

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

May 9, 2024

Company name: C.E.Management Integrated Laboratory Co.Ltd  
 Stock exchange listing: Tokyo  
 Stock code: 6171 URL <https://www.dksiken.co.jp/>  
 Representative: President Yuji Shimodaira  
 Inquiries: Planning Manager Nao Shioiri TEL 03-5846-8385  
 Scheduled date to file Quarterly Securities Report: May 10, 2024  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

|                                   | Net sales       |       | Operating profit |       | Ordinary profit |       | Profit attributable to owners of parent |       |
|-----------------------------------|-----------------|-------|------------------|-------|-----------------|-------|---|-------|
|                                   | Millions of yen | %     | Millions of yen  | %     | Millions of yen | %     | Millions of yen                         | %     |
| Three months ended March 31, 2024 | 1,862           | (1.5) | 163              | (5.1) | 163             | (5.7) | 95                                      | (5.8) |
| Three months ended March 31, 2023 | 1,890           | 8.5   | 171              | 15.6  | 172             | 15.7  | 101                                     | 14.9  |

|                                   | Earnings per share |  | Diluted earnings per share |  |
|-----------------------------------|--------------------|--|----------------------------|--|
|                                   | Yen                |  | Yen                        |  |
| Three months ended March 31, 2024 | 6.75               |  | 6.75                       |  |
| Three months ended March 31, 2023 | 7.17               |  | 7.16                       |  |

#### (2) Consolidated financial position

|                         | Total assets    | Net assets      | Equity ratio |
|-------------------------|-----------------|-----------------|--------------|
|                         | Millions of yen | Millions of yen | %            |
| As of March 31, 2024    | 6,863           | 4,670           | 68.1         |
| As of December 31, 2023 | 6,861           | 4,631           | 67.5         |

### 2. Cash dividends

|  | Annual dividends per share |                 |                 |                 |       |
|--|----------------------------|-----------------|-----------------|-----------------|-------|
|  | 1st quarter-end            | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
|  | Yen                        |                 |                 |                 |       |
| Year ended December 31, 2023             | –                          | 6.00            | –               | 6.00            | 12.00 |
| Year ending December 31, 2024            | –                          |                 |                 |                 |       |
| Year ending December 31, 2024 (Forecast) |                            | 6.00            | –               | 6.00            | 12.00 |

### 3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

Percentages indicate year-on-year changes

|                                 | Net sales       |       | 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                |
| Six months ending June 30, 2024 | 3,636           | (1.4) | 280              | 6.7  | 284             | 4.8  | 167                                     | 9.4   | 11.78              |
| Full year                       | 7,661           | 4.6   | 648              | 36.8 | 653             | 33.9 | 395                                     | 107.9 | 27.82              |

4. Notes

- (1) Changes in significant subsidiaries during the three months ended March 31, 2024  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (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 March 31, 2024 | 14,221,995 shares | As of December 31, 2023 | 14,221,995 shares |
|----------------------|-------------------|-------------------------|-------------------|

Number of treasury shares at the end of the period

|                      |               |                         |               |
|----------------------|---------------|-------------------------|---------------|
| As of March 31, 2024 | 17,501 shares | As of December 31, 2023 | 17,501 shares |
|----------------------|---------------|-------------------------|---------------|

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

|                                   |                   |                                   |                   |
|-----------------------------------|-------------------|-----------------------------------|-------------------|
| Three months ended March 31, 2024 | 14,204,494 shares | Three months ended March 31, 2023 | 14,208,789 shares |
|-----------------------------------|-------------------|-----------------------------------|-------------------|

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

|  | As of December 31, 2023 | As of March 31, 2024 |
|--|-------------------------|----------------------|
| <b>Assets</b>  |                         |                      |
| Current assets   |                         |                      |
| Cash and deposits  | 2,138,332               | 2,090,285            |
| Notes and accounts receivable - trade, and contract assets | 1,312,665               | 1,416,824            |
| Merchandise  | 2,012                   | 1,911                |
| Work in process  | 295,455                 | 245,787              |
| Supplies   | 15,612                  | 15,562               |
| Other  | 64,111                  | 73,792               |
| Allowance for doubtful accounts                            | (12,592)                | (12,816)             |
| Total current assets                                       | 3,815,597               | 3,831,348            |
| Non-current assets   |                         |                      |
| Property, plant and equipment                              |                         |                      |
| Buildings and structures, net                              | 1,280,147               | 1,262,562            |
| Land   | 547,690                 | 547,690              |
| Other  | 274,985                 | 281,963              |
| Total property, plant and equipment                        | 2,102,823               | 2,092,216            |
| Intangible assets  |                         |                      |
| Goodwill   | 148,277                 | 130,540              |
| Other  | 158,137                 | 150,104              |
| Total intangible assets                                    | 306,415                 | 280,645              |
| Investments and other assets                               |                         |                      |
| Investment securities                                      | 387,064                 | 427,230              |
| Other  | 255,491                 | 238,275              |
| Allowance for doubtful accounts                            | (6,277)                 | (6,568)              |
| Total investments and other assets                         | 636,278                 | 658,937              |
| Total non-current assets                                   | 3,045,517               | 3,031,799            |
| Total assets   | 6,861,115               | 6,863,147            |

(Thousands of yen)

|   | As of December 31, 2023 | As of March 31, 2024 |
|---|-------------------------|----------------------|
| <b>Liabilities</b>                                    |                         |                      |
| <b>Current liabilities</b>                            |                         |                      |
| Accounts payable - trade                              | 231,534                 | 228,886              |
| Current portion of long-term borrowings               | 217,423                 | 208,814              |
| Lease liabilities                                     | 47,429                  | 47,380               |
| Accounts payable - other                              | 272,502                 | 284,325              |
| Income taxes payable                                  | 155,645                 | 78,085               |
| Provision for bonuses                                 | 17,700                  | 111,773              |
| Provision for loss on construction contracts          | 3,585                   | 10,667               |
| Other   | 307,313                 | 280,515              |
| <b>Total current liabilities</b>                      | <b>1,253,135</b>        | <b>1,250,449</b>     |
| <b>Non-current liabilities</b>                        |                         |                      |
| Long-term borrowings                                  | 494,749                 | 448,896              |
| Lease liabilities                                     | 81,335                  | 94,071               |
| Retirement benefit liability                          | 355,070                 | 353,758              |
| Other   | 45,715                  | 45,201               |
| <b>Total non-current liabilities</b>                  | <b>976,871</b>          | <b>941,927</b>       |
| <b>Total liabilities</b>                              | <b>2,230,006</b>        | <b>2,192,376</b>     |
| <b>Net assets</b>                                     |                         |                      |
| <b>Shareholders' equity</b>                           |                         |                      |
| Share capital   | 1,204,820               | 1,204,820            |
| Capital surplus                                       | 1,154,820               | 1,154,820            |
| Retained earnings                                     | 2,230,530               | 2,241,214            |
| Treasury shares                                       | (0)                     | (0)                  |
| <b>Total shareholders' equity</b>                     | <b>4,590,172</b>        | <b>4,600,855</b>     |
| <b>Accumulated other comprehensive income</b>         |                         |                      |
| Valuation difference on available-for-sale securities | 39,027                  | 66,928               |
| Foreign currency translation adjustment               | 1,909                   | 2,986                |
| <b>Total accumulated other comprehensive income</b>   | <b>40,936</b>           | <b>69,914</b>        |
| <b>Total net assets</b>                               | <b>4,631,108</b>        | <b>4,670,770</b>     |
| <b>Total liabilities and net assets</b>               | <b>6,861,115</b>        | <b>6,863,147</b>     |

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

**Consolidated statements of income (cumulative)**

(Thousands of yen)

|  | Three months ended<br>March 31, 2023 | Three months ended<br>March 31, 2024 |
|--|--------------------------------------|--------------------------------------|
| Net sales  | 1,890,087                            | 1,862,587                            |
| Cost of sales                                      | 1,158,015                            | 1,138,400                            |
| Gross profit                                       | 732,072                              | 724,186                              |
| Selling, general and administrative expenses       |                                      |                                      |
| Salaries, allowances and bonuses                   | 167,971                              | 174,087                              |
| Provision for bonuses                              | 34,253                               | 38,045                               |
| Retirement benefit expenses                        | 8,740                                | 9,142                                |
| Provision of allowance for doubtful accounts       | (58)                                 | 1,706                                |
| Other  | 349,341                              | 338,140                              |
| Total selling, general and administrative expenses | 560,248                              | 561,121                              |
| Operating profit                                   | 171,823                              | 163,064                              |
| Non-operating income                               |                                      |                                      |
| Interest income                                    | 41                                   | 43                                   |
| Rental income                                      | 1,250                                | 767                                  |
| Electricity sale income                            | 451                                  | 384                                  |
| Other  | 1,054                                | 291                                  |
| Total non-operating income                         | 2,798                                | 1,486                                |
| Non-operating expenses                             |                                      |                                      |
| Interest expenses                                  | 1,207                                | 1,161                                |
| Litigation expenses                                | 41                                   | 24                                   |
| Cost of electricity sales                          | 272                                  | 240                                  |
| Other  | 194                                  | 48                                   |
| Total non-operating expenses                       | 1,715                                | 1,475                                |
| Ordinary profit                                    | 172,906                              | 163,075                              |
| Profit before income taxes                         | 172,906                              | 163,075                              |
| Income taxes                                       | 71,060                               | 67,164                               |
| Profit   | 101,846                              | 95,910                               |
| Profit attributable to owners of parent            | 101,846                              | 95,910                               |

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

(Thousands of yen)

|   | Three months ended<br>March 31, 2023 | Three months ended<br>March 31, 2024 |
|---|--------------------------------------|--------------------------------------|
| Profit  | 101,846                              | 95,910                               |
| Other comprehensive income                            |                                      |                                      |
| Valuation difference on available-for-sale securities | 2,576                                | 27,901                               |
| Foreign currency translation adjustment               | 319                                  | 1,077                                |
| Total other comprehensive income                      | 2,896                                | 28,978                               |
| Comprehensive income                                  | 104,742                              | 124,889                              |
| Comprehensive income attributable to                  |                                      |                                      |
| Comprehensive income attributable to owners of parent | 104,742                              | 124,889                              |