

October 11, 2022

Interim Financial Results Supplemental Information
Six Months Ended Aug. 31, 2022

Takashimaya Co., Ltd.

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I. Consolidated basis
1. Financial highlights

(millions of yen, %)

	The first half results			The current fiscal year projections		
	Amount	Year on year		Amount	Year on year	
		(%)			(%)	
1. Operating revenue	209,012	(39.8)	(138,176)	439,000	(42.3)	(322,124)
2. Total operating revenue	413,502	19.1	66,313	860,500	13.1	99,375
3. Net sales	172,896	(45.1)	(142,184)	367,300	(47.2)	(328,393)
4. Total sales	378,011	20.0	62,930	789,700	13.5	94,006
5. Gross profit	86,911	14.0	10,692	185,600	10.7	17,886
6. Total gross profit	93,314	22.4	17,095	198,000	18.1	30,286
7. Selling, general and administrative expenses	110,214	(0.1)	(126)	231,900	1.3	2,866
8. Operating profit	12,812	—	14,826	25,500	520.3	21,389
9. Ordinary profit	14,597	—	15,157	25,500	269.4	18,596
10. Profit attributable to owners of parent	13,522	—	17,898	20,000	273.1	14,639
11. Total assets	1,185,441	3.6	41,105	1,165,000	1.8	20,664
12. Total net assets	442,213	5.2	21,724	449,000	6.8	28,510
13. Net cash provided by (used in) operating activities	5,420	41.2	1,582	35,000	66.3	13,955
14. Net cash provided by (used in) investing activities	(6,697)	—	12,319	(32,000)	—	5,120
15. Net cash provided by (used in) financing activities	(5,262)	—	6,259	(12,000)	—	(7,241)
16. Depreciation (included in cost of sales, SG&A expenses and extraordinary losses)	16,542	4.8	759	32,961	3.0	955
17. Capital investments	10,625	(38.9)	(6,770)	38,435	11.4	3,919
18. Interest-bearing debt	216,687	0.9	1,923	217,000	1.0	2,236
19. Gross profit ratio	50.27	—	26.08	50.53	—	26.42
20. Total gross profit ratio	24.69	—	0.50	25.07	—	0.96
21. Ratio of SG&A expenses to net sales	63.7	—	28.7	63.1	—	30.2
22. Operating margin	7.4	—	8.0	6.9	—	6.3
23. Ordinary profit / Net sales	8.4	—	8.6	6.9	—	5.9
24. Ordinary profit / Total assets (ROA)	—	—	—	2.2	—	1.6
25. Profit attributable to owners of parent / Equity (ROE)	—	—	—	4.9	—	3.5
26. Interest-bearing debt / Total assets	18.3	—	(0.5)	18.6	—	(0.2)
27. Debt-to-equity ratio	0.52	—	(0.02)	0.51	—	(0.03)
28. Equity ratio	35.4	—	0.6	36.5	—	1.7
29. Number of employees	7,028	(2.7)	(195)	6,931	(4.0)	(292)
30. Number of subsidiaries	27	—	—	27	—	—
31. Number of equity method affiliates	8	—	3	8	—	2

1.The above items 11, 12, 18, 26, 27, 28 and 29 are compared to the previous fiscal year-end.

2.The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned 2, 4, 6 and 20 referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

2. Subsidiaries

(millions of yen, %)

Subsidiaries	Segment	Ownership	The first half results				The current fiscal year projections			
			Operating revenue	Operating profit	Ordinary profit	Profit	Operating revenue	Operating profit	Ordinary profit	Profit
Okayama Takashimaya Co., Ltd.	Department store	100.0	3,299	47	41	130	7,324	203	189	267
Gifu Takashimaya Co., Ltd.		100.0	2,847	34	37	(69)	6,284	82	86	(51)
Takasaki Takashimaya Co., Ltd.		100.0	3,655	145	153	95	8,090	401	416	278
Takashimaya (Singapore) Ltd.		100.0	9,190	2,412	1,237	1,018	18,766	4,522	2,049	1,705
Shanghai Takashimaya Co.,Ltd.		100.0	1,203	127	428	251	2,676	(114)	(162)	57
Takashimaya Vietnam Ltd.		100.0	1,313	275	84	84	2,715	507	97	97
Siam Takashimaya (Thailand) Co.,Ltd.		51.0	891	(382)	(261)	(261)	2,677	(465)	(381)	(381)
Takashimaya Tomonokai Co.,Ltd.		100.0	2,247	(535)	209	137	4,762	(1,080)	254	166
R.T. Corporation Ltd.		100.0	5,736	170	493	337	11,896	450	761	520
Toshin Development Co., Ltd.	Commercial property development	100.0	22,327	2,903	7,479	6,419	45,894	5,820	10,331	8,241
Toshin Development Singapore PTE. LTD.		100.0	4,317	1,121	485	374	8,702	2,226	998	830
Fashion Plaza Sunroser Co.,Ltd.		100.0	666	(11)	(9)	16	1,367	(1)	1	19
A&B Development CORP.		35.7	481	235	219	173	1,009	462	433	332
Gateway Vietnam Education Joint Stock Company		75.0	219	198	480	410	454	411	636	563
Globaland Ltd.		60.0	—	(4)	13	13	—	(9)	30	30
Hanoi Residential and Commercial Centre - HRCC Ltd.		60.0	420	94	53	38	919	167	113	69
SLUC Co.,Ltd.		100.0	—	(18)	(6)	(2)	—	(43)	(107)	(103)
Takashimaya Financial Partners Co., Ltd.	Finance	69.5	10,445	2,274	2,506	1,619	21,499	4,476	4,890	3,131
Takashimaya Space Create Co., Ltd.	Construction & Design	100.0	9,724	(308)	(282)	(26)	23,278	192	238	363
Good Live Co., Ltd.	Other	100.0	1,708	131	131	126	3,711	337	334	291
RTD Co., Ltd.		60.0	464	6	6	4	870	17	17	12
TAKASHIMAYA TRANCOSMOS INTERNATIONAL COMMERCE PTE.LTD.		51.0	289	(27)	(36)	(36)	1,085	3	(6)	(6)
ATA CO., LTD.		100.0	3,036	363	366	239	6,502	899	914	597
Century & Co., Ltd.		100.0	3,172	130	147	135	6,113	97	118	106
Takashimaya Facilities Co.,Ltd.		100.0	381	20	21	13	763	29	31	17
The Tamagawa Institute., Ltd.		100.0	167	11	11	15	333	13	13	16
Select Square Co., Ltd.		100.0	404	14	8	30	783	73	63	68

3. Selling, general and administrative expenses

(millions of yen, %)

	The first half results	The previous first half results	Year on year (%)
1. Personnel expenses	36,101	36,103	(0.0)
2. Administrative expenses	663	640	3.5
3. Advertising expenses	5,041	10,294	(51.0)
4. General affairs expenses	52,630	48,544	8.4
Distribution expenses	5,764	3,959	45.6
Subcontracting costs	10,440	10,346	0.9
Supplies expenses	1,328	1,316	0.9
Heating and lighting expenses	5,849	4,335	34.9
Commission expenses	3,803	3,344	13.7
Repair costs	2,452	2,211	10.9
Depreciation	16,525	15,349	7.7
Other	6,466	7,681	(15.8)
5. Accounting related expenses	15,778	14,758	6.9
Rent expenses on land and buildings	11,389	10,935	4.1
Other	4,389	3,822	14.8
Total	110,214	110,341	(0.1)

4. Non-operating income and expenses

(millions of yen, %)

	The first half results	The previous first half results	Year on year (%)
Non-operating income	4,615	3,918	17.8
Interest income and Dividend income	1,111	566	96.3
Miscellaneous income	3,503	3,351	4.5
Non-operating expenses	2,830	2,463	14.9
Interest expenses	2,510	2,280	10.1
Miscellaneous loss	320	182	75.0

5. Extraordinary income and losses

(millions of yen)

	The first half results
Extraordinary income	335
Gain on sales of investment securities	248
Subsidy income	83
Other	3
Extraordinary losses	1,672
Loss on retirement of non-current assets	811
Impairment loss	467
Loss related to COVID-19	181
Other	212

6. Segment information

(millions of yen, %)

	The current fiscal year projections									
	Operating revenue					Operating costs		Segment profit		
	Outside customers	Year on year (%)	Inter-segment	Year on year (%)	Total	Year on year (%)		Year on year (%)		Year on year (%)
Department store	324,277	(50.0)	22,112	146.2	346,390	(47.3)	335,143	(49.5)	11,247	—
Commercial property development	43,513	5.7	14,831	39.4	58,345	12.6	49,308	10.7	9,037	24.1
Finance	16,281	(1.4)	5,217	43.7	21,499	6.7	17,021	7.8	4,478	2.7
Construction & Design	21,433	31.2	1,844	14.1	23,278	29.7	23,086	25.1	192	—
Total	405,506	(43.9)	44,005	77.0	449,512	(39.8)	424,558	(42.8)	24,954	445.8
Adjustments	33,493	(13.5)	(44,005)	—	(10,512)	—	(11,058)	—	546	—
Consolidated	439,000	(42.3)	—	—	439,000	(42.3)	413,500	(45.4)	25,500	520.3

7. Capital investments

(millions of yen)

	The first half results	The current fiscal year plan
1.Takashimaya Co., Ltd.	3,806	11,800
2.Toshin Development Co., Ltd.	6,250	21,700
3.Other	628	5,045
4.Eliminations	(59)	(110)
Total	10,625	38,435

II. Non-consolidated basis

1. Financial highlights

(millions of yen, %)

	The first half results			The current fiscal year projections		
	Amount	Year on year		Amount	Year on year	
		(%)			(%)	
1. Operating revenue	146,520	(46.9)	(129,569)	306,471	(49.9)	(305,311)
2. Total operating revenue	331,448	20.1	55,358	688,169	12.5	76,387
3. Net sales	134,186	(50.2)	(135,131)	282,973	(52.7)	(314,978)
4. Total sales	324,156	20.4	54,839	673,975	12.7	76,024
5. Gross profit	68,204	12.9	7,806	141,023	5.1	6,858
6. Total gross profit	72,604	20.2	12,206	149,382	11.3	15,218
7. Selling, general and administrative expenses	77,254	4.4	3,250	158,178	1.6	2,423
8. Operating profit	3,284	—	10,118	6,343	—	14,103
9. Ordinary profit	9,110	131.7	5,178	12,055	360.0	9,434
10. Profit	11,380	437.9	9,264	14,153	103.7	7,203
11. Total assets	831,481	2.3	19,087	826,600	1.7	14,205
12. Total net assets	242,157	3.9	9,002	242,900	4.2	9,745
13. Depreciation (included in SG&A expenses and extraordinary losses)	7,900	0.7	51	15,826	(1.1)	(176)
14. Capital investments	3,806	(51.7)	(4,068)	11,800	7.3	805
15. Interest-bearing debt	315,243	(2.6)	(8,513)	313,900	(3.0)	(9,857)
16. Gross profit ratio	50.83	—	28.40	49.84	—	27.40
17. Total gross profit ratio	22.40	—	(0.03)	22.16	—	(0.28)
18. Ratio of SG&A expenses to net sales	57.6	—	30.1	55.9	—	29.9
19. Operating margin	2.4	—	4.9	2.2	—	3.5
20. Ordinary profit / Net sales	6.8	—	5.3	4.3	—	3.9
21. Number of employees	4,140	(3.7)	(158)	4,015	(6.6)	(283)

1. The above items 11,12,15 and 21 are compared to the previous fiscal year-end.

2. The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned 2 ,4 ,6 and 17 referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

The following figures include three domestic department store subsidiaries.

(millions of yen, %)

	The first half results			The current fiscal year projections		
	Amount	Year on year		Amount	Year on year	
		(%)			(%)	
1. Operating revenue	156,322	(47.3)	(140,268)	328,169	(50.0)	(328,204)
2. Total operating revenue	353,839	19.3	57,248	735,726	12.1	79,352
3. Net sales	143,669	(50.4)	(146,081)	304,091	(52.7)	(338,326)
4. Total sales	346,467	19.6	56,717	721,428	12.3	79,011
5. Operating profit	3,511	—	10,318	7,029	—	14,268
6. Ordinary profit	9,343	131.6	5,309	12,746	293.2	9,504
7. Profit	11,536	429.4	9,357	14,647	103.5	7,450

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned 2 and 4 referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

2. Capital investments

(millions of yen)

	The first half results	The current fiscal year plan
Osaka store	283	1,003
Sakai store	8	27
Kyoto store	613	817
Semboku store	41	67
Nihombashi store	298	889
Yokohama store	277	809
Shinjuku store	870	2,760
Tamagawa store	38	111
Tachikawa store	49	72
Omiya store	60	249
Kashiwa store	164	477
Others	1,105	4,519
Total	3,806	11,800

(millions of yen)

	The first half results	The current fiscal year plan
Okayama Takashimaya Co., Ltd.	21	44
Gifu Takashimaya Co., Ltd.	50	66
Takasaki Takashimaya Co., Ltd.	88	121

3. Selling, general and administrative expenses

(millions of yen, %)

	The first half results		The current fiscal year projections	
	Amount	Year on year (%)	Amount	Year on year (%)
1. Personnel expenses	23,628	(2.2)	48,963	(1.5)
Retirement benefit expenses	336	(26.3)	678	(24.5)
2. Administrative expenses	340	—	624	—
3. Advertising expenses	3,943	(55.6)	8,666	(59.0)
4. General affairs expenses	35,496	20.8	72,195	18.2
Distribution expenses	5,660	41.7	12,616	45.9
Subcontracting costs	9,779	0.7	19,607	0.3
Supplies expenses	917	1.8	1,685	(8.3)
Heating and lighting expenses	3,260	63.3	6,240	54.4
Commission expenses	5,598	76.0	11,558	59.0
Repair costs	1,685	12.5	3,489	14.5
Depreciation	7,900	5.1	15,826	1.0
Other	694	20.2	1,174	15.6
5. Accounting related expenses	13,845	11.3	27,730	9.0
Rent expenses on real estate	11,139	9.4	22,330	6.9
Other	2,705	19.8	5,400	18.2
Total	77,254	4.4	158,178	1.6

The following figures include three domestic department store subsidiaries.

(millions of yen, %)

	The first half results		The current fiscal year projections	
	Amount	Year on year (%)	Amount	Year on year (%)
1. Personnel expenses	25,152	(2.2)	52,073	(1.4)
Retirement benefit expenses	365	(23.7)	738	(21.8)
2. Administrative expenses	472	—	921	—
3. Advertising expenses	4,080	(54.7)	8,944	(58.2)
4. General affairs expenses	37,666	20.2	76,628	17.6
Distribution expenses	6,056	41.5	13,470	45.2
Subcontracting costs	10,260	1.2	20,574	0.9
Supplies expenses	984	2.3	1,806	(8.1)
Heating and lighting expenses	3,534	62.9	6,789	54.4
Commission expenses	6,027	63.6	12,423	48.3
Repair costs	1,777	12.7	3,674	14.6
Depreciation	8,094	5.0	16,214	0.9
Other	931	15.2	1,678	14.3
5. Accounting related expenses	14,593	10.4	29,235	8.4
Rent expenses on real estate	11,842	8.6	23,737	6.4
Other	2,750	18.7	5,498	17.7
Total	81,965	4.4	167,801	1.7

4. Non-operating income and expenses

(millions of yen, %)

	The first half results		The current fiscal year projections	
	Amount	Year on year (%)	Amount	Year on year (%)
Non-operating income	7,327	(38.4)	8,482	(33.7)
Interest income and Dividend income	6,687	(36.6)	6,969	(36.7)
Miscellaneous income	639	(52.0)	1,513	(15.1)
Non-operating expenses	1,501	34.1	2,770	14.6
Interest expenses	899	7.7	1,771	4.3
Miscellaneous loss	602	111.4	999	38.8

The following figures include three domestic department store subsidiaries.

(millions of yen, %)

	The first half results		The current fiscal year projections	
	Amount	Year on year (%)	Amount	Year on year (%)
Non-operating income	7,346	(38.6)	8,517	(34.1)
Interest income and Dividend income	6,704	(36.6)	7,002	(36.6)
Miscellaneous income	641	(54.2)	1,514	(19.2)
Non-operating expenses	1,514	33.9	2,800	14.8
Interest expenses	910	7.7	1,793	4.3
Miscellaneous loss	604	111.7	1,007	39.7

5. Extraordinary income and losses

(millions of yen)

	The first half results
Extraordinary income	332
Gain on sales of investment securities	248
Subsidy income	83
Extraordinary losses	1,401
Loss on retirement of non-current assets	721
Loss related to COVID-19	467
Other	212

6. Details about sales

Sales by store

(millions of yen, %)

		The first half results			The current fiscal year projections	
		Amount	Year on year (%)	Customer traffic growth trends (%)	Amount	Year on year (%)
W e s t	Osaka store	60,909	28.2	41.5	129,382	18.4
	Sakai store	5,090	9.1	10.1	10,587	5.8
	Kyoto store	39,090	16.9	14.6	81,775	10.5
	Semboku store	7,275	8.5	8.0	15,226	5.6
E a s t	Nihombashi store	67,024	22.3	23.5	136,413	10.0
	Yokohama store	62,329	12.1	10.4	130,748	10.2
	Shinjuku store	36,555	42.8	25.2	74,759	27.9
	Tamagawa store	21,409	18.4	9.1	44,497	10.4
	Tachikawa store	4,090	11.4	6.3	8,294	1.8
	Omiya store	3,673	4.2	5.9	7,418	1.3
	Kashiwa store	16,707	6.3	5.2	34,876	4.3
Okayama Takashimaya Co., Ltd.		8,470	14.4	13.1	17,861	8.1
Gifu Takashimaya Co., Ltd.		6,147	1.8	2.5	13,241	3.2
Takasaki Takashimaya Co., Ltd.		7,692	10.1	8.4	16,351	8.2
Total		346,467	19.6	15.4	721,428	12.3

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

Sales by business type

(Including three domestic department store subsidiaries)

(millions of yen, %)

	The first half results			The current fiscal year projections		
	Amount	Year on year (%)	Ratio of sales (%)	Amount	Year on year (%)	Ratio of sales (%)
Department store business	316,543	19.8	91.4	661,334	13.0	91.7
Corporate business	20,486	32.3	5.9	36,187	6.9	5.0
Cross-media business	9,437	(6.2)	2.7	23,907	2.9	3.3
Total	346,467	19.6	100.0	721,428	12.3	100.0

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

Sales by merchandise

(millions of yen, %)

	The first half results		The previous first half results		Year on year (%)
	Amount	Ratio of sales (%)	Amount	Ratio of sales (%)	
Gentlemen	13,870	4.3	11,325	4.2	22.5
Ladies	56,355	17.4	45,793	17.0	23.1
Children	6,247	1.9	5,768	2.1	8.3
Others	5,341	1.6	5,040	1.9	6.0
Clothing	81,814	25.2	67,928	25.2	20.4
Personal items	64,568	19.9	44,491	16.5	45.1
Cosmetics	21,448	6.6	18,782	7.0	14.2
Jewelries	23,133	7.2	18,780	7.0	23.2
Others	5,604	1.7	5,083	1.9	10.2
General goods	50,186	15.5	42,647	15.9	17.7
Furniture	4,625	1.5	3,976	1.5	16.3
Consumer electronics	2,627	0.8	2,074	0.8	26.6
Household goods	12,396	3.8	11,707	4.3	5.9
Utensils	19,649	6.1	17,757	6.6	10.6
Fresh food	15,093	4.7	15,124	5.6	(0.2)
Pastry	28,909	8.9	23,579	8.7	22.6
Side dish	26,153	8.1	23,088	8.6	13.3
Others	24,388	7.5	23,128	8.6	5.4
Food items	94,544	29.2	84,920	31.5	11.3
Restaurants	4,494	1.4	3,113	1.2	44.4
Services & other	8,898	2.7	8,458	3.1	5.2
Total	324,156	100.0	269,317	100.0	20.4

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.

The following figures include three domestic department store subsidiaries.

(millions of yen, %)

	The first half results		The previous first half results		Year on year (%)
	Amount	Ratio of sales (%)	Amount	Ratio of sales (%)	
Gentlemen	14,884	4.3	12,242	4.2	21.6
Ladies	60,000	17.3	49,065	16.9	22.3
Children	6,699	2.0	6,237	2.2	7.4
Others	5,629	1.6	5,336	1.8	5.5
Clothing	87,214	25.2	72,881	25.1	19.7
Personal items	69,159	20.0	48,629	16.8	42.2
Cosmetics	23,853	6.9	21,029	7.3	13.4
Jewelries	24,251	7.0	19,654	6.8	23.4
Others	5,802	1.6	5,286	1.8	9.8
General goods	53,907	15.5	45,970	15.9	17.3
Furniture	4,888	1.4	4,220	1.5	15.8
Consumer electronics	2,688	0.8	2,085	0.7	28.9
Household goods	13,421	3.9	12,686	4.4	5.8
Utensils	20,998	6.1	18,991	6.6	10.6
Fresh food	16,297	4.7	16,356	5.6	(0.4)
Pastry	30,685	8.8	25,206	8.7	21.7
Side dish	27,424	7.9	24,322	8.4	12.8
Others	26,615	7.7	25,165	8.7	5.8
Food items	101,022	29.1	91,049	31.4	11.0
Restaurants	4,783	1.4	3,318	1.1	44.2
Services & other	9,379	2.7	8,909	3.1	5.3
Total	346,467	100.0	289,750	100.0	19.6

The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020) and relevant ASBJ regulations from the fiscal year ending February 28, 2023, and for the aforementioned referring to the six months ended August 31, 2022, the Company has made calculations according to the previous standard.