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August 7, 2024

Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2025 (Japanese GAAP, Consolidated)

Company name: Ad-Sol Nissin Corporation
Listing: Tokyo Stock Exchange
Securities code: 3837
URL: https://www.adniss.jp/en/
Representative: Tomizo Ueda, Chairman and CEO
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: No

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

1. Consolidated Operating Results for the First Quarter of FY'25/3 (from April 1, 2024 to June 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	%
First three months of FY'25/3	3,753	10.5	456	35.1	465	36.6	304	37.9
First three months of FY'24/3	3,395	11.3	338	62.8	340	62.2	220	50.1

Note: Comprehensive income First three months of FY'25/3: ¥ 373 million [141.7%]
First three months of FY'24/3: ¥ 154 million [(2.4)%]

	Net income per share	Diluted net income per share
	Yen	Yen
First three months of FY'25/3	32.70	32.25
First three months of FY'24/3	23.68	23.40

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	9,988	7,328	71.9
March 31, 2024	10,201	7,290	70.1

Reference: Equity As of June 30, 2024: ¥7,184 million
As of March 31, 2024: ¥7,147 million

2. Cash dividends

	Annual dividends per share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY'24/3	-	19.00	-	24.00	43.00
FY'25/3	-				
FY'25/3 (Forecast)		25.00	-	25.00	50.00

(Note) Revisions to the forecast of cash dividends most recently announced: No

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	7,500	9.7	850	19.8	875	18.4	565	17.3	60.74
Full-year	15,000	6.5	1,630	13.4	1,675	12.8	1,090	11.3	117.19

(Note) Revisions to the latest operating results forecast: Yes

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(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 due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

FY'25/2 Q1	9,394,965 shares
As of March 31, 2024	9,394,965 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2024	143,006 shares
As of March 31, 2024	76,899 shares

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

Three months ended June 30, 2024	9,300,568 shares
Three months ended June 30, 2023	9,313,357 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, the Company does not make promises about the achievements. Actual results December differ significantly from the forecasts due to various factors.

Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Thousands of yen)

	FY'24/3 As of March 31, 2024	FY'25/3 Q1 As of June 30, 2024
Assets		
Current assets		
Cash and deposits	3,759,855	3,728,232
Notes and accounts receivable - trade, and contract assets	3,265,517	3,018,593
Electronically recorded monetary claims - operating	77,908	81,484
Work in process	4,289	9,081
Raw materials and supplies	1,264	1,602
Other	133,157	122,793
Allowance for doubtful accounts	(700)	(700)
Total current assets	7,241,293	6,961,088
Non-current assets		
Property, plant and equipment		
Land	371,169	371,169
Other, net	262,507	255,773
Total property, plant and equipment	633,676	626,942
Intangible assets	429,220	400,330
Investments and other assets		
Investment securities	1,419,658	1,519,060
Other	477,349	480,713
Total investments and other assets	1,897,008	1,999,774
Total non-current assets	2,959,905	3,027,048
Total assets	10,201,198	9,988,136

(Thousands of yen)

	FY'24/3 As of March 31, 2024	FY'25/3 Q1 As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	624,446	628,894
Accounts payable - other	556,324	804,057
Income taxes payable	303,057	177,691
Provision for bonuses	453,025	170,331
Other	362,494	261,919
Total current liabilities	2,299,347	2,042,893
Non-current liabilities		
Retirement benefit liability	599,579	605,758
Other	11,520	11,480
Total non-current liabilities	611,099	617,238
Total liabilities	2,910,446	2,660,131
Net assets		
Shareholders' equity		
Share capital	575,681	575,681
Capital surplus	437,446	437,446
Retained earnings	5,717,483	5,798,062
Treasury shares	(41,710)	(154,001)
Total shareholders' equity	6,688,900	6,657,189
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	458,408	527,373
Total accumulated other comprehensive income	458,408	527,373
Share acquisition rights	143,442	143,442
Total net assets	7,290,751	7,328,005
Total liabilities and net assets	10,201,198	9,988,136

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Thousands of yen)

	First three months of FY'24/3 (April 1, 2023– June 30, 2023)	First three months of FY'25/3 (April 1, 2024– June 30, 2024)
Net sales	3,395,850	3,753,958
Cost of sales	2,452,366	2,663,475
Gross profit	943,484	1,090,483
Selling, general and administrative expenses	605,297	633,534
Operating income	338,187	456,948
Non-operating income		
Interest income	0	0
Commission for insurance office work	199	191
Dividend income	2,325	2,325
Subsidy income	-	7,631
Foreign exchange gains	245	-
Miscellaneous income	370	284
Total non-operating income	3,140	10,433
Non-operating expenses		
Commitment fees	349	1,103
Foreign exchange losses	-	408
Miscellaneous losses	10	48
Total non-operating expenses	360	1,561
Ordinary income	340,967	465,820
Income before income taxes	340,967	465,820
Income taxes	120,356	161,607
Net income	220,610	304,213
Net income attributable to non-controlling interests	-	-
Net income attributable to owners of parent	220,610	304,213

Consolidated Statement of Comprehensive Income

(Thousands of yen)

	First three months of FY'24/3 (April 1, 2023– June 30, 2023)	First three months of FY'25/3 (April 1, 2024– June 30, 2024)
Net income	220,610	304,213
Other comprehensive income		
Valuation difference on available-for-sale securities	(66,191)	68,965
Total other comprehensive income	(66,191)	68,965
Comprehensive income	154,419	373,178
(Breakdown)		
Comprehensive income attributable to owners of parent	154,419	373,178
Comprehensive income attributable to non-controlling interests	-	-