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November 10,2023

Consolidated Financial Results for the Six Months Ended September 30, 2023 (Under Japanese GAAP)

Company name: LIFEDRINK COMPANY Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 2585
 URL: <http://www.ld-company.com/>
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 Scheduled date to file quarterly securities report: November 10,2023.
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Presentation of quarterly financial results : Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated financial results for the Six months ended September 30, 2023 (April 1, 2023 - September 30,2023)

(1) Consolidated operating results (cumulative)

(Percentages indicate year on year changes)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended								
September 30, 2023	20,460	-	2,910	-	2,864	-	1,973	-
September 30, 2022	-	-	-	-	-	-	-	-

Note: comprehensive income For the six months ended September 30, 2023 2,303 million yen
 For the six months ended September 30, 2022 -

	Earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	151.95	150.97
September 30, 2022	-	-

Note : Since consolidated financial statements are prepared from the consolidated fiscal year ended March 31, 2023, figures for the second quarter of the previous fiscal year and the percentage change from the previous period are not shown. The percentage change from the consolidated operating results for the six months ended September 30, 2023 compared to the non-consolidated operating results for the six months ended September 30, 2022 are as follows: revenue increased 33.9%, operating profit increased 72.3%, ordinary profit increased 71.4%, and profit attributable to owners of the parent increased 71.7%.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Million yen	Million yen	%
September 30, 2023	25,345	10,117	39.9
March 31, 2023	22,165	8,157	36.8

Reference: Equity As of September 30, 2023 10,117 million yen As of March 31, 2023 8,157 million yen

2. Cash dividends

	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended September 30,2023	Yen -	Yen 0	Yen -	Yen 28.00	Yen 28.00
Fiscal year ended	-	0			
Fiscal year ending March 31,2024 (Forecast)			-	35.00	35.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated financial results forecast for the fiscal year ending March 31,2024(April 1, 2023 -March 31, 2024)

(Percentages represent changes from the previous year.)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Fiscal year earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Fiscal year ending March 31, 2024	37,000	22.3	4,600	47.6	4,400	44.3	2,980	43.5	229.25

Note: Revision to the earnings the most recently announced : Yes

Reference: EBITDA Fiscal year ending March 31, 2024 5,600 million yen + 31.7%

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None
- (2) Adoption of special accounting methods in preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatement of corrections
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies other than (i): None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatements: None
- (4) Number of shares issued (common shares)

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

As of September 30, 2023	12,999,195 shares
As of March 31, 2023	12,973,040 shares

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

As of September 30, 2023	52 shares
As of March 31, 2023	26 shares

- (iii) Average number of shares during the period

Six months ended September 30, 2023	12,984,882 shares
Six months ended September 30, 2022	12,660,525 shares

Note: Quarterly financial results reports are exempt from quarterly reviews by certified public accountants or an audit firm.

Note: Explanation for appropriate use of earnings forecast and other notes
(Cautionary statement regarding forward-looking statements, etc.)

The forward-looking statements in this document, including earnings forecasts, are based on information currently available to the Company and certain assumptions that the Company deems reasonable, and are not intended to be a promise by the Company that they will be achieved. Actual results may differ materially due to various factors.

(How to obtain supplementary financial results materials)

Supplementary materials for financial results will be posted on the Company's website after the announcement of financial results.

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1. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	4,326	2,529
Notes and accounts receivable - trade	4,397	5,786
Merchandise and finished goods	933	873
Work in process	155	95
Raw materials and supplies	792	857
Other	330	593
Allowance for doubtful accounts	(30)	(28)
Total current assets	10,905	10,707
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,131	3,098
Machinery, equipment and vehicles, net	3,279	3,214
Land	1,529	2,917
Construction in progress	1,088	3,528
Other, net	863	723
Total property, plant and equipment	9,892	13,481
Intangible assets	137	210
Investments and other assets	1,231	946
Total non-current assets	11,260	14,638
Total assets	22,165	25,345

(Million yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,592	2,010
Short-term borrowings	3,000	—
Current portion of long-term borrowings	964	969
Income taxes payable	380	563
Provision for bonuses	72	110
Provision for bonuses for directors (and other officers)	12	6
Other	2,374	3,305
Total current liabilities	8,397	6,966
Non-current liabilities		
Long-term borrowings	5,080	7,890
Retirement benefit liability	24	20
Other	505	351
Total non-current liabilities	5,610	8,262
Total liabilities	14,007	15,228
Net assets		
Shareholders' equity		
Share capital	1,071	1,075
Capital surplus	1,254	1,269
Retained earnings	5,791	7,401
Treasury shares	(0)	(0)
Total shareholders' equity	8,117	9,746
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	0	1
Deferred gains or losses on hedges	40	369
Total accumulated other comprehensive income	40	370
Total net assets	8,157	10,117
Total liabilities and net assets	22,165	25,345

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)
For the Six months ended September 30, 2023

(Million yen)

	Six months ended September 30, 2023
Revenue	20,460
Cost of sales	11,814
Gross profit	8,645
Selling, general and administrative expenses	5,734
Operating profit	2,910
Non-operating income	
Interest and dividend income	0
Foreign exchange gains	15
Share of profit of entities accounted for using equity method	7
Other	15
Total non-operating income	38
Non-operating expenses	
Interest expenses	29
Commission expenses	29
Market change expenses	24
Other	1
Total non-operating expenses	84
Ordinary profit	2,864
Extraordinary income	
Gain on sale of non-current assets	0
Total extraordinary income	0
Extraordinary losses	
Loss on retirement of non-current assets	8
Total extraordinary losses	8
Profit before income taxes	2,857
Income taxes - current	507
Income taxes - deferred	376
Total income taxes	884
Profit	1,973
Profit attributable to non-controlling interests	—
Profit attributable to owners of parent	1,973

(Quarterly Consolidated Statements of Comprehensive Income)
For the Six months ended September 30, 2023

	(Million yen)
	Six months ended September 30, 2023
Profit	1,973
Other comprehensive income	
Valuation difference on available-for-sale securities	1
Deferred gains or losses on hedges	328
Total other comprehensive income	330
Comprehensive income	2,303
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	2,303
Comprehensive income attributable to non-controlling interests	—

(3) Consolidated Quarterly Statements of Cash Flows
For the Six months ended September 30, 2023

(Million yen)

	Six months ended September 30, 2023
Cash flows from operating activities	
Profit before income taxes	2,857
Depreciation	556
Increase (decrease) in provisions	31
Loss (gain) on sale of non-current assets	(0)
Loss on retirement of non-current assets	8
Decrease (increase) in trade receivables	(1,391)
Decrease (increase) in inventories	54
Increase (decrease) in trade payables	451
Other, net	(92)
Subtotal	2,475
Interest and dividends received	0
Interest paid	(29)
Income taxes paid	(262)
Net cash provided by (used in) operating activities	2,183
Cash flows from investing activities	
Purchase of property, plant and equipment	(3,212)
Other, net	(89)
Net cash provided by (used in) investing activities	(3,301)
Cash flows from financing activities	
Repayments of short-term borrowings	(3,000)
Proceeds from long-term borrowings	3,300
Repayments of long-term borrowings	(484)
Repayments of lease liabilities	(133)
Dividends paid	(363)
Other, net	(13)
Net cash provided by (used in) financing activities	(695)
Effect of exchange rate change on cash and cash equivalents	16
Net increase (decrease) in cash and cash equivalents	(1,797)
Cash and cash equivalents at beginning of period	4,326
Cash and cash equivalents at end of period	2,529