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Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

January 31, 2023

Company name: AICHI CORPORATION
Stock exchange listing: Tokyo ,Nagoya
Code number: 6345
URL: https://www.aichi-corp.co.jp
Representative: Toshiya Yamagishi, President and Representative Director
Contact: Tadashi Okumura, Accounting General Manager
Phone: 048-781-1111
Scheduled date of filing quarterly securities report: February 10, 2023
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: No
Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to December 31, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2022	39,881	3.3	3,582	(14.4)	4,195	(15.2)	2,982	(16.6)
December 31, 2021	38,612	(4.8)	4,184	(1.6)	4,947	4.4	3,576	(6.5)

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ 2,456 million [(36.8)%]
Nine months ended December 31, 2021: ¥ 3,885 million [(27.3)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	39.61	-
December 31, 2021	46.85	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
December 31, 2022	90,212	75,378	83.6
March 31, 2022	90,559	76,043	84.0

(Reference) Equity: As of December 31, 2022: ¥ 75,378 million
As of March 31, 2022: ¥ 76,043 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	14.00	-	20.00	34.00
Fiscal year ending March 31, 2023	-	17.00	-		
Fiscal year ending March 31, 2023 (Forecast)				19.00	36.00

(Note) Revision to the forecast for dividends announced most recently: Yes

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	61,500	8.7	7,600	10.8	8,100	4.7	5,700	1.0	75.73

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

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

1) Changes in accounting policies due to the revision of accounting standards: Yes
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2022: 76,395,901 shares
March 31, 2022: 76,395,901 shares

2) Total number of treasury shares at the end of the period:

December 31, 2022: 1,184,643 shares
March 31, 2022: 809,314 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 75,285,429 shares
Nine months ended December 31, 2021: 76,338,268 shares

* This quarterly financial results are not subject to quarterly review procedure by certified public accountants or auditing firms.

* Explanation regarding the proper use of performance forecasts and other special items

・All projections are based on the information available to management at the time of making this report and are not guarantees of future performance. Uncertainties could cause the actual results of AICHI CORPORATION to differ materially from any projections discussed in this report.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	1,179,626	1,286,135
Deposits paid	36,897,023	36,659,247
Notes and accounts receivable - trade	18,608,241	16,742,186
Merchandise and finished goods	896,832	2,202,733
Work in process	1,459,508	1,714,201
Raw materials and supplies	1,345,329	1,659,100
Other	758,981	1,484,671
Total current assets	61,145,543	61,748,276
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,051,360	6,687,885
Machinery, equipment and vehicles, net	2,080,087	1,790,649
Land	8,524,007	8,524,007
Other, net	525,767	637,692
Total property, plant and equipment	18,181,222	17,640,235
Intangible assets	665,998	604,792
Investments and other assets		
Investment securities	7,311,005	6,684,996
Other	3,262,562	3,540,630
Allowance for doubtful accounts	(6,758)	(6,671)
Total investments and other assets	10,566,810	10,218,956
Total non-current assets	29,414,030	28,463,984
Total assets	90,559,574	90,212,261

(Thousand yen)

	As of March 31,2022	As of December 31,2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,633,664	8,936,393
Income taxes payable	717,737	41,549
Provision for bonuses for directors (and other officers)	38,000	28,500
Provision for product warranties	228,271	176,379
Other	2,749,936	3,343,946
Total current liabilities	12,367,609	12,526,769
Non-current liabilities		
Deferred tax liabilities for land revaluation	616,302	616,302
Retirement benefit liability	489,292	489,612
Deferred tax liabilities	704,782	929,506
Other	337,835	271,734
Total non-current liabilities	2,148,213	2,307,155
Total liabilities	14,515,822	14,833,924
Net assets		
Shareholders' equity		
Share capital	10,425,325	10,425,325
Capital surplus	9,923,342	9,923,342
Retained earnings	52,416,619	52,608,635
Treasury shares	(646,937)	(978,247)
Total shareholders' equity	72,118,350	71,979,055
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,085,430	3,675,667
Revaluation reserve for land	(1,624,044)	(1,624,044)
Foreign currency translation adjustment	758,735	672,011
Remeasurements of defined benefit plans	705,280	675,646
Total accumulated other comprehensive income	3,925,401	3,399,280
Total net assets	76,043,752	75,378,336
Total liabilities and net assets	90,559,574	90,212,261

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousand yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Net sales	38,612,376	39,881,526
Cost of sales	30,199,606	32,088,278
Gross profit	8,412,769	7,793,247
Selling, general and administrative expenses	4,228,767	4,210,826
Operating profit	4,184,002	3,582,421
Non-operating income		
Interest income	13,069	8,713
Dividend income	148,385	166,966
Share of profit of entities accounted for using equity method	554,483	347,884
Foreign exchange gains	11,930	49,107
Other	36,808	42,780
Total non-operating income	764,677	615,451
Non-operating expenses		
Other	1,466	2,056
Total non-operating expenses	1,466	2,056
Ordinary profit	4,947,213	4,195,816
Extraordinary income		
Gain on sale of non-current assets	548	775
Gain on sale of investment securities	48,410	83,319
Insurance claim income	31,920	-
Total extraordinary income	80,879	84,095
Extraordinary losses		
Loss on sale of non-current assets	134	-
Loss on retirement of non-current assets	10,691	6,425
Loss on valuation of investment securities	-	6,330
Compensation for damage	-	103,541
Total extraordinary losses	10,825	116,297
Profit before income taxes	5,017,267	4,163,614
Income taxes - current	913,845	765,456
Income taxes - deferred	527,309	415,819
Total income taxes	1,441,155	1,181,275
Profit	3,576,112	2,982,338
Profit attributable to owners of parent	3,576,112	2,982,338

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Thousand yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	3,576,112	2,982,338
Other comprehensive income		
Valuation difference on available-for-sale securities	13,460	(409,762)
Foreign currency translation adjustment	140,331	(30,050)
Remeasurements of defined benefit plans, net of tax	(30,492)	(29,634)
Share of other comprehensive income of entities accounted for using equity method	185,884	(56,673)
Total other comprehensive income	309,184	(526,120)
Comprehensive income	3,885,296	2,456,218
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,885,296	2,456,218
Comprehensive income attributable to non-controlling interests	-	-