

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended September 30, 2024 (Based on Japanese GAAP)

November 14, 2024

Company name: BASE CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 4481 URL <https://www.basenet.co.jp>
 Representative: President Katsunari Nakayama
 Senior Vice President Director,
 Inquiries: General Manager of Finance Department Noriyuki Takano TEL 03(5207)5112
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended September 30, 2024 (from January 1, 2024 to September 30, 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	%
Nine months ended September 30, 2024	14,731	6.8	3,786	9.6	3,805	10.6	2,621	11.5
Nine months ended September 30, 2023	13,787	9.9	3,453	17.1	3,442	16.1	2,350	15.7

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended September 30, 2024	139.77	138.50
Nine months ended September 30, 2023	128.88	124.12

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	15,802	12,621	77.8
As of December 31, 2023	16,323	12,457	74.4

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 December 31, 2023	–	40.00	–	52.00	92.00
Year ending December 31, 2024	–	50.00	–		
Year ending December 31, 2024 (Forecast)				52.00	102.00

3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	22,359	19.5	5,642	20.0	5,642	20.2	3,877	12.9	206.57

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended September 30, 2024: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) 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: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2024	18,793,200 shares	As of December 31, 2023	18,770,400 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	197,258 shares	As of December 31, 2023	482 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended September 30, 2024	18,756,123 shares	Nine months ended September 30, 2023	18,238,098 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	10,551,014	9,905,265
Accounts receivable - trade and contract assets	2,680,325	2,840,599
Work in process	135,354	110,461
Short-term loans receivable	1,165,789	1,133,446
Other	112,778	171,905
Total current assets	14,645,262	14,161,678
Non-current assets		
Property, plant and equipment	82,849	85,107
Intangible assets		
Software	3,284	3,117
Other	289	289
Total intangible assets	3,574	3,406
Investments and other assets		
Investment securities	970,396	1,012,010
Other	621,254	540,043
Total investments and other assets	1,591,651	1,552,054
Total non-current assets	1,678,076	1,640,569
Total assets	16,323,338	15,802,247
Liabilities		
Current liabilities		
Accounts payable - trade	926,726	907,356
Current portion of long-term borrowings	11,936	—
Income taxes payable	669,735	504,490
Accrued expenses	1,550,477	293,586
Provision for bonuses	—	970,942
Other	692,874	489,591
Total current liabilities	3,851,749	3,165,968
Non-current liabilities		
Long-term accounts payable - other	14,380	14,380
Total non-current liabilities	14,380	14,380
Total liabilities	3,866,129	3,180,348

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	1,119,178	1,121,099
Capital surplus	1,059,993	1,061,914
Retained earnings	9,702,366	10,408,899
Treasury shares	(1,310)	(613,312)
Total shareholders' equity	11,880,228	11,978,601
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	172,201	201,878
Foreign currency translation adjustment	95,770	108,977
Total accumulated other comprehensive income	267,971	310,856
Share acquisition rights	477	420
Non-controlling interests	308,531	332,022
Total net assets	12,457,208	12,621,899
Total liabilities and net assets	16,323,338	15,802,247

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Net sales	13,787,377	14,731,016
Cost of sales	9,514,655	10,025,418
Gross profit	4,272,722	4,705,598
Selling, general and administrative expenses	818,851	918,598
Operating profit	3,453,870	3,786,999
Non-operating income		
Interest income	5,675	19,296
Dividend income	1,485	1,490
Gain on sale of investment securities	5,566	4,941
Foreign exchange gains	4,081	–
Other	665	2,340
Total non-operating income	17,474	28,069
Non-operating expenses		
Interest expenses	225	3
Unpaid additional tax, etc.	27,441	–
Commission expenses	–	2,609
Foreign exchange losses	–	6,483
Other	1,267	120
Total non-operating expenses	28,933	9,215
Ordinary profit	3,442,411	3,805,852
Profit before income taxes	3,442,411	3,805,852
Income taxes - current	960,894	1,079,436
Income taxes - deferred	96,436	89,583
Total income taxes	1,057,331	1,169,020
Profit	2,385,080	2,636,832
Profit attributable to non-controlling interests	34,601	15,231
Profit attributable to owners of parent	2,350,478	2,621,601

Consolidated statements of comprehensive income (cumulative)

	(Thousands of yen)	
	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Profit	2,385,080	2,636,832
Other comprehensive income		
Valuation difference on available-for-sale securities	12,415	29,677
Foreign currency translation adjustment	48,323	21,466
Total other comprehensive income	60,739	51,143
Comprehensive income	2,445,819	2,687,976
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,392,256	2,664,485
Comprehensive income attributable to non-controlling interests	53,562	23,490