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February 7, 2025

Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: FRANCE BED HOLDINGS CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 7840
 URL: <https://francebed-hd.co.jp>
 Representative: Shigeru Ikeda, Representative Director, Chairman and President
 Inquiries: Akihiko Osada, Director (in charge of Accounting/General Affairs Group)
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 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 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	%
Nine months ended December 31, 2024	44,180	3.0	3,269	4.2	3,309	4.3	2,082	6.1
December 31, 2023	42,885	0.2	3,136	(2.0)	3,171	(1.2)	1,960	(3.2)

Note: Comprehensive income For the nine months ended December 31, 2024: ¥2,321 million [41.9%]
 For the nine months ended December 31, 2023: ¥1,636 million [(1.6)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	60.25	55.64
December 31, 2023	54.42	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2024	68,626	39,215	57.1	1,134.77
March 31, 2024	68,575	38,211	55.7	1,106.37

Reference: Equity
 As of December 31, 2024: ¥39,215 million
 As of March 31, 2024: ¥38,211 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 March 31, 2024	–	17.00	–	22.00	39.00
Fiscal year ending March 31, 2025	–	17.00	–		
Fiscal year ending March 31, 2025 (Forecast)				22.00	39.00

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

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 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
Fiscal year ending March 31, 2025	61,000	3.1	4,800	4.6	4,800	3.0	3,000	(4.2)	86.86

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

(1) Significant changes in the scope of consolidation during the period: 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: Yes
- (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 December 31, 2024	38,397,500 shares
As of March 31, 2024	38,397,500 shares

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

As of December 31, 2024	3,839,890 shares
As of March 31, 2024	3,859,837 shares

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

Nine months ended December 31, 2024	34,550,934 shares
Nine months ended December 31, 2023	36,030,624 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

* Explanation regarding appropriate use of earnings forecasts, and other special matters

Caution regarding forward-looking statements

This document contains forward-looking statements including performance forecasts based on information available to the Company at the time of disclosure and certain assumptions that the Company believes to be reasonable. The Company makes no assurances as to their outcomes. Actual performance may differ substantially from these forecasts owing to a wide range of factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	10,702	5,837
Notes and accounts receivable - trade	9,941	8,788
Electronically recorded monetary claims - operating	1,066	1,053
Securities	6,000	10,500
Merchandise and finished goods	5,960	6,742
Work in process	380	498
Raw materials and supplies	2,095	2,296
Other	1,078	1,219
Allowance for doubtful accounts	(40)	(16)
Total current assets	37,184	36,921
Non-current assets		
Property, plant and equipment		
Land	7,211	7,291
Other, net	13,659	13,415
Total property, plant and equipment	20,870	20,706
Intangible assets		
Goodwill	691	515
Other	1,044	850
Total intangible assets	1,736	1,366
Investments and other assets	8,730	9,587
Total non-current assets	31,336	31,660
Deferred assets	53	44
Total assets	68,575	68,626
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,844	2,688
Electronically recorded obligations - operating	2,002	2,114
Short-term borrowings	2,070	2,070
Current portion of long-term borrowings	290	290
Income taxes payable	479	848
Provision for bonuses	1,567	808
Other provisions	17	11
Other	5,872	5,692
Total current liabilities	15,144	14,524
Non-current liabilities		
Bonds payable	1,500	1,500
Convertible-bond-type bonds with share acquisition rights	5,049	5,041
Long-term borrowings	4,810	4,620
Provisions	158	114
Retirement benefit liability	446	414
Asset retirement obligations	360	361
Other	2,894	2,833
Total non-current liabilities	15,219	14,887
Total liabilities	30,363	29,411

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	3,000	3,000
Capital surplus	–	4
Retained earnings	37,755	38,489
Treasury shares	(4,170)	(4,145)
Total shareholders' equity	36,584	37,348
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(20)	(34)
Deferred gains or losses on hedges	37	10
Remeasurements of defined benefit plans	1,609	1,891
Total accumulated other comprehensive income	1,626	1,866
Total net assets	38,211	39,215
Total liabilities and net assets	68,575	68,626

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

Quarterly Consolidated Statement of Income (Cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	42,885	44,180
Cost of sales	19,346	19,649
Gross profit	23,538	24,531
Selling, general and administrative expenses	20,402	21,262
Operating profit	3,136	3,269
Non-operating income		
Interest income	5	20
Dividend income	12	7
Share of profit of entities accounted for using equity method	–	18
Other	113	90
Total non-operating income	132	137
Non-operating expenses		
Interest expenses	62	57
Share of loss of entities accounted for using equity method	1	–
Other	33	39
Total non-operating expenses	97	96
Ordinary profit	3,171	3,309
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale of non-current assets	–	1
Loss on retirement of non-current assets	3	5
Loss on valuation of investment securities	0	–
Loss on sale of investment securities	–	0
Total extraordinary losses	3	6
Profit before income taxes	3,167	3,303
Income taxes - current	702	1,353
Income taxes - deferred	504	(131)
Total income taxes	1,207	1,221
Profit	1,960	2,082
Profit attributable to owners of parent	1,960	2,082

Quarterly Consolidated Statement of Comprehensive Income (Cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	1,960	2,082
Other comprehensive income		
Valuation difference on available-for-sale securities	(1)	(14)
Deferred gains or losses on hedges	(0)	(27)
Remeasurements of defined benefit plans, net of tax	(322)	281
Total other comprehensive income	(324)	239
Comprehensive income	1,636	2,321
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,636	2,321
Comprehensive income attributable to non-controlling interests	—	—