant and equipment	(5,741)	(9,220)
Proceeds from sale of property, plant and equipment	1,623	1,074
Payments of leasehold and guarantee deposits	(221)	(944)
Proceeds from refund of leasehold and guarantee deposits	2,416	1,988
Other	(1,587)	(1,674)
Cash flows from investing activities	(3,522)	(8,788)

(Millions of yen)

	Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)	Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(14,742)	38
Proceeds from long-term borrowings	39,371	23,900
Repayments of long-term borrowings	(23,322)	(17,251)
Proceeds from issuance of bonds	2,531	4,675
Redemption of bonds	(13,608)	(12,443)
Repayments of lease liabilities	(17,220)	(16,761)
Proceeds from issuance of shares	18,597	–
Purchase of treasury shares of consolidated subsidiaries	(0)	(0)
Dividends paid	(893)	(950)
Dividends paid to non-controlling interests	(224)	(2)
Other	(0)	39
Cash flows from financing activities	(9,511)	(18,755)
Effect of exchange rate changes on cash and cash equivalents	(686)	292
Net increase (decrease) in cash and cash equivalents	10,111	1,532
Cash and cash equivalents at beginning of period	38,422	48,534
Cash and cash equivalents at end of period	48,534	50,066