

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on IFRS)

November 14, 2023

Company name: VT HOLDINGS CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Securities code: 7593 URL <https://www.vt-holdings.co.jp>  
 Representative: President & CEO Kazuho Takahashi  
 Inquiries: Managing Director Ichiro Yamauchi TEL 052-203-9500  
 Scheduled date to file Quarterly Securities Report: November 14, 2023  
 Scheduled date to commence dividend payments: December 1, 2023  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts are rounded off to the nearest million yen)

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

|                                     | Revenue         |      | Operating profit |       | Profit before tax |        | Profit          |        | Profit attributable to owners of parent |        | Comprehensive income |        |
|-------------------------------------|-----------------|------|------------------|-------|-------------------|--------|-----------------|--------|---|--------|----------------------|--------|
|                                     | Millions of yen | %    | Millions of yen  | %     | Millions of yen   | %      | Millions of yen | %      | Millions of yen                         | %      | Millions of yen      | %      |
| Six months ended September 30, 2023 | 145,047         | 14.6 | 5,729            | (2.1) | 5,718             | (6.0)  | 3,707           | (11.4) | 3,324                                   | (9.4)  | 8,169                | (3.8)  |
| Six months ended September 30, 2022 | 126,549         | 9.3  | 5,850            | 34.7  | 6,083             | (49.5) | 4,183           | (50.3) | 3,669                                   | (55.4) | 8,491                | (31.3) |

|                                     | Basic earnings per share |  | Diluted earnings per share |  |
|-------------------------------------|--------------------------|--|----------------------------|--|
|                                     | Yen                      |  | Yen                        |  |
| Six months ended September 30, 2023 | 28.38                    |  | 28.33                      |  |
| Six months ended September 30, 2022 | 31.64                    |  | 31.64                      |  |

(2) Consolidated financial position

|                          | Total assets    | Total equity    | Equity attributable to owners of parent | Ratio of equity attributable to owners of parent to total assets |
|--------------------------|-----------------|-----------------|---|--|
|                          | Millions of yen | Millions of yen | Millions of yen                         | %  |
| As of September 30, 2023 | 258,097         | 80,519          | 71,862                                  | 27.8   |
| As of March 31, 2023     | 229,834         | 72,740          | 64,500                                  | 28.1   |

2. Cash dividends

|                                       | Annual dividends per share |                 |                 |                 |       |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
|                                       | 1st quarter-end            | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
|                                       | Yen                        |                 |                 |                 |       |
| Year ended March 31, 2023             | –                          | 11.50           | –               | 12.00           | 23.50 |
| Year ending March 31, 2024            | –                          | 12.00           |                 |                 |       |
| Year ending March 31, 2024 (Forecast) |                            |                 | –               | 12.00           | 24.00 |

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

Percentages indicate year-on-year changes

|           | Revenue         |      | Operating profit |     | Profit before tax |     | Profit attributable to owners of parent |      | Basic earnings per share |
|-----------|-----------------|------|------------------|-----|-------------------|-----|---|------|--------------------------|
|           | Millions of yen | %    | Millions of yen  | %   | Millions of yen   | %   | Millions of yen                         | %    | Yen                      |
| Full year | 300,000         | 12.6 | 13,000           | 1.1 | 12,800            | 1.2 | 8,000                                   | 11.4 | 67.75                    |

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Changes in accounting policies and changes in accounting estimates
- Changes in accounting policies required by IFRS: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

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

|                          |   |                    |                      |   |                    |
|--------------------------|---|--------------------|----------------------|---|--------------------|
| As of September 30, 2023 | ∴ | 119,381,034 shares | As of March 31, 2023 | ∴ | 119,381,034 shares |
|--------------------------|---|--------------------|----------------------|---|--------------------|

Number of treasury shares at end of period

|                          |   |                  |                      |   |                  |
|--------------------------|---|------------------|----------------------|---|------------------|
| As of September 30, 2023 | ∴ | 1,296,364 shares | As of March 31, 2023 | ∴ | 3,393,364 shares |
|--------------------------|---|------------------|----------------------|---|------------------|

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

|                                     |   |                    |                                     |   |                    |
|-------------------------------------|---|--------------------|-------------------------------------|---|--------------------|
| Six months ended September 30, 2023 | ∴ | 117,134,092 shares | Six months ended September 30, 2022 | ∴ | 115,987,670 shares |
|-------------------------------------|---|--------------------|-------------------------------------|---|--------------------|

**Condensed quarterly consolidated financial statements**  
**Condensed quarterly consolidated statement of financial position**

|   | As of March 31, 2023 | As of September 30, 2023 |
|---|----------------------|--------------------------|
|   | Millions of yen      | Millions of yen          |
| Assets  |                      |                          |
| Current assets                                |                      |                          |
| Cash and cash equivalents                     | 12,644               | 10,540                   |
| Trade and other receivables                   | 22,541               | 24,802                   |
| Other financial assets                        | 125                  | 208                      |
| Inventories                                   | 56,206               | 69,561                   |
| Other current assets                          | 6,013                | 7,444                    |
| Total current assets                          | 97,529               | 112,554                  |
| Non-current assets                            |                      |                          |
| Property, plant and equipment                 | 73,386               | 81,339                   |
| Goodwill                                      | 13,376               | 13,991                   |
| Intangible assets                             | 1,185                | 1,284                    |
| Investment property                           | 7,299                | 7,230                    |
| Investments accounted for using equity method | 4,501                | 4,553                    |
| Other financial assets                        | 30,953               | 35,536                   |
| Deferred tax assets                           | 1,490                | 1,496                    |
| Other non-current assets                      | 113                  | 114                      |
| Total non-current assets                      | 132,304              | 145,543                  |
| Total assets                                  | 229,834              | 258,097                  |

|   | As of March 31, 2023 | As of September 30, 2023 |
|---|----------------------|--------------------------|
|   | Millions of yen      | Millions of yen          |
| Liabilities and equity                        |                      |                          |
| Liabilities                                   |                      |                          |
| Current liabilities                           |                      |                          |
| Bonds and borrowings                          | 42,134               | 50,638                   |
| Trade and other payables                      | 45,669               | 46,576                   |
| Other financial liabilities                   | 6,487                | 7,411                    |
| Income taxes payable                          | 1,709                | 1,812                    |
| Contract liabilities                          | 10,947               | 11,062                   |
| Other current liabilities                     | 2,675                | 2,847                    |
| Total current liabilities                     | 109,620              | 120,345                  |
| Non-current liabilities                       |                      |                          |
| Bonds and borrowings                          | 19,199               | 23,825                   |
| Other financial liabilities                   | 18,039               | 21,531                   |
| Provisions                                    | 569                  | 631                      |
| Deferred tax liabilities                      | 7,574                | 9,048                    |
| Other non-current liabilities                 | 2,092                | 2,196                    |
| Total non-current liabilities                 | 47,473               | 57,232                   |
| Total liabilities                             | 157,093              | 177,577                  |
| Equity  |                      |                          |
| Share capital                                 | 4,297                | 4,297                    |
| Capital surplus                               | 3,150                | 3,670                    |
| Treasury shares                               | (866)                | (331)                    |
| Other components of equity                    | 1,789                | 2,953                    |
| Retained earnings                             | 56,130               | 61,273                   |
| Total equity attributable to owners of parent | 64,500               | 71,862                   |
| Non-controlling interests                     | 8,240                | 8,657                    |
| Total equity                                  | 72,740               | 80,519                   |
| Total liabilities and equity                  | 229,834              | 258,097                  |

**Condensed quarterly consolidated statements of income and condensed quarterly consolidated statements of comprehensive income**

**Condensed quarterly consolidated statements of income**

|  | Six months ended<br>September 30, 2022 | Six months ended<br>September 30, 2023 |
|--|--|--|
|  | Millions of yen                        | Millions of yen                        |
| Revenue  | 126,549                                | 145,047                                |
| Cost of sales  | 105,342                                | 121,457                                |
| Gross profit   | 21,206                                 | 23,590                                 |
| Selling, general and administrative expenses                     | 15,450                                 | 18,041                                 |
| Other income   | 249                                    | 392                                    |
| Other expenses   | 155                                    | 211                                    |
| Operating profit   | 5,850                                  | 5,729                                  |
| Finance income   | 516                                    | 534                                    |
| Finance costs  | 378                                    | 618                                    |
| Share of profit of investments accounted for using equity method | 95                                     | 73                                     |
| Profit before tax  | 6,083                                  | 5,718                                  |
| Income tax expense   | 1,900                                  | 2,011                                  |
| Profit   | 4,183                                  | 3,707                                  |
| Profit attributable to   |  |  |
| Owners of parent   | 3,669                                  | 3,324                                  |
| Non-controlling interests  | 513                                    | 382                                    |
| Profit   | 4,183                                  | 3,707                                  |
| Earnings per share   |  |  |
| Basic earnings per share   | 31.64                                  | 28.38                                  |
| Diluted earnings per share                                       | 31.64                                  | 28.33                                  |

## Condensed quarterly consolidated statements of comprehensive income

|  | Six months ended<br>September 30, 2022 | Six months ended<br>September 30, 2023 |
|--|--|--|
|  | Millions of yen                        | Millions of yen                        |
| Profit   | 4,183                                  | 3,707                                  |
| Other comprehensive income   |  |  |
| Items that will not be reclassified to profit or loss  |  |  |
| Net change in fair value of equity instruments<br>designated as measured at fair value through other<br>comprehensive income | 4,068                                  | 3,213                                  |
| Share of other comprehensive income of investments<br>accounted for using equity method                                      | (6)                                    | 7                                      |
| Total of items that will not be reclassified to profit or<br>loss  | 4,062                                  | 3,220                                  |
| Items that may be reclassified to profit or loss   |  |  |
| Exchange differences on translation of foreign<br>operations   | 216                                    | 1,217                                  |
| Share of other comprehensive income of investments<br>accounted for using equity method                                      | 30                                     | 25                                     |
| Total of items that may be reclassified to profit or loss  | 247                                    | 1,242                                  |
| Other comprehensive income, net of tax   | 4,309                                  | 4,462                                  |
| Comprehensive income   | 8,491                                  | 8,169                                  |
| Comprehensive income attributable to   |  |  |
| Owners of parent   | 7,946                                  | 7,701                                  |
| Non-controlling interests  | 546                                    | 468                                    |
| Comprehensive income   | 8,491                                  | 8,169                                  |

## Condensed quarterly consolidated statement of changes in equity

Six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

|   | Equity attributable to owners of parent |                 |                 |   |                          |
|---|---|-----------------|-----------------|---|--------------------------|
|   | Share capital                           | Capital surplus | Treasury shares | Other components of equity                                |                          |
|   |   |                 |                 | Exchange differences on translation of foreign operations | Share acquisition rights |
| Millions of yen                               | Millions of yen                         | Millions of yen | Millions of yen | Millions of yen   |                          |
| Balance at April 1, 2022                      | 4,297                                   | 2,975           | (866)           | 1,407   | 132                      |
| Profit  |   |                 |                 |   |                          |
| Other comprehensive income                    |   |                 |                 | 227   |                          |
| Comprehensive income                          | –                                       | –               | –               | 227   | –                        |
| Changes in ownership interest in subsidiaries |   | 0               |                 |   |                          |
| Forfeiture of share acquisition rights        |   | 132             |                 |   | (132)                    |
| Issuance of share acquisition rights          |   |                 |                 |   | 8                        |
| Transfer to retained earnings                 |   |                 |                 |   |                          |
| Dividends                                     |   |                 |                 |   |                          |
| Total transactions with owners                | –                                       | 132             | –               | –   | (124)                    |
| Balance at September 30, 2022                 | 4,297                                   | 3,107           | (866)           | 1,634   | 8                        |

|   | Equity attributable to owners of parent                                    |                 |                   |                 |                           |         |
|---|--|-----------------|-------------------|-----------------|---------------------------|---------|
|   | Other components of equity   |                 |                   | Total           | Non-controlling interests | Total   |
|   | Financial assets measured at fair value through other comprehensive income | Total           | Retained earnings |                 |                           |         |
| Millions of yen                               | Millions of yen  | Millions of yen | Millions of yen   | Millions of yen | Millions of yen           |         |
| Balance at April 1, 2022                      | –  | 1,539           | 43,397            | 51,342          | 5,592                     | 56,934  |
| Profit  |  | –               | 3,669             | 3,669           | 513                       | 4,183   |
| Other comprehensive income                    | 4,049  | 4,277           |                   | 4,277           | 32                        | 4,309   |
| Comprehensive income                          | 4,049  | 4,277           | 3,669             | 7,946           | 546                       | 8,491   |
| Changes in ownership interest in subsidiaries |  | –               |                   | 0               | 25                        | 25      |
| Forfeiture of share acquisition rights        |  | (132)           |                   | –               |                           | –       |
| Issuance of share acquisition rights          |  | 8               |                   | 8               |                           | 8       |
| Transfer to retained earnings                 | (4,049)  | (4,049)         | 4,049             | –               |                           | –       |
| Dividends                                     |  | –               | (1,276)           | (1,276)         | (75)                      | (1,351) |
| Total transactions with owners                | (4,049)  | (4,174)         | 2,773             | (1,268)         | (50)                      | (1,319) |
| Balance at September 30, 2022                 | –  | 1,642           | 49,839            | 58,020          | 6,087                     | 64,107  |

Six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

|   | Equity attributable to owners of parent |                 |                 |   |                          |
|---|---|-----------------|-----------------|---|--------------------------|
|   | Share capital                           | Capital surplus | Treasury shares | Other components of equity                                |                          |
|   |   |                 |                 | Exchange differences on translation of foreign operations | Share acquisition rights |
| Millions of yen                               | Millions of yen                         | Millions of yen | Millions of yen | Millions of yen   |                          |
| Balance at April 1, 2023                      | 4,297                                   | 3,150           | (866)           | 1,782   | 8                        |
| Profit  |   |                 |                 |   |                          |
| Other comprehensive income                    |   |                 |                 | 1,166   |                          |
| Comprehensive income                          | –                                       | –               | –               | 1,166   | –                        |
| Change in scope of consolidation              |   |                 |                 |   |                          |
| Changes in ownership interest in subsidiaries |   | 0               |                 |   |                          |
| Disposal of treasury shares                   |   | 520             | 535             |   |                          |
| Exercise of share acquisition rights          |   |                 |                 |   | (3)                      |
| Transfer to retained earnings                 |   |                 |                 |   |                          |
| Dividends                                     |   |                 |                 |   |                          |
| Total transactions with owners                | –                                       | 520             | 535             | –   | (3)                      |
| Balance at September 30, 2023                 | 4,297                                   | 3,670           | (331)           | 2,948   | 5                        |

|   | Equity attributable to owners of parent                                    |                            |                   |                 |                           |         |
|---|--|----------------------------|-------------------|-----------------|---------------------------|---------|
|   | Financial assets measured at fair value through other comprehensive income | Other components of equity |                   | Total           | Non-controlling interests | Total   |
|   |  | Total                      | Retained earnings |                 |                           |         |
| Millions of yen                               | Millions of yen  | Millions of yen            | Millions of yen   | Millions of yen | Millions of yen           |         |
| Balance at April 1, 2023                      | –  | 1,789                      | 56,130            | 64,500          | 8,240                     | 72,740  |
| Profit  |  | –                          | 3,324             | 3,324           | 382                       | 3,707   |
| Other comprehensive income                    | 3,211  | 4,377                      |                   | 4,377           | 85                        | 4,462   |
| Comprehensive income                          | 3,211  | 4,377                      | 3,324             | 7,701           | 468                       | 8,169   |
| Change in scope of consolidation              |  | –                          |                   | –               | 13                        | 13      |
| Changes in ownership interest in subsidiaries |  | –                          |                   | 0               | 30                        | 30      |
| Disposal of treasury shares                   |  | –                          |                   | 1,055           |                           | 1,055   |
| Exercise of share acquisition rights          |  | (3)                        |                   | (3)             |                           | (3)     |
| Transfer to retained earnings                 | (3,211)  | (3,211)                    | 3,211             | –               |                           | –       |
| Dividends                                     |  | –                          | (1,392)           | (1,392)         | (94)                      | (1,486) |
| Total transactions with owners                | (3,211)  | (3,214)                    | 1,819             | (339)           | (51)                      | (390)   |
| Balance at September 30, 2023                 | –  | 2,953                      | 61,273            | 71,862          | 8,657                     | 80,519  |

## Condensed quarterly consolidated statements of cash flows

|   | Six months ended<br>September 30, 2022 | Six months ended<br>September 30, 2023 |
|---|--|--|
|   | Millions of yen                        | Millions of yen                        |
| Cash flows from operating activities                                    |  |  |
| Profit before tax   | 6,083                                  | 5,718                                  |
| Depreciation and amortization   | 5,208                                  | 5,928                                  |
| Interest and dividend income  | (187)                                  | (256)                                  |
| Interest expenses   | 355                                    | 607                                    |
| Foreign exchange loss (gain)  | 16                                     | (136)                                  |
| Share of loss (profit) of investments accounted for using equity method | (95)                                   | (73)                                   |
| Loss (gain) on sale of fixed assets                                     | 3                                      | (2)                                    |
| Loss on retirement of fixed assets                                      | 56                                     | 54                                     |
| Decrease (increase) in trade receivables                                | (823)                                  | 360                                    |
| Decrease (increase) in inventories                                      | (3,368)                                | (10,203)                               |
| Increase (decrease) in trade payables                                   | (1,150)                                | (2,059)                                |
| Increase (decrease) in contract liabilities                             | (448)                                  | (131)                                  |
| Increase (decrease) in accrued consumption taxes                        | (984)                                  | 222                                    |
| Other   | (174)                                  | (900)                                  |
| Subtotal  | 4,492                                  | (872)                                  |
| Interest and dividends received   | 244                                    | 315                                    |
| Interest paid   | (357)                                  | (624)                                  |
| Income taxes refund (paid)  | (2,584)                                | (1,886)                                |
| Net cash provided by (used in) operating activities                     | 1,795                                  | (3,066)                                |
| Cash flows from investing activities                                    |  |  |
| Payments into time deposits   | (76)                                   | (201)                                  |
| Proceeds from withdrawal of time deposits                               | 6                                      | 128                                    |
| Purchase of property, plant and equipment                               | (6,334)                                | (6,720)                                |
| Proceeds from sale of property, plant and equipment                     | 825                                    | 946                                    |
| Purchase of intangible assets   | (28)                                   | (75)                                   |
| Purchase of investment securities                                       | (0)                                    | (0)                                    |
| Proceeds from sale of investment securities                             | 336                                    | 16                                     |
| Proceeds (Payments) from (for) acquisition of subsidiaries              | -                                      | (23)                                   |
| Payments for loans receivable   | (6)                                    | (6)                                    |
| Collection of loans receivable  | 80                                     | 47                                     |
| Payments of leasehold and guarantee deposits                            | (71)                                   | (74)                                   |
| Proceeds from refund of leasehold and guarantee deposits                | 38                                     | 211                                    |
| Payments for acquisition of businesses                                  | -                                      | (42)                                   |
| Proceeds from sale of businesses  | 31                                     | -                                      |
| Other   | (4)                                    | (20)                                   |
| Net cash provided by (used in) investing activities                     | (5,203)                                | (5,813)                                |

|  | Six months ended<br>September 30, 2022 | Six months ended<br>September 30, 2023 |
|--|--|--|
|  | Millions of yen                        | Millions of yen                        |
| Cash flows from financing activities                         |  |  |
| Net increase (decrease) in short-term borrowings             | 4,232                                  | 7,278                                  |
| Proceeds from long-term borrowings                           | 4,567                                  | 9,010                                  |
| Repayments of long-term borrowings                           | (3,641)                                | (5,203)                                |
| Redemption of bonds  | (11)                                   | (172)                                  |
| Proceeds from sale of treasury shares                        | –                                      | 1,053                                  |
| Proceeds from issuance of share acquisition rights           | 8                                      | –                                      |
| Capital contribution from non-controlling interests          | 25                                     | 30                                     |
| Dividends paid   | (1,276)                                | (1,392)                                |
| Dividends paid to non-controlling interests                  | (75)                                   | (94)                                   |
| Repayments of lease liabilities                              | (3,581)                                | (4,039)                                |
| Other  | (1)                                    | (0)                                    |
| Net cash provided by (used in) financing activities          | <u>247</u>                             | <u>6,470</u>                           |
| Effect of exchange rate changes on cash and cash equivalents | 17                                     | 306                                    |
| Net increase (decrease) in cash and cash equivalents         | (3,145)                                | (2,104)                                |
| Cash and cash equivalents at beginning of period             | <u>11,844</u>                          | <u>12,644</u>                          |
| Cash and cash equivalents                                    | <u><u>8,699</u></u>                    | <u><u>10,540</u></u>                   |