



Consolidated Financial Results for the Nine Months Ended September 30, 2024 [Japanese GAAP]

Company name: Medical Data Vision Co., Ltd.
Securities code: 3902 URL <https://www.mdv.co.jp/>
Representative: (Title) President
Inquiries: (Title) Executive Officer and General Manager of
Corporate Planning Division

November 11, 2024
Listing: Tokyo Stock Exchange

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Scheduled date to file quarterly report: November 11, 2024

Scheduled date to commence dividend payments: -

Preparation of supplementary material on quarterly financial results : Yes

Holding of quarterly financial results briefing : Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted)

1. Consolidated financial results for the nine months ended September 30, 2024 (from January 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended September 30, 2024	4,125	-8.1	-140	-	-229	-	-314	-
Nine months ended September 30, 2023	4,487	3.7	1,111	-4.6	1,063	-8.0	659	-15.0

(Note) Comprehensive income
Nine months ended September 30, 2024 -280 million yen [-%]
Nine months ended September 30, 2023 644 million yen [-16.6%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended September 30, 2024	-8.24	-
Nine months ended September 30, 2023	17.27	17.26

(Note) Diluted earnings per share for the nine months ended September 30, 2024 is not shown because it is quarterly net loss, although there are potential shares.

Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	5,228	3,789	71.2
As of December 31, 2023	6,221	4,317	68.3

(Reference) Equity
As of September 30, 2024 3,721 million yen
As of December 31, 2023 4,247 million yen

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY ended December 31, 2023	-	0.00	-	6.50	6.50
FY ending December 31, 2024	-	0.00	-		
FY ending December 31, 2024 (forecast)				6.50	6.50

(Note) Revision of the latest released dividend forecast : None

3. Consolidated earnings forecasts for the fiscal year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	6,600	2.8	510	-71.2	390	-77.1	180	-81.6	4.71

(Notes) Revision of the latest released earnings forecasts : Yes

* Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies (Company name) , Excluded: - companies (Company name)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements : None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations : None

(ii) Changes in accounting policies other than (i) above : None

(iii) Changes in accounting estimates : Yes

(iv) Restatement : None

(Notes) For more details, please refer to “(3) Notes to quarterly consolidated financial statements (Change in accounting estimates) in Quarterly consolidated financial statements and Key notes” on page 4 of the attached materials.

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)	As of September 30, 2024	40,027,526 shares	As of December 31, 2023	40,027,526 shares
(ii) Number of treasury shares at the end of the period	As of September 30, 2024	1,830,748 shares	As of December 31, 2023	1,830,678 shares
(iii) Average number of shares outstanding during the period (cumulative quarterly period)	Nine months ended September 30, 2024	38,196,829 shares	Nine months ended September 30, 2023	38,196,848 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in this material are based on information currently available to the Group and on certain assumptions deemed to be reasonable.

Quarterly consolidated financial statements and key notes

(1) Quarterly consolidated balance sheet

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	3,218,073	1,871,942
Accounts receivable – trade and contract assets	1,124,042	665,734
Raw materials	6,082	5,786
Other	318,553	821,710
Allowance for doubtful accounts	-4,530	-13,063
Total current assets	4,662,221	3,352,110
Non-current assets		
Property, plant and equipment	158,521	267,268
Intangible assets		
Software	810	517
Goodwill	89,898	70,634
Total intangible assets	90,708	71,152
Investments and other assets		
Investment securities	689,680	826,134
Other	672,144	763,754
Allowance for doubtful accounts	-52,059	-51,546
Total investments and other assets	1,309,765	1,538,342
Total non-current assets	1,558,995	1,876,763
Total assets	6,221,216	5,228,873
Liabilities		
Current liabilities		
Accounts payable – trade	140,587	122,710
Income taxes payable	478,212	4,856
Contract liabilities	769,310	904,176
Provision for bonuses	5,952	10,204
Other	411,450	249,013
Total current liabilities	1,805,513	1,290,962
Non-current liabilities		
Asset retirement obligations	85,885	135,237
Other	12,744	12,830
Total non-current liabilities	98,629	148,067
Total liabilities	1,904,142	1,439,030
Net assets		
Shareholders' equity		
Share capital	992,661	992,661
Capital surplus	1,838,890	1,838,890
Retained earnings	3,795,519	3,232,404
Treasury shares	-2,341,975	-2,342,017
Total shareholders' equity	4,285,096	3,721,939
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-37,323	—
Total accumulated other comprehensive income	-37,323	—
Share acquisition rights	3,491	4,983
Non-controlling interests	65,810	62,920
Total net assets	4,317,074	3,789,843
Total liabilities and net assets	6,221,216	5,228,873

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

(Quarterly consolidated statement of income)

(Nine-month period)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Net sales	4,487,447	4,125,900
Cost of sales	985,819	1,070,796
Gross income	3,501,627	3,055,103
Selling, general and administrative expenses	2,390,354	3,195,627
Operating income(loss)	1,111,272	-140,524
Non-operating income		
Interest income	23	282
Dividend income	563	563
Reversal of allowance for doubtful accounts	513	513
Other	760	811
Total non-operating income	1,860	2,170
Non-operating expenses		
Share of loss of entities accounted for using equity method	49,415	91,470
Other	26	—
Total non-operating expenses	49,441	91,470
Ordinary income(loss)	1,063,691	-229,823
Extraordinary income		
Gain on reversal of share acquisition rights	27	47
Total extraordinary income	27	47
Extraordinary losses		
Loss on retirement of non-current assets	1,061	90
Loss on valuation of investment securities	15,874	127,174
Total extraordinary losses	16,935	127,265
Net income(loss) before income taxes	1,046,783	-357,041
Income taxes – current	372,330	19,492
Income taxes – deferred	12,758	-58,808
Total income taxes	385,089	-39,316
Net income(loss)	661,694	-317,725
Net income(loss) attributable to non-controlling interests	2,193	-2,890
Net income(loss) attributable to owners of parent	659,500	-314,834

(Quarterly consolidated statement of comprehensive income)
 (Nine-month period)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Net income(loss)	661,694	-317,725
Other comprehensive income		
Valuation difference on available-for-sale securities	-17,560	37,323
Total other comprehensive income	-17,560	37,323
Comprehensive income	644,133	-280,401
Comprehensive income attributable to:		
Owners of parent	641,940	-277,511
Non-controlling interests	2,193	-2,890

(3) Notes to quarterly consolidated financial statements

(Notes on going concern assumption)

Not applicable

(Notes to substantial changes in the amount of shareholders' equity)

Not applicable

(Notes on quarterly consolidated statements of cash flows)

Consolidated statement of Cash Flows for nine months ended of September 30, 2024 has not been made. Depreciation and amortization (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the third quarter of fiscal year 2024 are as follows.

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Depreciation	35,691 thousands of yen	50,910 thousands of yen
Amortization of goodwill	39,894 thousands of yen	19,263 thousands of yen

(Notes on segment information, etc.)

Segment information

Segment information is omitted as the Group is comprised of a single segment of the medical data network business.

(Change in accounting estimates)

(Change in estimates of asset retirement obligations)

During the third quarter consolidated period, the Company changed its estimate of asset retirement obligations, which had been recorded as a restoration obligation under the lease agreement for a real estate, in accordance with the availability of new information on restoration costs. As a result of this change, the balance of asset retirement obligations increased by 38,145 thousands of yen. This has no effect on the profit and loss.