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Consolidated Financial Results for the Six Months Ended September 30, 2023 [Japanese GAAP]

October 27, 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: November 9, 2023
Scheduled date of commencing dividend payments: November 28, 2023
Availability of supplementary briefing material on quarterly financial results: Yes
Schedule of quarterly financial results briefing session: Yes

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2023 (April 1, 2023 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2023	26,395	(2.6)	2,543	3.7	2,873	(1.3)	2,045	(1.6)
September 30, 2022	27,092	6.8	2,453	(5.7)	2,911	(4.9)	2,078	(5.4)

(Note) Comprehensive income: Six months ended September 30, 2023: ¥ 2,889 million [33.3%]
Six months ended September 30, 2022: ¥ 2,167 million [(10.9)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	27.20	-
September 30, 2022	27.60	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2023	94,776	80,033	84.4
March 31, 2023	95,695	78,573	82.1

(Reference) Equity: As of September 30, 2023: ¥ 80,033 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	-	19.00			
Fiscal year ending March 31, 2024 (Forecast)			-	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	79.78

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

* Notes:

(1) Changes in significant subsidiaries during the six months ended September 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):

September 30, 2023: 75,211,400 shares
March 31, 2023: 75,211,400 shares

2) Number of treasury shares at the end of the period:

September 30, 2023: 610 shares
March 31, 2023: 375 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2023: 75,210,920 shares
Six months ended September 30, 2022: 75,317,215 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 September 30, 2023
Assets		
Current assets		
Cash and deposits	1,162,162	1,354,933
Deposits paid	37,865,486	41,413,677
Notes and accounts receivable - trade	23,471,637	18,045,169
Merchandise and finished goods	1,065,423	1,554,789
Work in process	1,251,898	1,385,692
Raw materials and supplies	1,486,946	1,535,573
Other	1,249,447	455,144
Total current assets	67,553,002	65,744,980
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,615,115	6,843,805
Machinery, equipment and vehicles, net	1,696,350	1,525,586
Land	8,523,400	8,522,936
Other, net	780,173	599,598
Total property, plant and equipment	17,615,039	17,491,927
Intangible assets	601,208	602,914
Investments and other assets		
Investment securities	6,959,086	7,641,285
Other	2,973,787	3,302,394
Allowance for doubtful accounts	(6,653)	(6,734)
Total investments and other assets	9,926,220	10,936,945
Total non-current assets	28,142,468	29,031,787
Total assets	95,695,470	94,776,768

(Thousands of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,248,973	8,544,280
Income taxes payable	1,385,807	796,642
Provision for bonuses for directors (and other officers)	38,000	19,000
Provision for product warranties	153,065	155,402
Other	3,069,956	2,892,777
Total current liabilities	14,895,802	12,408,102
Non-current liabilities		
Deferred tax liabilities for land revaluation	616,302	616,302
Retirement benefit liability	660,461	518,005
Deferred tax liabilities	695,862	965,264
Other	253,294	235,555
Total non-current liabilities	2,225,920	2,335,127
Total liabilities	17,121,723	14,743,230
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	55,223,161
Treasury shares	(313)	(516)
Total shareholders' equity	74,954,632	75,571,312
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,882,938	4,358,280
Revaluation reserve for land	(1,624,044)	(1,624,044)
Foreign currency translation adjustment	808,182	1,109,100
Remeasurements of defined benefit plans	552,038	618,889
Total accumulated other comprehensive income	3,619,115	4,462,225
Total net assets	78,573,747	80,033,537
Total liabilities and net assets	95,695,470	94,776,768

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the six months)

(Thousands of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Net sales	27,092,282	26,395,450
Cost of sales	21,832,503	21,104,706
Gross profit	5,259,779	5,290,743
Selling, general and administrative expenses	2,806,186	2,747,489
Operating profit	2,453,593	2,543,254
Non-operating income		
Interest income	2,612	5,540
Dividend income	78,569	79,534
Share of profit of entities accounted for using equity method	290,465	224,089
Foreign exchange gains	62,796	6,502
Other	24,814	15,920
Total non-operating income	459,259	331,587
Non-operating expenses		
Other	1,590	1,414
Total non-operating expenses	1,590	1,414
Ordinary profit	2,911,262	2,873,427
Extraordinary income		
Gain on sale of non-current assets	775	763
Gain on sale of investment securities	3,810	-
Total extraordinary income	4,585	763
Extraordinary losses		
Loss on retirement of non-current assets	5,942	627
Loss on valuation of investment securities	6,430	-
Total extraordinary losses	12,373	627
Profit before income taxes	2,903,474	2,873,564
Income taxes - current	611,171	791,350
Income taxes - deferred	213,409	36,321
Total income taxes	824,581	827,671
Profit	2,078,893	2,045,892
Profit attributable to owners of parent	2,078,893	2,045,892

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

(Thousands of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Profit	2,078,893	2,045,892
Other comprehensive income		
Valuation difference on available-for-sale securities	(195,633)	475,341
Foreign currency translation adjustment	109,687	135,851
Remeasurements of defined benefit plans, net of tax	(19,756)	66,851
Share of other comprehensive income of entities accounted for using equity method	194,023	165,066
Total other comprehensive income	88,321	843,109
Comprehensive income	2,167,214	2,889,002
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,167,214	2,889,002
Comprehensive income attributable to non-controlling interests	-	-