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[Document to be filed]	Quarterly Report
[Statutory basis]	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act
[Filing to]	Director-General of the Kanto Local Finance Bureau
[Filing date]	August 10, 2023
[Quarterly accounting period]	First quarter of the 56th term (from April 1, 2023 to June 30, 2023)
[Company name]	Kabushiki Kaisha Oizumi
[Company name in English]	Oizumi Corporation
[Name and position of Representative]	Shuji Oizumi, President
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[Contact Person]	Minoru Kitamura, Director and General Manager of Administration
[Place available for public inspection]	Tokyo Stock Exchange, Inc. 2-1 Nihonbashi Kabuto-cho, Chuo-ku, Tokyo, Japan

Part I [Company Information]

I. [Company Overview]

1 [Key Financial Data]

Term	The 55 th Term Consolidated Cumulative First Quarter	The 56 th Term Consolidated Cumulative First Quarter	The 55 th Term
Accounting Period	From April 1, 2022 to June 30, 2022	From April 1, 2023 to June 30, 2023	From April 1, 2022 to March 31, 2023
Net sales (Thousands of Yen)	3,286,042	5,429,831	18,127,781
Ordinary income (Thousands of Yen)	335,160	238,636	1,054,162
Net income attributable to owners of the parent (Thousands of Yen)	207,131	71,193	1,561,153
Comprehensive income (for the period) (Thousands of Yen)	204,775	101,776	1,792,470
Net assets (Thousands of Yen)	16,671,763	18,091,271	18,259,438
Total assets (Thousands of Yen)	36,675,054	43,613,148	43,753,717
Net income per share (Yen)	9.21	3.16	69.40
Diluted net income per share (Yen)	–	–	–
Equity ratio (%)	45.5	41.5	41.7

Note 1: As the Company prepares quarterly consolidated financial statements, information on the transition of major management indicators of the reporting company is not stated.

Note 2: Diluted net income per share is not presented as there has been no potential dilution for each period stated above.

2 [Business Description]

There were no significant changes in the description of the business operated by the Group during the current consolidated cumulative first quarter.

In the first quarter of the current consolidated fiscal year, the Company changed the classification of its reportable segments. For details, please refer to IV. Status of Accounting, 1. Quarterly consolidated financial statements, Notes (Segment information, etc.), Segment Information for the current consolidated cumulative first quarter, 2. Matters concerning changes in reportable segments, etc.

II. [Business Status]

1 [Business-related Risks]

There are no new business-related risks that arose during the current consolidated cumulative first quarter.

In addition, there are no material changes in business-related risks described in the Annual Securities Report for the previous fiscal year.

2 Management Discussion and Analysis of Financial Position, Operating Results, and Cash Flows

Forward-looking statements in the text are based on the judgment of the Group as of the end of the current consolidated quarter.

(1) Operating Results

During the current consolidated cumulative first quarter, the outlook for the Japanese economy remained uncertain due to high resource prices and rising prices caused by the yen's depreciation, coupled with geopolitical risks such as the situation in Ukraine and downside risks in overseas economies due to global monetary tightening, although there were signs of recovery in socioeconomic activities following the relaxation of movement restrictions imposed due to the Covid-19 pandemic.

In the amusement industry, the Group's main business field, the business environment remained challenging due to the prolonged impact of Covid-19, a decline in the number of players with diversification in leisure activities, and sluggish customer traffic and utilization rates, which resulted in an increase in closing/discontinuation of businesses, and corporate restructuring through M&A. On the other hand, with the introduction of smart amusement machines (smart pachislot and smart pachinko) to the market starting in November 2022, customer traffic is expected to increase and utilization is expected to recover, leading to increased demand for amusement arcade equipment upgrades.

In these circumstances, our group has been working to accurately understand market trends, plan and develop products to meet market needs, and bring competitive products to market.

In particular, in the Amusement Equipment Division, our core business, we have worked to reinforce our structure to flexibly respond to rule revisions, etc. and have worked to expand our market share by acquiring high-quality intellectual properties and developing products with unique game features. We have also been working to create synergy through collaboration with the Takao Corporation, which became our subsidiary in the previous fiscal year.

In addition, amid growing health consciousness trends, we have positioned the food and e-commerce business as our new core business toward the future and have focused on developing value-added products to secure earnings, expanding the business by leveraging our sales knowledge on the e-commerce site and pursuing synergistic effects within our group.

Moreover, with the keywords of "aging pets, healthy habits, and functionality," we launched grain-free and gluten-free products under the brand name Delichien, and have been working to expand sales channels by increasing recognition of our products through social media. We have also been helping the brand image penetrate the market through participation in various trade shows and other events.

As a result of the above, for the current consolidated cumulative first quarter, net sales were 5,429 million yen (up 65.2% year-on-year), ordinary income was 238 million yen (down 28.8% year-on-year), and net income attributable to owners of the parent amounted to 71 million yen (down 65.6% year-on-year).

Segment results are as follows.

In the current consolidated first quarter, the Company changed the classification of its reportable segments. For details, please refer to IV. Status of Accounting, 1. Quarterly consolidated financial statements, Notes (Segment information, etc.), Segment Information for the current consolidated cumulative first quarter, 2. Matters concerning changes in reportable segments, etc.

(Amusement Business)

In the Amusement Business, order receipts and shipments of automated service equipment in the peripheral equipment business exceeded our expectations.

The amusement machine business saw sales growth with "Pachislot OVERLORD Absolute Ruler Kourin II," which we put to the market in the previous fiscal year. Additionally, our consolidated subsidiary Takao Co., Ltd. launched "P Zenigata Heiji 3 Oshizu 99" in April. The release of a major title in the current consolidated fiscal year is scheduled for the fourth quarter of the fiscal year.

As a result, the Amusement Business achieved net sales of 3,068 million yen (up 76.6% year-on-year) and segment income of 73 million yen (down 48.3% year-on-year) in the first quarter under review.

The year-on-year comparison includes figures for Takao Co., Ltd., which was included in the scope of consolidation after the acquisition of its shares in the fourth quarter of the previous fiscal year.

(Real Estate Business)

Aiming to secure more stable earnings, the Real Estate Business has been dedicated to thoroughly maintaining and managing real estate, continuously seeking profitable and high-quality rental properties.

As a result, this business segment posted net sales of 221 million yen (down 0.5% year-on-year) and segment income of 120 million yen (down 1.7% year-on-year) in the first quarter under review.

(Electricity Business)

The Electricity Business secured stable earnings from smooth operation of solar power generation facilities enabled by our efforts in thorough maintenance and management to ensure continuous, stable supply.

As a result, performance with this business segment for the first quarter under review came to net sales of 286 million yen (down 2.0% year-on-year) and segment income of 173 million yen (down 1.7% year-on-year).

(Food & E-commerce Business)

In the Food & E-commerce Business, our consolidated subsidiary Shimonita Bussan Co., Ltd., which manufactures and sells its mainstay konnyaku (konjac) and konjac jelly, has developed its own brand, Konnyaku Kobo. Shimonita has developed another brand, Delichien, in the pet food business, with a focus on improvement of brand recognition, penetration of brand image, and sales channel expansion.

Bubble Star Co., Ltd. and Takeuchi Pharmaceutical Co., Ltd. have developed and manufactured health foods and sold brand products on their e-commerce sites.

Efforts were made to acquire new customers by strategically keeping prices unchanged for products purchased repeatedly, especially in the protein market and the low-carb food market, both of which continue to grow. Additionally, product development for both new and existing brands has been promoted, bringing new products to the market.

As a result, this business segment reported net sales of 1,853 million yen (up 79.4% year-on-year) and segment income of 0 million yen (down 99.7% year-on-year) in the first quarter under review.

The year-on-year comparison includes the figures for Takeuchi Pharmaceutical Co., Ltd., which was included in the scope of consolidation after the acquisition of its shares in the second quarter of the previous fiscal year.

(2) Financial Position

Total assets at the end of the current consolidated first quarter decreased by 140 million yen from the end of the previous fiscal year (March 31, 2023) to 43,613 million yen.

Current assets increased by 138 million yen to 20,070 million yen from the end of the previous consolidated fiscal year. This mainly reflects increases in cash and deposits (up 594 million yen), electronically recorded monetary claims (up 709 million yen), merchandise and finished goods (up 116 million yen), prepaid expenses included in other (up 113 million yen) and advances paid (up 324 million yen), while there was a decrease in accounts receivable (down 1,886 million yen).

Non-current assets decreased by 279 million yen from the end of the previous consolidated fiscal year to 23,542 million yen. The decrease was mainly attributable to decreases in machinery, equipment, and vehicles (down 78 million yen) and goodwill (down 60 million yen).

Total liabilities increased by 27 million yen from the end of the previous consolidated fiscal year to 25,521 million yen. This was mainly due to increases in current portion of long-term borrowings (up 264 million yen), electronically recorded monetary claims (up 1,648 million yen), and long-term borrowings (up 568 million yen), as well as decreases in notes and accounts payable (down 1,697 million yen), long-term accounts payable included in other under non-current liabilities (down 101 million yen), and (down 583 million yen) in accounts payable included in other under current liabilities.

Total net assets decreased by 168 million yen from the end of the previous consolidated fiscal year to 18,091 million yen, due mainly to a decrease in retained earnings (down 198 million yen).

As a result, the equity ratio stood at 41.5%, down 0.2 percentage points compared to the end of the previous consolidated fiscal year.

(3) Business and Financial Issues to Address

There were no significant changes or new issues to be addressed by the Group in its business and financial activities during the current consolidated cumulative first quarter.

(4) Research and Development Activities

Research and development expenses totaled 353 million yen in the current consolidated cumulative first quarter.

There were no significant changes to the status of the Group's research and development activities during the above-mentioned period.

(5) Number of Employees

[1] Consolidated Companies

There was no significant increase or decrease in the number of employees during the first quarter of the current consolidated fiscal year.

[2] Reporting Company

There was no significant increase or decrease in the number of employees during the current cumulative first quarter.

(6) Production, Orders, and Sales Results

In the current consolidated cumulative first quarter, with regard to automatic service equipment in the amusement business, orders and shipments for smart game machines remained steady, resulting in a notable increase in sales and production performance.

Amusement machines, etc. achieved marked growth in sales and production following the acquisition of shares of Takao Co., Ltd. in the fourth quarter of the previous consolidated fiscal year and subsequent inclusion in the scope of consolidation.

The Group manufactures system equipment products in the amusement business on a make-to-order basis, but both orders received and sales decreased during the current consolidated cumulative first quarter.

(7) Major Facilities

There were no significant changes in major facilities during the current consolidated cumulative first quarter from the plan as of the end of the previous consolidated fiscal year.

3 [Material Agreements, etc.]

There were no decisions or conclusions regarding material contracts, etc. during the current consolidated first quarter.

III. [Reporting Company Status]

1 [Company's Shares, etc.]

(1) [Total Number of Shares, etc.]

[1] [Total number of shares]

Class	Total Number of Shares Authorized to be Issued (Shares)
Common stock	90,000,000
Total	90,000,000

[2] [Shares issued]

Class	Number of shares issued as of the end of the first quarter (Shares) (June 30, 2023)	Number of shares issued as of the filing date (Shares) (August 10, 2023)	Names of listing stock exchanges or authorized financial instrument firm association	Description
Common stock	22,500,000	22,500,000	Prime Market of the Tokyo Stock Exchange	The number of shares constituting a unit is 100.
Total	22,500,000	22,500,000	—	—

(2) [Share Acquisition Rights]

[1] [Stock option plans]

N/A

[2] [Share acquisition rights for other uses]

N/A

(3) [Moving Strike Convertible Bonds, etc.]

N/A

(4) [Changes in Number of Issued Shares, Capital Stock, and Legal Capital Surplus]

Date	Changes in the total number of shares issued (Shares)	Balance of total number of shares issued (Shares)	Changes in capital stock (Thousands of yen)	Balance of capital stock (Thousands of yen)	Changes in legal capital surplus (Thousands of yen)	Balance of legal capital surplus (Thousands of yen)
June 30, 2023	—	22,500,000	—	1,006,900	—	673,700

(5) [Major Shareholder Status]

There are no items to report because the quarter under review is the first quarter of the accounting period.

(6) [Voting Right Status]

As of the end of the first quarter of the current accounting period, “Status of Voting Rights” is based on shareholder registry as of the immediately preceding record date (March 31, 2023), as shareholder registry cannot be checked.

[1] [Shares issued]

As of March 31, 2023

Category	Number of shares (Shares)	Number of voting rights (Units)	Description
Shares without voting rights	–	–	–
Shares with restricted voting rights (Treasury stock, etc.)	–	–	–
Shares with restricted voting rights -other	–	–	–
Shares with full voting rights (Treasury stock, etc.)	(Treasury stock) Common stock 4,700	–	–
Shares with full voting rights - other	Common stock 22,477,300	224,773	–
Shares less than one unit	Common stock 18,000	–	Shares less than one unit (100 shares)
Total number of shares issued	22,500,000	–	–
Total voting rights held by all shareholders	–	224,773	–

Note: Common stock in the row “Shares with full voting rights – other” include 1,500 shares (15 units of voting rights) held under the name of the Japan Securities Depository Center. Also, Common stock in the row “Shares less than one unit” includes 22 shares of treasury stock.

[2] [Treasury stock, etc.]

As of March 31, 2023

Name of shareholder	Address	Number of shares held under own name (Shares)	Number of shares held under the name of others (Shares)	Total number of shares held (Shares)	Shareholding ration to the total number of shares issued (%)
(Treasury stock) Oizumi Corporation	7-10, Naka-machi 2-chome, Atsugi-shi, Kanagawa, Japan	4,700	–	4,700	0.0
Total	–	4,700	–	4,700	0.0

2 [Directors and Other Officers]

N/A

IV. [Accounting Status]

1. Preparation Methods for Quarterly Consolidated Financial Statements

Quarterly consolidated financial statements of the Company are prepared in accordance with the “Regulation on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements (Cabinet Office Order No. 64 of 2007).”

2. Certification of Audit

The Company received a review of its quarterly consolidated financial statement for the current consolidated first quarter (from April 1, 2023 to June 30, 2023) and the current consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023) conducted by Cosmos & Co. under the provisions of Article 193-2, paragraph 1 of the Financial Instruments and Exchange Act.

1 [Quarterly Consolidated Financial Statements]

(1) [Quarterly Consolidated Balance Sheet]

(Thousands of Yen)

	Previous consolidated fiscal year (as of March 31, 2023)	Current consolidated first quarter (as of June 30, 2023)
Assets		
Current assets		
Cash and deposits	7,865,529	8,460,494
Notes receivable	184,663	199,851
Accounts receivable	3,496,832	1,610,525
Electronically recorded monetary claims	1,693,477	2,402,646
Merchandise and finished goods	1,495,037	1,611,047
Work in process	839,361	865,729
Raw materials	2,549,163	2,642,158
Content	6,197	0
Other	1,803,907	2,279,789
Allowance for doubtful accounts	(2,800)	(1,904)
Total current assets	19,931,371	20,070,338
Non-current assets		
Tangible fixed assets		
Buildings and structures, net	5,635,671	5,588,814
Machinery, equipment, and vehicles, net	2,423,749	2,345,177
Tools, furniture, and fixtures, net	321,622	294,115
Land	10,561,982	10,560,529
Lease assets, net	252,932	234,335
Total tangible fixed assets	19,195,959	19,022,973
Intangible fixed assets		
Software	110,653	100,590
Goodwill	2,401,704	2,341,427
Other	12,803	12,229
Total intangible fixed assets	2,525,161	2,454,247
Investments and other assets		
Investment securities	596,007	641,257
Long-term loans receivable	1,599,320	1,590,140
Deferred tax assets	231,774	193,652
Long-term prepaid expenses	313,199	312,398
Other	619,244	586,460
Allowance for doubtful accounts	(1,258,320)	(1,258,320)
Investments and other assets	2,101,225	2,065,588
Total non-current assets	23,822,346	23,542,809
Total assets	43,753,717	43,613,148

(Thousands of Yen)

	Previous consolidated fiscal year (as of March 31, 2023)	Current consolidated first quarter (as of June 30, 2023)
Liabilities		
Current liabilities		
Notes and accounts payable	2,836,274	1,139,146
Electronically recorded obligations	940,394	2,589,002
Short-term borrowings	1,907,242	1,941,530
Current portion of long-term borrowings	2,726,081	2,990,177
Lease liabilities	41,091	66,533
Income taxes payable	217,864	139,820
Allowance for bonuses	76,705	97,322
Allowance for product warranties	6,000	7,000
Other	2,278,251	1,689,554
Total current liabilities	11,029,905	10,660,087
Non-current liabilities		
Long-term borrowings	11,824,907	12,393,243
Lease liabilities	237,491	192,415
Reserve for directors' retirement benefits	393,634	395,734
Allowance for product warranties	108,400	108,400
Retirement benefit liabilities	148,696	149,151
Long-term guarantees deposited	703,130	707,287
Asset retirement obligations	336,294	336,939
Rehabilitation claims, etc.	336,637	304,713
Other	375,181	273,903
Total non-current liabilities	14,464,373	14,861,789
Total liabilities	25,494,278	25,521,877
Net assets		
Shareholders' equity		
Capital stock	1,006,900	1,006,900
Capital surplus	673,700	673,700
Retained earnings	16,340,130	16,141,381
Treasury stock	(4,343)	(4,343)
Total shareholders' equity	18,016,387	17,817,637
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	243,051	273,633
Total accumulated other comprehensive income	243,051	273,633
Total net assets	18,259,438	18,091,271
Total liabilities and net assets	43,753,717	43,613,148

(2) [Quarterly Consolidated Income Statement and Quarterly Statement of Consolidated Comprehensive Income]
[Quarterly Consolidated Income Statement]
[Consolidated cumulative first quarter]

(Thousands of Yen)

	Previous consolidated cumulative first quarter (From April 1, 2022 to June 30, 2022)	Current consolidated cumulative first quarter (From April 1, 2023 to June 30, 2023)
Net sales	3,286,042	5,429,831
Cost of sales	2,119,084	3,752,299
Gross profit	1,166,958	1,677,532
Selling, general, and administrative expenses		
Advertising and publicity expenses	75,977	147,952
Packing and freight	119,141	274,687
Sales promotion expenses	170,575	285,726
Directors' remuneration	60,735	71,673
Salaries and bonuses	75,962	170,452
Provision for bonuses	20,487	23,230
Retirement benefit expenses	4,399	3,045
Provision for directors' retirement benefits	2,727	2,100
Provision for product warranties	2,000	7,000
Provision for allowance for doubtful accounts	(3,782)	(896)
Other	306,573	451,847
Total selling, general, and administrative expenses	834,799	1,436,821
Operating income	332,158	240,710
Non-operating income		
Interest income	2,962	2,065
Dividend income	3,546	6,634
Subsidy for employment adjustment	12,268	200
Other	11,514	25,974
Total non-operating income	30,291	34,874
Non-operating expenses		
Interest expenses	23,679	27,404
Other	3,610	9,543
Total non-operating expenses	27,290	36,947
Ordinary income	335,160	238,636
Extraordinary income		
Gain on sales of non-current assets	2,636	1,797
Other	–	790
Total extraordinary income	2,636	2,587
Extraordinary losses		
Loss on cancellation of membership	–	18,498
Loss on sales and retirement of non-current assets	156	111
Total extraordinary losses	156	18,610
Net income before income taxes	337,640	222,614
Income taxes - current	110,098	126,411
Income taxes - deferred	20,410	25,009
Total income taxes	130,509	151,420
Net income	207,131	71,193
Net income attributable to owners of the parent	207,131	71,193

[Quarterly Statement of Consolidated Comprehensive Income]
[Consolidated Cumulative First Quarter]

(Thousands of Yen)

	Previous consolidated cumulative first quarter (From April 1, 2022 to June 30, 2022)	Current consolidated cumulative first quarter (From April 1, 2023 to June 30, 2023)
Net income	207,131	71,193
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,355)	30,582
Total other comprehensive income	(2,355)	30,582
Comprehensive income	204,775	101,776
(Breakdown)		
Comprehensive income attributable to owners of the parent	204,775	101,776
Comprehensive income attributable to non- controlling interests	—	—

[Notes]

(Notes on going-concern assumption)

N/A

(Additional information)

(Changes in Presentation Methods)

(Consolidated Income Statement)

A portion of expenses related to the food and e-commerce business at some consolidated subsidiaries, which were previously included in Cost of sales, are now presented as Selling, general, and administrative expenses, effective from the current consolidated first quarter.

This change was made to more appropriately reflect the reality of the Group's business activities by reviewing profit-and-loss management in conjunction with the reorganization of the relevant consolidated subsidiary.

As a result of this change, cost of sales for the first quarter of the previous consolidated cumulative first quarter decreased by 84,465 thousand yen, and both gross profit and selling, general, and administrative expenses increased by the same amount, but there was no impact on operating income.

(Quarterly Consolidated Statement of Cash Flow)

A quarterly consolidated statement of cash flow for the current consolidated cumulative first quarter has not been prepared. Depreciation and amortization (including amortization related to intangible assets) and amortization of goodwill for each consolidated cumulative first quarter are shown below.

	Previous consolidated cumulative first quarter (From April 1, 2022 to June 30, 2022)	Current consolidated cumulative first quarter (From April 1, 2023 to June 30, 2023)
Depreciation and amortization	198,588 Thousand yen	243,014 Thousand yen
Amortization of goodwill	34,753 Thousand yen	60,276 Thousand yen

(Shareholders' Equity, etc.)

Previous consolidated cumulative first quarter (from April 1, 2022 to June 30, 2022)

1. Dividends paid

Resolution	Class of share	Total dividends (Thousands of yen)	Dividends per share (Yen)	Record date	Effective date	Dividend resource
Annual General Meeting of Shareholders held on June 29, 2022	Common stock	202,457	9	March 31, 2022	June 30, 2022	Retained earnings

2. Dividends with record dates belonging to the current consolidated cumulative first quarter but with effective dates subsequent to the end of the current consolidated first quarter

N/A

Current consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023)

1. Dividends paid

Resolution	Class of share	Total dividends (Thousands of yen)	Dividends per share (Yen)	Record date	Effective date	Dividend resource
Annual General Meeting of Shareholders held on June 29, 2022	Common stock	269,943	12	March 31, 2023	June 30, 2023	Retained earnings

2. Dividends with record dates belonging to the current consolidated cumulative first quarter but with effective dates subsequent to the end of the current consolidated first quarter

N/A

(Segment Information, etc.)

[Segment Information]

I. Previous consolidated cumulative first quarter (from April 1, 2022 to June 30, 2022)

1. Information concerning segment sales, income/loss by reportable segment

(Thousands of Yen)

	Amusement Business	Real Estate Business	Electricity Business	Food & E-commerce Business (Note 1)
Net sales				
(1) Sales to external customers	1,737,122	223,177	292,611	1,033,129
(2) Intersegment sales or transferred sales	–	9,041	–	3,102
Total	1,737,122	232,219	292,611	1,036,232
Segment income	143,011	122,586	176,140	58,014

	Total	Reconciliation (Note 2)	Amount recorded in Quarterly Consolidated Income Statement (Note 3)
Net sales			
(1) Sales to external customers	3,286,042	–	3,286,042
(2) Intersegment sales or transferred sales	12,144	(12,144)	–
Total	3,298,186	(12,144)	3,286,042
Segment income	499,753	(167,594)	332,158

Note 1: Effective from the current accounting period, net sales and income are included in the “Food & E-commerce Business” of Bubble Star Co., Ltd. in tandem with it becoming a consolidated subsidiary.

Note 2: Reconciliation of segment income of minus 167,594 thousand yen is mainly administrative expenses incurred by the reporting company.

Note 3: Segment income is adjusted with operating income in the quarterly consolidated income statement.

2. Information concerning impairment losses of noncurrent assets or goodwill by reportable segment

(Significant changes in the amount of goodwill)

In the current consolidated cumulative first quarter, there was a significant change in the amount of goodwill as a result of Bubble Star Co., Ltd. becoming a consolidated subsidiary. The increase in goodwill due to this event was 1,499,466 thousand yen.

II. Current consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023)

1. Information concerning segment sales, income/loss by reportable segment

(Thousands of Yen)

	Amusement Business	Real Estate Business	Electricity Business	Food & E-commerce Business
Net sales				
(1) Sales to external customers	3,068,033	221,965	286,679	1,853,153
(2) Intersegment sales or transferred sales	–	7,824	–	2,732
Total	3,068,033	229,789	286,679	1,855,886
Segment income	73,924	120,481	173,213	169

	Total	Reconciliation (Note 1)	Amount recorded in Quarterly Consolidated Income Statement (Note 2)
Net sales			
(1) Sales to external customers	5,429,831	–	5,429,831
(2) Intersegment sales or transferred sales	10,557	(10,557)	–
Total	5,440,389	(10,557)	5,429,831
Segment income	367,788	(127,078)	240,710

Note 1: Reconciliation of segment income of minus 127,078 thousand yen is mainly administrative expenses incurred by the reporting company

Note 2: Segment income is adjusted with operating income in the quarterly consolidated income statement.

2. Changes in Reportable Segments

With the increase in the number of consolidated subsidiaries, the Group has reviewed its business management classifications and, effective from the current consolidated cumulative first quarter, has changed its reportable segments from the previous six segments of “Equipment Business,” “Real Estate Business,” “Electricity Business,” “Content Business,” “Food Business,” and “Other” to the following four segments: “Amusement Business,” “Real Estate Business,” “Electricity Business,” and “Food & E-commerce Business.” The previous segment of “Content Business” was consolidated into “Equipment Business” and renamed to “Amusement Business,” and “Other” was consolidated into “Food Business” and renamed to “Food & E-commerce Business.” Segment information for the previous consolidated cumulative first quarter is presented based on classification after these changes.

3. Information concerning impairment losses of noncurrent assets or goodwill by reportable segment

N/A

(Revenue Recognition)

The following is the Group's reportable segment revenue breakdown in the timing of revenue recognition.
Previous consolidated cumulative first quarter (from April 1, 2022 to June 30, 2022)

(Thousands of Yen)

	Reportable Segment				Total
	Amusement Business	Real Estate Business	Electricity Business	Food & E-commerce Business	
Net sales					
Goods and services transferred at a point in time	1,696,137	–	292,611	1,033,129	3,021,878
Goods and services transferred over time	40,985	–	–	–	40,985
Revenue from contracts with customers	1,737,122	–	292,611	1,033,129	3,062,864
Other revenue	–	223,177	–	–	223,177
Sales to external customers	1,737,122	223,177	292,611	1,033,129	3,286,042

Current consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023)

(Thousands of Yen)

	Reportable Segment				Total
	Amusement Business	Real Estate Business	Electricity Business	Food & E-commerce Business	
Net sales					
Goods and services transferred at a point in time	3,037,760	–	286,679	1,852,103	5,176,543
Goods and services transferred over time	30,272	–	–	1,050	31,322
Revenue from contracts with customers	3,068,033	–	286,679	1,853,153	5,207,866
Other revenue	–	221,965	–	–	221,965
Sales to external customers	3,068,033	221,965	286,679	1,853,153	5,429,831

Note: Matters concerning changes in reportable segments, etc.

In the first quarter of the current consolidated fiscal year, the Company changed the classification of its reportable segments. For details, please refer to IV. Accounting Status, 1. Quarterly Consolidated Financial Statements, Notes (Segment information, etc.), Segment Information for the current consolidated cumulative first quarter, 2. Changes in reportable segments.

(Per Share Information)

The amounts of net income per share and the basis of calculation are as follows:

Item	Previous consolidated cumulative first quarter (from April 1, 2022 to June 30, 2022)	Current consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023)
Net income per share (Yen)	9.21	3.16
(Basis of calculation)		
Net income per share attributable to owners of the parent (Thousands of yen)	207,131	71,193
Amount not attributable to common stockholders (Thousands of yen)	—	—
Net income per share attributable to owners of the parent associated with common stock (Thousands of yen)	207,131	71,193
Average number of shares of common stock during the period (Shares)	22,495,328	22,495,278

Note: Diluted net income per share is not presented as there has been no potential dilution for each period stated above.

(Significant subsequent events)

N/A

2 [Other]

N/A

Part II [Information Regarding Guarantor Companies, etc. of the Reporting Company]

N/A

Independent Auditor's Quarterly Review Report

August 10, 2023

To the Board of Directors of the Oizumi Corporation

Cosmos & Co.

Nagoya-shi, Aichi, Japan

Tomoyuki Shinkai	Representative Engagement Partner	Certified Public Accountant
Toyokazu Komuro	Engagement Partner	Certified Public Accountant
Hiroki Terashima	Engagement Partner	Certified Public Accountant

Auditor's Conclusion

We have conducted, under the provisions of Article 193-2, paragraph 1 of the Financial Instruments and Exchange Act, a quarterly review of the quarterly consolidated financial statements of Oizumi Corporation listed in the "Accounting Status" for the consolidated first quarter (from April 1, 2023 to June 30, 2023) and the consolidated cumulative first quarter (from April 1, 2023 to June 30, 2023) of the consolidated fiscal year from April 1, 2023 to March 31, 2024, consisting of the quarterly consolidated balance sheet, quarterly consolidated income statement, quarterly statement of consolidated comprehensive income, and notes.

In our quarterly review, no matter has to come to our attention that causes us to believe that the above quarterly consolidated financial statements do not fairly present, in any material respect, the financial position of Oizumi Corporation and its consolidated subsidiaries as of June 30, 2023 as well as the results of their operations in the consolidated cumulative first quarter ended on the same day in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan.

Basis for the Auditor's Conclusion

We conducted our quarterly review in accordance with the quarterly review standards generally accepted in Japan. Our responsibility in the quarterly review standards is stated in "Responsibility of Auditor in the Quarterly Review of the Quarterly Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the Code of Professional Ethics in Japan and fulfill other ethical responsibilities as an auditor. We believe that the evidence we have obtained provides a basis for our conclusion.

Responsibility of Management and Audit and Supervisory Committee for Quarterly Consolidated Financial Statements

It is the responsibility of management to prepare and properly present quarterly consolidated financial statements in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan. This includes design and implementation of internal control deemed necessary by management for preparation and fair presentation of quarterly consolidated financial statements free from material misstatement, whether due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the quarterly consolidated financial statements based on the going concern assumption and disclosing said items, if it is required, in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan. The responsibilities of the Audit and Supervisory Committee are to monitor the execution of duties by the directors in the design and implementation of the financial reporting process.

Responsibility of Auditor in the Quarterly Review of the Quarterly Consolidated Financial Statements

The responsibility of the auditor is to express a conclusion on the quarterly consolidated financial statements from an independent standpoint in the quarterly review report based on our quarterly review.

The auditor makes professional judgements and conducts the following with an attitude of professional skepticism through a quarterly review process in accordance with the quarterly review standards generally accepted in Japan.

- We principally make inquiries to the management, the persons responsible for financial and accounting matters, etc. applying analytical procedures and conducting other quarterly review procedures. The quarterly review procedures are conducted under more limited procedures than the procedures for annual financial statement audits conducted in accordance with the review standards generally accepted in Japan.

- If we deem that a material uncertainty exists related to events or conditions that may cast significant doubt on the matters regarding the going concern assumption, based on the evidence obtained, we conclude whether the quarterly consolidated financial statements are found to contain any matters that would lead one to believe that they are not fairly presented in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan. Moreover, if a material uncertainty regarding material uncertainty about matters on the going concern assumption exists, we are required to draw attention in our quarterly review report to the notes in the quarterly consolidated financial statements or, if such notes are inappropriate, we are required to express a qualified conclusion or a negative conclusion to the quarterly consolidated financial statements. The auditor's conclusion is based on audit evidence obtained up to the date of our quarterly review report. However, the Company may cease to continue as a going concern depending on future events or conditions.
- We evaluate not only whether the presentation and notes of the quarterly consolidated financial statements are found to contain any matters that would lead one to believe that they are not in accordance with the standards for preparation of quarterly consolidated financial statements generally accepted in Japan but also whether the presentation, structure, and contents of the included related notes as well as the quarterly consolidated financial statements are found to contain any matters that would lead one to believe that they do not fairly present underlying transactions or accounting events.
- The auditor obtains evidence regarding financial information from the Company and its consolidated subsidiaries to express a conclusion about the quarterly consolidated financial statements. We are responsible for the direction, supervision, and performance of the quarterly review of the quarterly consolidated financial statements. We remain solely responsible for our audit conclusion.

We report to the Audit & Supervisory Board on the planned scope and timing of quarterly review and significant audit findings. We also provide the Audit & Supervisory Board with a statement that we have complied with the Code of Professional Ethics in Japan regarding independence, and report to them on matters that may reasonably be thought to bear on our independence, and details regarding safeguards if taken to remove or mitigate inhibitors to acceptable levels.

Interest

Our firm and its engagement partners do not have any interest in the Company and its consolidated subsidiaries, which is required to be disclosed pursuant to the provisions of the Certified Public Accountant Act of Japan.

End

Note 1: An original copy of the above quarterly review report is separately archived by the Company (the company providing the securities report).

Note 2: XBRL data are not included in the subject of quarterly review.