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July 9, 2024

Consolidated Financial Results for the Three Months Ended May 31, 2024 (Under Japanese GAAP)

Company name: AEON DELIGHT Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 9787
 URL: <https://www.aeondelight.co.jp>
 Representative: Kazumasa Hamada, President and CEO, Group CEO
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 Scheduled date to file quarterly securities report: July 16, 2024
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

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

1. Consolidated financial results for the three months ended May 31, 2024 (from March 1, 2024 to May 31, 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	%
Three months ended								
May 31, 2024	81,121	2.5	3,267	-5.2	3,350	-3.9	2,597	12.9
May 31, 2023	79,118	10.2	3,447	5.0	3,487	5.7	2,299	2.4

Note: Comprehensive income For the three months ended May 31, 2024: ¥3,219 million [22.1%]
 For the three months ended May 31, 2023: ¥2,636 million [-9.4%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
May 31, 2024	53.55	53.52
May 31, 2023	46.79	46.75

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
May 31, 2024	159,073	104,995	65.3
February 29, 2024	160,257	104,212	64.3

Reference: Equity
 As of May 31, 2024: ¥103,802 million
 As of February 29, 2024: ¥103,090 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 29, 2024	-	43.00	-	43.00	86.00
Fiscal year ending February 28, 2025	-				
Fiscal year ending February 28, 2025 (Forecast)		43.00	-	44.00	87.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the year ending February 28, 2025 (from March 1, 2024 to February 28, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	340,000	4.7	16,000	5.0	16,000	3.3	10,400	-2.9	216.07

Note: 1. Revisions to the forecast of financial results most recently announced: None

2. At the meeting of the Board of Directors held on April 9, 2024, the Company resolved to acquire treasury stock. "Basic earnings per share" in the forecast of consolidated financial results for the year ending February 28, 2025, is based on the impact of the acquisition of treasury stock.

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of May 31, 2024	49,169,633 shares
As of February 29, 2024	49,169,633 shares

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

As of May 31, 2024	736,747 shares
As of February 29, 2024	634,347 shares

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

Three months ended May 31, 2024	48,502,211 shares
Three months ended May 31, 2023	49,153,561 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, the Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.

Quarterly Consolidated Financial Statements and Significant Notes

(1) (Quarterly Consolidated Balance Sheets)

(Million yen)

	Previous Fiscal Year (February 29, 2024)	Current First Quarter (May 31, 2024)
Assets		
Current assets		
Cash and deposits	68,350	62,335
Notes and accounts receivable - trade, and contract assets	51,519	49,509
Electronically recorded monetary claims	5,237	8,097
Securities	7,903	8,008
Inventories	2,858	2,840
Other	4,274	7,571
Allowance for doubtful accounts	-164	-152
Total current assets	139,980	138,209
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	1,358	1,329
Tools, furniture and fixtures, net	2,948	2,827
Land	193	193
Other, net	1,984	2,138
Total property, plant and equipment	6,484	6,488
Intangible assets		
Goodwill	2,203	2,022
Other	3,894	3,978
Total noncurrent assets	6,098	6,001
Investments and other assets		
Investment securities	4,123	4,217
Other	3,590	4,176
Allowance for doubtful accounts	-19	-19
Total investment and other assets	7,693	8,374
Total noncurrent assets	20,277	20,863
Total assets	160,257	159,073

(Million yen)

	Previous Fiscal Year (February 29, 2024)	Current First Quarter (May 31, 2024)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	29,292	27,218
Electronically recorded obligations - operating	5,667	4,759
Short-term borrowings	378	578
Accounts payable	7,525	6,567
Income taxes payable	2,572	1,577
Provision for bonuses	1,459	2,720
Accrued directors' and corporate auditors' remuneration	67	16
Other	6,481	7,500
Total current liabilities	53,445	50,939
Noncurrent liabilities		
Provision for directors' retirement benefits	57	56
Retirement benefit liability	753	1,096
Asset retirement obligations	418	418
Other	1,369	1,567
Total noncurrent liabilities	2,599	3,139
Total liabilities	56,044	54,078
Net assets		
Shareholder's equity		
Capital stock	3,238	3,238
Capital surplus	532	532
Retained earnings	97,918	98,428
Treasury stock	-1,779	-2,162
Total shareholders' equity	99,909	100,037
Other accumulated comprehensive income		
Valuation difference on securities	1,212	1,264
Foreign currency translation adjustments	1,951	2,467
Remeasurements of defined benefit plans	17	32
Total other accumulated comprehensive income	3,181	3,765
Share subscription rights	68	82
Non-controlling shareholders' equity	1,054	1,110
Total net assets	104,212	104,995
Total liabilities and net assets	160,257	159,073

(2) Quarterly Consolidated Statement of Income and Quarterly Statement of Comprehensive Income
(Quarterly Consolidated Statement of Income)
(For the three months period)

(Million yen)

	Previous First Quarter (March 1, 2023- May 31, 2023)	Current First Quarter (March 1, 2024- May 31, 2024)
Net sales	79,118	81,121
Cost of sales	68,891	70,719
Gross profit	10,226	10,402
Selling, general and administrative expenses	6,778	7,134
Operating profit	3,447	3,267
Non-operating income		
Interest income	17	35
Dividends income	34	41
Equity in income of affiliates	24	26
Other	17	18
Total non-operating income	94	122
Non-operating expenses		
Interest expenses	4	8
Other	50	30
Total non-operating expenses	54	39
Ordinary profit	3,487	3,350
Profit before income taxes	3,487	3,350
Income taxes - current	1,300	835
Income taxes-deferred	-136	-111
Total income taxes	1,163	724
Profit	2,324	2,625
Profit attributable to non-controlling interests	24	28
Profit attributable to owners of parent	2,299	2,597

(Quarterly Consolidated Statement of Comprehensive Income)

(For the three months period)

(Million yen)

	Previous First Quarter (March 1, 2023- May 31, 2023)	Current First Quarter (March 1, 2024- May 31, 2024)
Profit	2,324	2,625
Other comprehensive income		
Valuation difference on securities	57	52
Foreign currency translation adjustments	238	525
Remeasurements of defined benefit plans, net of tax	16	16
Total other comprehensive income	312	593
Comprehensive income	2,636	3,219
(Breakdown)		
Comprehensive income attributable to owners of parent	2,608	3,181
Comprehensive income attributable to non-controlling interests	28	37

(3) Notes on quarterly consolidated financial statements

(Notes on going concern assumption)

Not applicable.

(Notes if there is a significant change in the amount of shareholders' equity)

At the meeting of the Board of Directors held on April 9, 2024, the Company resolved to acquire treasury stock pursuant to the provisions of Article 156 of the Companies Act, which is applied by replacing the terms pursuant to the provisions of Article 165-3 of the same Act, and acquired 102,400 shares of treasury stock. As a result, treasury stock increased by 382 million yen in the three months period of the fiscal year under review. As a result, treasury stock at the end of the first quarter of the current fiscal year amounted to -2,162 million yen.