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Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]

July 26, 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: +81-48-781-1111
Scheduled date of filing quarterly securities report: August 8, 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 Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2023	10,606	(0.7)	728	3.7	936	(5.7)	664	(5.5)
June 30, 2022	10,681	13.5	702	35.3	992	29.7	702	32.5

(Note) Comprehensive income: Three months ended June 30, 2023: ¥ 1,759 million [119.3%]
Three months ended June 30, 2022: ¥ 802 million [147.6%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	8.83	-
June 30, 2022	9.32	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	94,241	78,903	83.7
March 31, 2023	95,695	78,573	82.1

(Reference) Equity: As of June 30, 2023: ¥ 78,903 million
As of March 31, 2023: ¥ 78,573 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, 2023	-	17.00	-	19.00	36.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		19.00	-	19.00	38.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	61,000	0.5	7,500	2.0	8,050	0.4	6,000	0.7	79.72

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2023 (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: No
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):
June 30, 2023: 75,211,400 shares
March 31, 2023: 75,211,400 shares

2) Number of treasury shares at the end of the period:
June 30, 2023: 445 shares
March 31, 2023: 375 shares

3) Average number of shares outstanding during the period:
Three months ended June 30, 2023: 75,211,008 shares
Three months ended June 30, 2022: 75,396,622 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

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	1,162,162	1,611,596
Deposits paid	37,865,486	42,993,533
Notes and accounts receivable - trade	23,471,637	14,426,091
Merchandise and finished goods	1,065,423	2,063,243
Work in process	1,251,898	1,579,104
Raw materials and supplies	1,486,946	1,583,193
Other	1,249,447	447,713
Total current assets	67,553,002	64,704,476
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,615,115	6,925,875
Machinery, equipment and vehicles, net	1,696,350	1,623,968
Land	8,523,400	8,522,936
Other, net	780,173	561,012
Total property, plant and equipment	17,615,039	17,633,793
Intangible assets	601,208	598,320
Investments and other assets		
Investment securities	6,959,086	8,185,773
Other	2,973,787	3,125,753
Allowance for doubtful accounts	(6,653)	(6,752)
Total investments and other assets	9,926,220	11,304,775
Total non-current assets	28,142,468	29,536,889
Total assets	95,695,470	94,241,365

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,248,973	8,890,503
Income taxes payable	1,385,807	348,843
Provision for bonuses for directors (and other officers)	38,000	9,500
Provision for product warranties	153,065	136,163
Other	3,069,956	3,610,581
Total current liabilities	14,895,802	12,995,592
Non-current liabilities		
Deferred tax liabilities for land revaluation	616,302	616,302
Retirement benefit liability	660,461	507,569
Deferred tax liabilities	695,862	980,731
Other	253,294	237,180
Total non-current liabilities	2,225,920	2,341,784
Total liabilities	17,121,723	15,337,376
Net assets		
Shareholders' equity		
Share capital	10,425,325	10,425,325
Capital surplus	9,923,342	9,923,342
Retained earnings	54,606,278	53,841,430
Treasury shares	(313)	(372)
Total shareholders' equity	74,954,632	74,189,725
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,882,938	4,736,681
Revaluation reserve for land	(1,624,044)	(1,624,044)
Foreign currency translation adjustment	808,182	961,282
Remeasurements of defined benefit plans	552,038	640,342
Total accumulated other comprehensive income	3,619,115	4,714,262
Total net assets	78,573,747	78,903,988
Total liabilities and net assets	95,695,470	94,241,365

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	10,681,825	10,606,020
Cost of sales	8,731,149	8,508,510
Gross profit	1,950,676	2,097,509
Selling, general and administrative expenses	1,247,958	1,368,605
Operating profit	702,717	728,904
Non-operating income		
Interest income	1,577	1,656
Dividend income	66,270	64,995
Share of profit of entities accounted for using equity method	162,046	116,394
Foreign exchange gains	49,809	16,021
Other	11,572	8,943
Total non-operating income	291,276	208,011
Non-operating expenses		
Other	1,586	728
Total non-operating expenses	1,586	728
Ordinary profit	992,407	936,187
Extraordinary income		
Gain on sale of non-current assets	555	763
Gain on sale of investment securities	2,537	-
Total extraordinary income	3,093	763
Extraordinary losses		
Loss on retirement of non-current assets	3,087	140
Loss on valuation of investment securities	5,970	-
Total extraordinary losses	9,057	140
Profit before income taxes	986,442	936,811
Income taxes - current	236,505	397,875
Income taxes - deferred	47,208	(125,225)
Total income taxes	283,713	272,650
Profit	702,729	664,161
Profit attributable to owners of parent	702,729	664,161

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

(Thousands of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	702,729	664,161
Other comprehensive income		
Valuation difference on available-for-sale securities	(203,516)	853,742
Foreign currency translation adjustment	118,341	72,390
Remeasurements of defined benefit plans, net of tax	(9,878)	88,304
Share of other comprehensive income of entities accounted for using equity method	194,640	80,710
Total other comprehensive income	99,587	1,095,147
Comprehensive income	802,316	1,759,308
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	802,316	1,759,308
Comprehensive income attributable to non-controlling interests	-	-