



Summary of Financial Results for the Fiscal Year Ended December 31, 2023 [Japanese GAAP] (Consolidated)

February 9, 2024

Name of listed company: STI Foods Holdings, Inc. Listed stock exchange: Tokyo
 Securities code: 2932 URL: <https://www.stifoods-hd.com/en/index.html>
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Scheduled date for ordinary general meeting of shareholders: March 27, 2024
 Scheduled commencement date for dividend payment: March 11, 2024
 Scheduled date for the filing of the consolidated financial statements: March 27, 2024
 Preparation of supplementary materials for financial results: Yes
 Information meeting for financial results to be held: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen)

1. Consolidated results for fiscal year ended December 31, 2023 (January 1, 2023 to December 31, 2023)

(1) Consolidated operating results (% figures show period-over-period change)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent company	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended December 31, 2023	31,784	15.3	2,306	54.9	2,330	52.5	1,562	55.3
Fiscal year ended December 31, 2022	27,567	5.0	1,488	(13.6)	1,528	(12.4)	1,006	(9.4)

(Note) Comprehensive income: Fiscal year ended December 31, 2023: 1,570 million yen (53.7%)
 Fiscal year ended December 31, 2022: 1,022 million yen (-9.1%)

	Net income per share	Diluted net income per share	Return on equity	Return on asset	Operating profit on sales
	Yen	Yen	%	%	%
Fiscal year ended December 31, 2023	263.72	256.74	22.9	16.1	7.3
Fiscal year ended December 31, 2022	174.17	165.88	17.3	11.5	5.4

(Reference) Equity in income (losses) affiliates: Fiscal year ended December 31, 2023: -31 million yen
 Fiscal year ended December 31, 2022: -14 million yen

(2) Consolidated financial position

	Total assets	Net assets	Shareholder's equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2023	15,102	7,446	49.3	1,256.56
As of December 31, 2022	13,806	6,202	44.9	1,046.51

(Reference) Shareholder's equity: As of December 31, 2023: 7,446 million yen
 As of December 31, 2022: 6,201 million yen

(3) Status of consolidated cash flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the period
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended December 31, 2023	3,065	(459)	(1,258)	3,996
Fiscal year ended December 31, 2022	859	(660)	(822)	2,636

2. Dividends

	Annual dividends					Total dividends	Dividend payout ratio (Consolidated)	Dividend on equity ratio (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year end	Total			
Fiscal year ended December 31, 2022	Yen -	Yen 0.00	Yen -	Yen 55.00	Yen 55.00	Million yen 325	% 31.6	% 5.5
Fiscal year ended December 31, 2023	-	0.00	-	90.00	90.00	533	34.1	7.8
Fiscal year ending December 31, 2024 (forecast)	-	40.00	-	50.00	90.00		33.3	

3. Consolidated results forecast for the fiscal year ending December 31, 2024 (January 1, 2024 to December 31, 2024)

(% figures show period-over-period change)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent company		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	34,000	7.0	2,400	4.1	2,400	3.0	1,600	2.4	269.98

(Note) Because the Company manages its business results on an annual basis, the consolidated results forecast for the first six months is omitted. For details, see “(4) Outlook under 1. Summary of business results” on page 3 of the attached materials.

*Notes

(1) Change in the scope of consolidation for a significant subsidiary during the fiscal year under review: None

(2) Changes in accounting policies, changes in accounting estimates, and restatements

1. Changes in accounting policies due to revision of accounting standards: Yes
2. Changes to accounting policies other than 1.: None
3. Changes to accounting estimates: None
4. Restatements: None

(3) Number of outstanding shares (common stock)

1. Number of outstanding shares at the end of the period (including treasury shares)
2. Number of treasury shares at the end of the period
3. Average number of shares during the period

As of December 31, 2023	5,926,300 shares	As of December 31, 2022	5,926,300 shares
As of December 31, 2023	199 shares	As of December 31, 2022	99 shares
Fiscal year ended December 31, 2023	5,926,151 shares	Fiscal year ended December 31, 2022	5,776,951 shares

*This summary of financial results is not subject to audit by a certified public accountant or an auditing firm.

*Explanation regarding proper use of financial results forecasts, and other notes

Forward-looking statements concerning financial forecasts contained in these materials are based on information available to the Company when the forecasts were made and certain assumptions judged to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ significantly from the forecasts due to a variety of factors. For the assumptions used for the forecast and notes on the use of the forecast, see “(4) Outlook under 1. Summary of business results” on page 3 of the attached materials.

*Method for acquiring the financial results briefing materials

The materials for the financial results briefing (for institutional investors and analysts) will be posted on the Company’s website after the briefing.

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1. Summary of business results

(1) Summary of business results for the period under review

Segment information is not provided because the Group operates in the single segment of the food manufacturing and sales business.

During the fiscal year under review, the Japanese economy has continued on a moderate recovery trend amid the easing of restrictions on movement to prevent the COVID-19 epidemic and social and economic activities returning to normal due to the increase of personal consumption as a result of more people moving between locations and the rise in the number of foreign tourists visiting Japan, as well as the strong corporate performance. However, the global economic outlook remains in a state of uncertainty because of concern for such as prolonged international disputes, monetary tightening in the West, and slowdown in the Chinese economy. Therefore, prices have continued to rise due to the increase in energy prices and cost of imports.

In the food industry, while price and product standards are being revised to respond to the persistently high cost of raw materials as well as the increase in costs of resources, energy and personnel expenses, even though consumers are becoming more solid-minded in their purchases, the upward trend in the demand for home-meal replacement products (ready-to-eat food) has continued due to the increased opportunities to go on outings.

In this environment, the Group has continued to work on improving corporate value over the medium to long term and achieving sustainable growth by adopting the following basic policies: efforts for sustainable raw materials and manufacturing, efforts to reduce food loss, consideration for the environment, vertically integrated development from raw material procurement to manufacturing and sales, and home-meal replacement initiatives with an emphasis on health consciousness and fish culture. In addition, the entire Group has been working to carry out its socially important mission as a food manufacturer to continue stable production and supply for the safety and security of consumers and employees.

In terms of food sales, and in our business strategy based on the strengths of Seven-Eleven's "Food" products, we were able to attract new customers of daily food products because of increased media exposure of the Group's products and the prepared foods purchasing campaign in stores. Furthermore, we were able to increase the sales volume using our repeat customers strategy by thorough manufacturing of quality products and implementing product renewals with value-added improvements. Sales were also strong for food ingredients.

As a result, net sales during the fiscal year under review were 31,784 million yen (up 15.3% YoY).

In terms of profit and loss, manufacturing efficiency increased due to the greater sales volume, in addition to improvements in the profit margin due to sales price revisions. As a result, operating income during the fiscal year under review was 2,306 million yen (up 54.9% YoY), ordinary income was 2,330 million yen (up 52.5% YoY), and net income attributable to owners of the parent company was 1,562 million yen (up 55.3% YoY).

(2) Summary of financial position for the period under review

Total assets at the end of the fiscal year under review increased by 1,296 million yen compared to the end of the previous fiscal year to 15,102 million yen.

The balance of current assets increased by 1,155 million yen compared to the end of the previous fiscal year to 10,294 million yen. This was mainly due to decreases of 45 million yen in notes and accounts receivable - trade and 155 million yen in raw materials and supplies, and an increase of 1,359 million yen in cash and deposits.

The balance of non-current assets increased by 140 million yen compared to the end of the previous fiscal year to 4,807 million yen. This was mainly due to an increase of 388 million yen in buildings and structures, an increase of 157 million yen in machinery, equipment and vehicles and an increase of 214 million yen in lease assets due to the expansion of production facilities, etc., despite a decrease of 876 million yen in depreciation and amortization of goodwill.

Total liabilities increased by 51 million yen compared to the end of the previous fiscal year to 7,655 million yen.

The balance of current liabilities increased by 183 million yen compared to the end of the previous fiscal year to 6,161 million yen. This was mainly due to an increase in income taxes payable of 307 million yen because of an increase in income before income taxes.

The balance of non-current liabilities decreased by 132 million yen compared to the end of the previous fiscal year to 1,494 million yen. This was mainly due to a decrease of 195 million yen in long-term borrowings.

The balance of net assets increased by 1,244 million yen compared to the end of the previous fiscal year to 7,446 million yen. This was mainly due to an increase of 1,236 million yen in retained earnings resulting from the posting of 1,562 million yen in net income attributable to owners of the parent company, despite the dividend payment of 325 million yen.

As a result, the shareholder's equity ratio at the end of the fiscal year under review increased by 4.4 percentage points compared to the end of the previous fiscal year to 49.3%.

(3) Summary of cash flows for the period under review

The balance of cash and cash equivalents (below, “cash”) at the end of the fiscal year under review increased by 1,359 million yen compared to the end of the previous fiscal year to 3,996 million yen.

(Cash flows from operating activities)

Cash provided by operating activities amounted to 3,065 million yen (compared to 859 million yen provided in the previous fiscal year). This was mainly due to an increase in cash due to income before income taxes of 2,344 million yen. There was also depreciation of 844 million yen, decrease in inventories of 93 million yen, and a decrease in trade receivables of 45 million yen despite a decrease in cash due to decrease in trade payables of 145 million yen.

(Cash flows from investing activities)

Cash used in investing activities amounted to 459 million yen (compared to 660 million yen used in the previous fiscal year). This was mainly due to 318 million yen used for the purchase of property, plant and equipment and 63 million yen used for the purchase of intangible assets.

(Cash flows from financing activities)

Cash used in financing activities amounted to 1,258 million yen (compared to 822 million yen used in the previous fiscal year). This is mainly due to a decrease in cash caused by expenditures of 427 million yen for repayments of long-term borrowings, 202 million yen for long-term accounts payable repayments, 301 million yen for repayments of lease liabilities, and 325 million yen for dividends paid.

(4) Outlook

As for the outlook for the future, demand is expected to continue for the Group’s daily food products such as grilled fish and cup salad, which specialize in marine raw materials, as distinct prepared food products in our business strategy based on the strengths of Seven-Eleven’s “Food” products. The Company will also focus on thorough manufacturing of quality products to increase demand, and also develop products for product renewals and to launch new products. We will also continue working on starting new plants and improving manufacturing efficiency to increase production capacity and improve the profit margin.

As a result, for the next consolidated fiscal year (fiscal year ending December 31, 2024), our consolidated forecast is net sales of 34,000 million yen, operating income of 2,400 million yen, ordinary income of 2,400 million yen, and net income attributable to owners of the parent company of 1,600 million yen.

Note that the earnings forecasts above are based on information that was available at the time this report was prepared. Actual results may differ from the forecasts due to a variety of factors.

2. Basic stance towards the selection of accounting standards

For its accounting standard, the Group applies J-GAAP to ensure that consolidated financial statements can be compared with other companies in the same industry in Japan.

3. Consolidated financial statements and notes

(1) Consolidated balance sheet

(Unit: thousand yen)

	Previous fiscal year (December 31, 2022)	Current fiscal year (December 31, 2023)
Assets		
Current assets		
Cash and deposits	2,686,613	4,046,605
Notes and accounts receivable - trade	3,394,606	3,349,529
Merchandise and finished goods	1,097,253	1,141,769
Work in process	27,572	45,669
Raw materials and supplies	1,781,967	1,626,338
Other	151,520	85,488
Allowance for doubtful accounts	-	(703)
Total current assets	9,139,533	10,294,699
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,548,462	3,936,581
Accumulated depreciation and impairment	(1,391,296)	(1,627,074)
Buildings and structures, net	2,157,166	2,309,507
Machinery, equipment and vehicles	1,274,443	1,431,770
Accumulated depreciation and impairment	(815,359)	(954,183)
Machinery, equipment and vehicles, net	459,083	477,587
Land	553,360	577,677
Leased assets	1,875,091	2,089,198
Accumulated depreciation and impairment	(1,123,240)	(1,359,628)
Leased assets, net	751,850	729,570
Construction in progress	7,429	10,782
Other	414,161	462,958
Accumulated depreciation and impairment	(308,010)	(344,250)
Other, net	106,151	118,707
Total property, plant and equipment	4,035,042	4,223,832
Intangible assets		
Goodwill	31,789	-
Software	286,820	251,543
Other	41,583	9,204
Total intangible assets	360,193	260,748
Investments and other assets		
Investment securities	30,541	78,096
Leasehold and guarantee deposits	135,595	134,319
Deferred tax assets	28,289	41,660
Other	77,036	68,966
Total investments and other assets	271,463	323,043
Total non-current assets	4,666,698	4,807,624
Total assets	13,806,232	15,102,323

STI Foods Holdings, Inc. (2932)
Summary of Financial Results for the Fiscal Year Ended December 31, 2023

(Unit: thousand yen)

	Previous fiscal year (December 31, 2022)	Current fiscal year (December 31, 2023)
Liabilities		
Current liabilities		
Accounts payable - trade	3,580,705	3,436,285
Current portion of long-term borrowings	427,630	195,588
Lease liabilities	276,461	278,969
Accounts payable - other	998,829	1,092,575
Income taxes payable	218,116	525,294
Other	475,870	632,686
Total current liabilities	5,977,612	6,161,400
Non-current liabilities		
Long-term borrowings	501,975	306,387
Lease liabilities	564,236	535,662
Long-term accounts payable - other	322,221	408,963
Deferred tax liabilities	59,421	65,601
Asset retirement obligations	173,464	174,424
Other	5,285	3,324
Total non-current liabilities	1,626,603	1,494,363
Total liabilities	7,604,216	7,655,763
Net assets		
Shareholders' equity		
Share capital	1,048,375	1,048,375
Capital surplus	948,375	948,375
Retained earnings	4,175,764	5,412,676
Treasury shares	(327)	(662)
Total shareholders' equity	6,172,189	7,408,766
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,401	6,098
Deferred gains or losses on hedges	(1,044)	(1,234)
Foreign currency translation adjustment	24,300	32,862
Total accumulated other comprehensive income	29,657	37,727
Share acquisition rights	169	66
Total net assets	6,202,016	7,446,559
Total liabilities and net assets	13,806,232	15,102,323

(2) Consolidated statement of income and consolidated statement of comprehensive income
(Consolidated statement of income)

(Unit: thousand yen)

	Previous fiscal year (January 1, 2022 to December 31, 2022)	Current fiscal year (January 1, 2023 to December 31, 2023)
Net sales	27,567,592	31,784,095
Cost of sales	20,178,845	22,952,496
Gross profit	7,388,746	8,831,598
Selling, general and administrative expenses	5,900,337	6,525,589
Operating income	1,488,408	2,306,009
Non-operating income		
Interest and dividend income	9,730	9,657
Gain on sale of goods	13,118	17,625
Rental income	10,080	13,295
Compensation income	12,489	12,674
Nuclear site benefits	10,579	9,474
Subsidy income	4,810	7,218
Other	19,106	7,129
Total non-operating income	79,915	77,074
Non-operating expenses		
Interest expenses	24,180	17,962
Share of loss of entities accounted for using equity method	14,648	31,101
Other	1,377	3,945
Total non-operating expenses	40,206	53,009
Ordinary income	1,528,117	2,330,074
Extraordinary income		
Gain on sale of non-current assets	2,534	50
Insurance claim income	79,976	-
Subsidy income	-	61,529
Total extraordinary income	82,511	61,579
Extraordinary losses		
Loss on retirement of non-current assets	664	23,795
Loss on cancellation of leases	3,114	420
Loss on disaster	17,860	-
Impairment losses	129	23,321
Total extraordinary losses	21,769	47,537
Income before income taxes	1,588,859	2,344,116
Income taxes - current	521,610	788,236
Income taxes - deferred	61,088	(6,973)
Total income taxes	582,699	781,263
Net income	1,006,160	1,562,852
Net income attributable to owners of the parent company	1,006,160	1,562,852

STI Foods Holdings, Inc. (2932)
Summary of Financial Results for the Fiscal Year Ended December 31, 2023

(Consolidated statement of comprehensive income)

(Unit: thousand yen)

	Previous fiscal year (January 1, 2022 to December 31, 2022)	Current fiscal year (January 1, 2023 to December 31, 2023)
Net income	1,006,160	1,562,852
Other comprehensive income		
Valuation difference on available-for-sale securities	2,146	(302)
Deferred gains or losses on hedges	(1,044)	(190)
Foreign currency translation adjustment	14,820	8,562
Total other comprehensive income	15,922	8,069
Comprehensive income	1,022,083	1,570,922
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	1,022,083	1,570,922

(3) Consolidated statement of changes in equity
Previous fiscal year (January 1, 2022 to December 31, 2022)

(Unit: thousand yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of period	1,020,557	920,557	3,486,010	(205)	5,426,919
Changes during period					
Dividends of surplus			(316,406)		(316,406)
Issuance of new shares	27,818	27,818			55,637
Net income attributable to owners of the parent company			1,006,160		1,006,160
Purchase of treasury shares				(121)	(121)
Changes in items other than shareholders' equity (Net)					
Total changes during period	27,818	27,818	689,754	(121)	745,269
Balance at the end of period	1,048,375	948,375	4,175,764	(327)	6,172,189

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at the beginning of period	4,255	-	9,479	13,734	324	5,440,978
Changes during period						
Dividends of surplus						(316,406)
Issuance of new shares						55,637
Net income attributable to owners of the parent company						1,006,160
Purchase of treasury shares						(121)
Changes in items other than shareholders' equity (Net)	2,146	(1,044)	14,820	15,922	(155)	15,767
Total changes during period	2,146	(1,044)	14,820	15,922	(155)	761,037
Balance at the end of period	6,401	(1,044)	24,300	29,657	169	6,202,016

STI Foods Holdings, Inc. (2932)
Summary of Financial Results for the Fiscal Year Ended December 31, 2023

Current fiscal year (January 1, 2023 to December 31, 2023)

(Unit: thousand yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at the beginning of period	1,048,375	948,375	4,175,764	(327)	6,172,189
Changes during period					
Dividends of surplus			(325,941)		(325,941)
Net income attributable to owners of the parent company			1,562,852		1,562,852
Purchase of treasury shares				(335)	(335)
Changes in items other than shareholders' equity (Net)					
Total changes during period			1,236,911	(335)	1,236,576
Balance at the end of period	1,048,375	948,375	5,412,676	(662)	7,408,766

	Accumulated other comprehensive income				Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at the beginning of period	6,401	(1,044)	24,300	29,657	169	6,202,016
Changes during period						
Dividends of surplus						(325,941)
Net income attributable to owners of the parent company						1,562,852
Purchase of treasury shares						(335)
Changes in items other than shareholders' equity (Net)	(302)	(190)	8,562	8,069	(103)	7,966
Total changes during period	(302)	(190)	8,562	8,069	(103)	1,244,543
Balance at the end of period	6,098	(1,234)	32,862	37,727	66	7,446,559

(4) Consolidated statement of cash flows

(Unit: thousand yen)

	Previous fiscal year (January 1, 2022 to December 31, 2022)	Current fiscal year (January 1, 2023 to December 31, 2023)
Cash flows from operating activities		
Income before income taxes	1,588,859	2,344,116
Depreciation	769,377	844,263
Impairment losses	129	23,321
Amortization of goodwill	42,385	31,789
Share of loss (profit) of entities accounted for using equity method	14,648	31,101
Insurance claim income	(79,976)	-
Subsidy income	-	(61,529)
Interest and dividend income	(9,730)	(9,657)
Interest expenses	24,180	17,962
Commission expenses	995	-
Loss (gain) on sale of non-current assets	(2,534)	(50)
Loss on retirement of non-current assets	664	23,795
Increase (decrease) in allowance for doubtful accounts	-	703
Decrease (increase) in trade receivables	(459,444)	45,197
Decrease (increase) in inventories	(1,124,533)	93,014
Increase (decrease) in trade payables	579,249	(145,437)
Decrease (increase) in other assets	(55,642)	73,064
Increase (decrease) in other liabilities	64,993	218,575
Other	11,424	7,234
Subtotal	1,365,048	3,537,465
Interest and dividends received	514	886
Interest paid	(24,048)	(17,987)
Payment of commitment line-related expenses	(1,391)	-
Proceeds from insurance income	109,140	-
Subsidies received	-	61,529
Income taxes refund	80,602	33,406
Income taxes paid	(670,482)	(549,335)
Net cash provided by (used in) operating activities	859,383	3,065,965
Cash flows from investing activities		
Purchase of property, plant and equipment	(512,761)	(318,548)
Proceeds from sale of property, plant and equipment	2,630	50
Purchase of intangible assets	(97,602)	(63,784)
Purchase of investment securities	(1,632)	(47,991)
Purchase of shares of subsidiaries and associates	(50,024)	-
Purchase of golf club membership	-	(28,400)
Other	(995)	(544)
Net cash provided by (used in) investing activities	(660,385)	(459,217)
Cash flows from financing activities		
Proceeds from long-term borrowings	500,000	-
Repayments of long-term borrowings	(577,708)	(427,630)
Repayments of long-term accounts payable - other	(199,465)	(202,915)
Repayments of lease liabilities	(284,478)	(301,845)
Dividends paid	(316,264)	(325,468)
Proceeds from issuance of shares	55,482	-
Purchase of treasury shares	(121)	(335)
Net cash provided by (used in) financing activities	(822,554)	(1,258,194)
Effect of exchange rate change on cash and cash equivalents	17,022	11,438
Net increase (decrease) in cash and cash equivalents	(606,534)	1,359,991
Cash and cash equivalents at beginning of period	3,243,147	2,636,613
Cash and cash equivalents at end of period	2,636,613	3,996,605

- (5) Notes to consolidated financial statements
(Notes on assumption about going concern)
Not applicable.

(Changes in accounting policies)

(Implementation Guidance on Accounting Standard for Fair Value Measurement applied)

The “Implementation Guidance on Accounting Standard for Fair Value Measurement” (ASBJ Guidance No. 31, June 17, 2021. Hereafter referred to as the “Guidance on Fair Value Measurement”) has been applied since the beginning of the first quarter of the fiscal year, and following the transitional handling stipulated in the Guidance on Fair Value Measurement Paragraph 27-2, the new accounting policy defined by the Guidance on Fair Value Measurement will be applied for the future.

This has had no impact on the consolidated financial statements.

(Additional information)

On May 29, 2023, the National Tax Agency announced its view that the economic benefits at the time of exercising trust-type stock options will be taxed as salary concerning the tax treatment of such stock options.

The share acquisition rights issued by the Company, specifically the third series A01, A02, and A03 share acquisition rights, correspond to trust-type stock options. Among these, the exercise period has arrived for a portion of the third series A01 and A02 share acquisition rights. Since the Company has the obligation to withhold taxes for those who have exercised these rights, the withheld taxes were paid in the fiscal year under review. The undelivered third series A03 share acquisition rights were terminated based on the decision of the Board of Directors.

(Segment information)

[Segment information]

Previous fiscal year (January 1, 2022 to December 31, 2022)

As the Group’s only segment is the manufacture and sale of food products, this information has been omitted.

Current fiscal year (January 1, 2023 to December 31, 2023)

As the Group’s only segment is the manufacture and sale of food products, this information has been omitted.

(Per share information)

	Previous fiscal year (January 1, 2022 to December 31, 2022)	Current fiscal year (January 1, 2023 to December 31, 2023)
Net assets per share	1,046.51 yen	1,256.56 yen
Net income per share	174.17 yen	263.72 yen
Diluted net income per share	165.88 yen	256.74 yen

(Note) The basis for calculating net income per share and diluted net income per share is as follows.

	Previous fiscal year (January 1, 2022 to December 31, 2022)	Current fiscal year (January 1, 2023 to December 31, 2023)
(1) Net income per share		
(Basis for calculation)		
Net income attributable to owners of the parent company (thousand yen)	1,006,160	1,562,852
Amount not attributed to common shareholders (thousand yen)	-	-
Net income attributable to owners of the parent company related to common stock (thousand yen)	1,006,160	1,562,852
Average outstanding shares of common stock during the fiscal year (shares)	5,776,951	5,926,151
(2) Diluted net income per share		
(Basis for calculation)		
Adjustment to net income attributable to owners of the parent company (thousand yen)	-	-
Increase in shares of common stock (shares)	288,648	161,178
Overview of potential shares that were not included in the calculation of diluted net income per share because they have no dilutive effects	One class of share acquisition rights (number of share acquisition rights: 20,000 (100,000 shares of common stock))	-

(Significant subsequent events)

(Acquisition of non-current assets)

The Company made the following decision about acquiring non-current assets (plant) on February 2, 2024.

1. Reason for acquisition

The Company decided to select and acquire the property to acquire new factory facilities in order to streamline Group manufacturing and logistics operations, and to expand business.

2. Overview of the non-current assets for acquisition

(1) Address	2-6 (and other) Rinku-oraikita, Izumisano City, Osaka Prefecture
(2) Area	Land 7,554.73m ² Buildings 2,514.36m ²
(3) Current status	Seafood processing business
(4) Purchase price	The purchase price has not been disclosed after discussion with the seller of the acquisition.

3. Overview of the seller of the acquisition (as of September 30, 2023)

(1) Name	OUG Holdings, Inc.	
(2) Address	2-13-5, Noda, Fukushima-ku, Osaka City, Osaka Prefecture	
(3) Name and title of representative	President and Representative Director, Yasuyoshi Hashizume	
(4) Business description	Pure holding company	
(5) Share capital	6,495 million yen	
(6) Date of establishment	June 12, 1946	
(7) Net assets	27,286 million yen	
(8) Total assets	91,658 million yen	
(9) Major shareholders and shareholding ratio	Maruha Nichiro Corporation 13.84%	
(10) Relationship of the company with the listed company	Capital relationship	Not applicable.
	Personnel relationship	Not applicable.
	Business relationship	Not applicable.

4. Acquisition schedule

(1) Contract date	February 2, 2024
(2) Transfer of ownership date	July 31, 2024 (scheduled)

5. Outlook

The impact on the Group's consolidated financial results for the fiscal year ending December 31, 2024 due to acquisition of the applicable non-current asset is expected to be insignificant.