

# Translation

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

October 30, 2023

Company name: HOUSECOM CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 3275 URL <https://www.housecom.co.jp/>  
 Representative: President & Representative Director Kei Tamura  
 Inquiries: Manager, Corporate Planning Division Hideaki Oda TEL 03-6717-6939  
 Scheduled date to file Quarterly Securities Report: November 10, 2023  
 Scheduled date to commence dividend payments: December 5, 2023  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

### 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

	Operating revenue		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	6,244	(8.9)	(160)	—	(156)	—	(121)	—
Six months ended September 30, 2022	6,857	3.3	(0)	—	3	—	(17)	—

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	(15.70)	—
Six months ended September 30, 2022	(2.23)	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	10,015	6,851	68.0
As of March 31, 2023	11,482	7,018	60.9

### 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 March 31, 2023	—	8.00	—	8.00	16.00
Year ending March 31, 2024	—	8.00			
Year ending March 31, 2024 (Forecast)			—	8.00	16.00

### 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

	Operating revenue		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	14,288	0.8	462	17.4	646	4.1	389	18.9	50.45

#### 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): Yes
- (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, 2023	7,790,000 shares	As of March 31, 2023	7,790,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2023	68,338 shares	As of March 31, 2023	76,938 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	7,713,681 shares	Six months ended September 30, 2022	7,700,222 shares
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## Quarterly consolidated financial statements

### Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	4,820,551	4,421,333
Trade notes and accounts receivable	396,039	375,601
Inventories	88,949	122,521
Other	505,317	375,246
Allowance for doubtful accounts	(2,765)	(12,450)
Total current assets	5,808,093	5,282,253
Non-current assets		
Property, plant and equipment	403,035	384,150
Intangible assets		
Goodwill	655,871	626,209
CUSTOMER-RELATED ASSETS	86,598	77,938
Software	1,060,028	957,569
Software in progress	1,334	792
Other	6,759	6,575
Total intangible assets	1,810,592	1,669,084
Investments and other assets		
Investment securities	91,530	91,546
Business guarantee deposits	1,932,800	982,200
Other	1,436,481	1,606,723
Total investments and other assets	3,460,811	2,680,469
Total non-current assets	5,674,439	4,733,705
Total assets	11,482,533	10,015,958
<b>Liabilities</b>		
Current liabilities		
Trade accounts payable	297,806	223,715
Short-term borrowings	1,000,000	—
Accrued expenses	417,328	440,920
Income taxes payable	310,752	167,758
Accrued consumption taxes	283,016	208,316
Provision for bonuses	594,251	616,530
Other	694,467	619,263
Total current liabilities	3,597,622	2,276,504
Non-current liabilities		
Retirement benefit liability	710,609	724,099
Asset retirement obligations	67,997	59,335
Other	87,844	104,375
Total non-current liabilities	866,451	887,810
Total liabilities	4,464,073	3,164,314

	(Thousands of yen)	
	As of March 31, 2023	As of September 30, 2023
Net assets		
Shareholders' equity		
Share capital	424,630	424,630
Capital surplus	324,630	324,630
Retained earnings	6,320,204	6,133,321
Treasury shares	(79,973)	(66,382)
Total shareholders' equity	6,989,491	6,816,199
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	(2,303)	(4,286)
Total accumulated other comprehensive income	(2,303)	(4,286)
Share acquisition rights	31,271	31,271
Non-controlling interests	—	8,459
Total net assets	7,018,459	6,851,643
Total liabilities and net assets	11,482,533	10,015,958

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

## Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Operating revenue	6,857,839	6,244,239
Operating expenses	6,858,792	6,404,673
Operating loss	(953)	(160,434)
Non-operating income		
Interest income	31	376
Miscellaneous income	5,964	4,355
Total non-operating income	5,996	4,731
Non-operating expenses		
Interest expenses	110	1,199
Miscellaneous losses	980	20
Total non-operating expenses	1,090	1,219
Ordinary profit (loss)	3,953	(156,921)
Extraordinary income		
Gain on bargain purchase	—	7,385
Total extraordinary income	—	7,385
Profit (loss) before income taxes	3,953	(149,535)
Income taxes - current	12,977	153,289
Income taxes - deferred	8,161	(181,779)
Total income taxes	21,138	(28,489)
Loss	(17,185)	(121,045)
Profit attributable to non-controlling interests	—	87
Loss attributable to owners of parent	(17,185)	(121,132)

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Loss	(17,185)	(121,045)
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	(2,031)	(1,983)
Total other comprehensive income	(2,031)	(1,983)
Comprehensive income	(19,217)	(123,029)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(19,217)	(123,116)
Comprehensive income attributable to non-controlling interests	—	87

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from operating activities		
Profit (loss) before income taxes	3,953	(149,535)
Depreciation	150,476	155,409
Amortization of goodwill	29,662	29,662
Gain on bargain purchase	–	(7,385)
Share-based payment expenses	15,191	12,524
Increase (decrease) in allowance for doubtful accounts	(136)	753
Increase (decrease) in provision for bonuses	(133,145)	22,278
Increase (decrease) in retirement benefit liability	(2,882)	10,631
Interest income	(31)	(376)
Interest expenses	110	1,199
Decrease (increase) in trade receivables	69,279	43,090
Decrease (increase) in other assets	75,631	107,726
Increase (decrease) in trade payables	(70,710)	(74,090)
Increase (decrease) in accrued expenses	(47,385)	18,023
Increase (decrease) in accrued consumption taxes	(46,082)	(75,914)
Increase (decrease) in deposits received	(33,389)	(50,130)
Increase (decrease) in other liabilities	3,439	(25,636)
Subtotal	13,980	18,230
Interest and dividends received	31	376
Interest paid	(110)	(1,199)
Income taxes paid	(164,903)	(286,190)
Net cash provided by (used in) operating activities	(151,001)	(268,782)
Cash flows from investing activities		
Payments into time deposits	(3,000)	(3,000)
Purchase of property, plant and equipment	(31,969)	(5,265)
Purchase of intangible assets	(195,892)	(12,294)
Payments for operating deposits	(910,000)	–
Proceeds from refund of operating deposits	40,000	950,600
Payments of guarantee deposits	(22,689)	(10,037)
Proceeds from refund of guarantee deposits	16,797	25,563
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	–	35,108
Other payments	(11,656)	(4,674)
Net cash provided by (used in) investing activities	(1,118,410)	975,999

	(Thousands of yen)	
	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from financing activities		
Repayments of short-term borrowings	—	(1,000,000)
Repayments of long-term borrowings	—	(40,000)
Repayments of lease liabilities	(4,515)	(4,565)
Dividends paid	(46,320)	(61,868)
Net cash provided by (used in) financing activities	(50,835)	(1,106,434)
Net increase (decrease) in cash and cash equivalents	(1,320,248)	(399,218)
Cash and cash equivalents at beginning of period	4,545,218	4,820,551
Cash and cash equivalents at end of period	3,224,970	4,421,333