

November 6, 2023

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

Company name: Property Data Bank, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 4389
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 Scheduled date to file quarterly securities report: November 14, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(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	%
Six months ended								
September 30, 2023	1,240	9.5	198	(8.0)	200	(7.3)	135	(33.8)
September 30, 2022	1,132	-	215	-	215	-	204	-

Note: Comprehensive income For the six months ended September 30, 2023: ¥ 138 million [(33.1) %]
 For the six months ended September 30, 2022: ¥ 206 million [- %]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended				
September 30, 2023	23.33	-	-	-
September 30, 2022	35.28	-	-	-

(Note) Since the quarterly consolidated financial statements are prepared from the first quarter of the fiscal year ending March 31, 2023, the percentage change from the same period of the previous year for the second quarter of the fiscal year ending March 31, 2023 is not shown.

(2) Consolidated financial position

	Total assets		Net assets		Equity-to-asset ratio	
	Millions of yen		Millions of yen		%	
As of						
September 30, 2023	3,858		3,101		80.4	
March 31, 2023	3,969		3,059		76.8	

Reference: Equity
 As of September 30, 2023: ¥ 3,101 million
 As of March 31, 2023 : ¥ 3,048 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, 2023	-	0.00	-	20.00	20.00
Fiscal year ending March 31, 2024	-	0.00			
Fiscal year ending March 31, 2024 (Forecast)				20.00	20.00

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

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share (Yen)
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2024	3,420	20.7	822	(0.0)	822	(0.1)	559	(10.8)	96.29

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

*** 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: Yes

Note: For details, please refer to “(4) Notes to quarterly consolidated financial statements (Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements)” of “2. Quarterly Consolidated Financial Statements and Significant Notes Thereto” on page 9 of the attached materials.

(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 September 30, 2023	5,932,500 shares
As of March 31, 2023	5,932,500 shares

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

As of September 30, 2023	112,878 shares
As of March 31, 2023	131,973 shares

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

Six months ended September 30, 2023	5,805,318 shares
Six months ended September 30, 2022	5,794,547 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

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. Please refer to “(4) Explanation on consolidated earnings forecasts and other forward-looking statements” of “1. Qualitative Information on Quarterly Financial Results” on page 3 of the attached materials for the conditions that form the assumptions for the earnings forecasts and cautions concerning the use thereof.

(How to obtain the contents of the quarterly financial results briefing)

The Company plans to hold a briefing for institutional investors and analysts on Wednesday, November 15, 2023. The financial results presentation materials to be used in this briefing will be disclosed via TDnet prior to the briefing.

Quarterly consolidated balance sheet

(Thousands of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	1,910,939	2,179,981
Accounts receivable - trade	636,803	332,223
Contract assets	129,862	107,236
Work in process	9,520	22,723
Supplies	622	6,457
Prepaid expenses	43,822	59,807
Other	2,844	429
Allowance for doubtful accounts	(548)	(400)
Total current assets	2,733,866	2,708,459
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	49,155	48,688
Tools, furniture and fixtures, net	39,517	46,059
Land	72,501	72,501
Leased assets, net	11,947	7,659
Construction in progress	9,746	298
Total property, plant and equipment	182,868	175,206
Intangible assets		
Software	386,336	372,583
Other	0	0
Total intangible assets	386,336	372,583
Investments and other assets		
Investment securities	25,473	30,747
Deferred tax assets	193,692	191,987
Leasehold and guarantee deposits	92,891	92,044
Insurance funds	332,149	247,875
Other	22,128	39,326
Total investments and other assets	666,334	601,982
Total non-current assets	1,235,539	1,149,772
Total assets	3,969,406	3,858,232

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	110,323	79,246
Current portion of long-term borrowings	1,930	-
Lease liabilities	8,192	6,336
Accounts payable - other	47,512	38,150
Income taxes payable	191,061	73,211
Accrued consumption taxes	47,249	6,307
Advances received	105,920	213,920
Provision for bonuses	57,472	35,622
Provision for loss on orders received	-	1,849
Other	50,210	56,223
Total current liabilities	619,870	510,869
Non-current liabilities		
Lease liabilities	5,412	2,440
Provision for retirement benefits for directors (and other officers)	38,920	-
Retirement benefit liability	153,615	111,459
Long-term accounts payable - other	91,957	131,626
Total non-current liabilities	289,905	245,525
Total liabilities	909,776	756,395
Net assets		
Shareholders' equity		
Share capital	332,715	332,715
Capital surplus	304,390	318,425
Retained earnings	2,524,421	2,543,826
Treasury shares	(113,785)	(96,922)
Total shareholders' equity	3,047,742	3,098,044
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	420	3,792
Total accumulated other comprehensive income	420	3,792
Non-controlling interests	11,467	-
Total net assets	3,059,630	3,101,837
Total liabilities and net assets	3,969,406	3,858,232

Quarterly consolidated statement of income

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	1,132,855	1,240,436
Cost of sales	518,188	573,942
Gross profit	614,666	666,493
Selling, general and administrative expenses	399,213	468,211
Operating profit	215,453	198,282
Non-operating income		
Interest income	7	11
Dividend income	688	1,277
Dividend income of insurance	480	546
Gain on cancellation of insurance	-	2,131
Other	873	457
Total non-operating income	2,050	4,423
Non-operating expenses		
Interest expenses	257	125
Loss on retirement of non-current assets	559	-
Loss on cancellation of insurance policies	924	1,607
Other	0	945
Total non-operating expenses	1,741	2,678
Ordinary profit	215,761	200,027
Extraordinary income		
Gain on bargain purchase	64,242	-
Total extraordinary income	64,242	-
Profit before income taxes	280,004	200,027
Income taxes	76,305	65,156
Profit	203,698	134,870
Loss attributable to non-controlling interests	(724)	(544)
Profit attributable to owners of parent	204,422	135,415

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	203,698	134,870
Other comprehensive income		
Valuation difference on available-for-sale securities	2,913	3,372
Total other comprehensive income	2,913	3,372
Comprehensive income	206,611	138,243
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	207,336	138,787
Comprehensive income attributable to non-controlling interests	(724)	(544)

Quarterly consolidated statement of cash flows

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit before income taxes	280,004	200,027
Depreciation	149,372	112,518
Increase (decrease) in allowance for doubtful accounts	(170)	(147)
Increase (decrease) in provision for bonuses	9,607	(21,849)
Increase (decrease) in retirement benefit liability	(5,123)	(33,227)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	1,808	748
Gain on bargain purchase	(64,242)	-
Interest and dividend income	(696)	(1,835)
Interest expenses	720	125
Loss (gain) on cancellation of insurance policies	607	(524)
Decrease (increase) in trade receivables	371,458	327,205
Decrease (increase) in inventories	(5,834)	(19,038)
Increase (decrease) in trade payables	(21,562)	(31,076)
Increase (decrease) in accounts payable - other	(16,542)	(22,928)
Increase (decrease) in advances received	102,237	108,000
Increase (decrease) in accrued consumption taxes	(19,701)	(40,941)
Other, net	3,649	24,830
Subtotal	785,592	601,887
Interest and dividends received	696	1,287
Interest paid	(720)	(125)
Income taxes paid	(132,349)	(190,962)
Net cash provided by (used in) operating activities	653,218	412,087
Cash flows from investing activities		
Purchase of property, plant and equipment	(44,905)	(6,900)
Purchase of intangible assets	(82,637)	(71,523)
Purchase of insurance funds	(14,052)	(11,321)
Proceeds from maturity of insurance funds	14,874	87,509
Purchase of investment securities	(193)	(197)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(80,660)	-
Proceeds from refund of leasehold and guarantee deposits	26,700	-
Other, net	(0)	-
Net cash provided by (used in) investing activities	(180,874)	(2,434)
Cash flows from financing activities		
Repayments of short-term borrowings	(1,668)	(1,930)
Dividends paid	(92,683)	(115,853)
Repayments of lease liabilities	(5,796)	(4,828)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(18,000)
Net cash provided by (used in) financing activities	(100,148)	(140,611)
Net increase (decrease) in cash and cash equivalents	372,196	269,041
Cash and cash equivalents at beginning of period	1,388,070	1,910,939
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	36,596	-
Cash and cash equivalents at end of period	1,796,863	2,179,981