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

November 8, 2024

Company name: FUJIKURA COMPOSITES Inc.
Stock exchange listing: Tokyo Stock Exchange
Code number: 5121
URL: https://www.fujikuracomposites.jp/
Representative: Kenji Morita, Representative Director, President and Chief Executive Officer
Contact: Hidetaka Takahashi, Director, Managing Executive Officer
Phone: +81-3-3527-8111
Scheduled date of filing semi-annual securities report: November 8, 2024
Scheduled date of commencing dividend payments: December 2, 2024
Availability of supplementary materials on financial results: Not available
Schedule of financial results briefing session: Scheduled (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 - September 30, 2024)

(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	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2024	20,181	4.2	2,369	6.7	2,644	7.6	2,241	(0.1)
September 30, 2023	19,365	(4.5)	2,220	2.2	2,456	(12.3)	2,244	6.8

(Note) Comprehensive income: Six months ended September 30, 2024: ¥3,477 million [15.0%]
Six months ended September 30, 2023: ¥3,024 million [(7.6)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	111.66	–
September 30, 2023	96.94	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2024	45,762	33,554	73.3
As of March 31, 2024	44,075	36,499	82.8

(Reference) Equity: As of September 30, 2024: ¥33,554 million
As of March 31, 2024: ¥36,499 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, 2024	–	35.00	–	35.00	
Fiscal year ending March 31, 2025	–	32.00			
Fiscal year ending March 31, 2025 (Forecast)			–	32.00	64.00

(Notes) 1. Revision to the dividend forecast announced most recently: Yes
2. For details, please refer to the Notice of Upward Revision of Dividend of Surplus for the Fiscal Year Ending March 2025 (Interim Dividend) and the Year-end Dividend Forecast (available in Japanese only), disclosed today.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% 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	40,000	5.9	4,600	26.9	4,700	20.6	3,800	16.9	189.33

(Notes) 1. Revision to the financial results forecast announced most recently: Yes
2. For details, please refer to the Notice Regarding the Difference between the Performance Forecast and the Actual Consolidated Financial Results for the Six Months Ended September 30, 2024 (semi-annual), and the Revision of Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025, disclosed today.

*** Notes:**

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

(2) Accounting methods adopted particularly for the preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
1) Changes in accounting policies due to the revision of accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatement: None

(4) Total number of issued and outstanding shares (common shares)
1) Total number of issued shares at the end of the period (including treasury shares):
September 30, 2024: 23,446,209 shares
March 31, 2024: 23,446,209 shares

2) Total number of treasury shares at the end of the period:
September 30, 2024: 4,291,576 shares
March 31, 2024: 293,836 shares

3) Average number of shares outstanding during the period:
Six months ended September 30, 2024: 20,071,245 shares
Six months ended September 30, 2023: 23,152,388 shares

(Note) The number of the Company's shares held by The Master Trust Bank of Japan (Trust Account) as the trust property of the ESOP trust for stock grant is included in the number of treasury shares, which is to be deducted from the number of common shares issued at the end of the year for the purpose of calculating net assets per share and from the average number of shares outstanding during the year for the purpose of calculating earnings per share.

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not in any way guarantee the achievement of the projections. In addition, actual results may differ significantly from these forecasts due to various factors.

(1) Semi-annual Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	10,228,991	10,302,471
Notes and accounts receivable - trade	10,166,876	10,392,029
Merchandise and finished goods	3,957,106	4,034,407
Work in process	2,675,597	2,985,967
Raw materials and supplies	911,766	1,020,827
Other	624,374	540,009
Allowance for doubtful accounts	(49,292)	(31,817)
Total current assets	28,515,419	29,243,895
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,382,023	4,411,607
Machinery, equipment and vehicles, net	2,786,417	2,811,610
Land	3,059,728	3,067,659
Construction in progress	879,826	1,676,808
Other, net	844,277	928,707
Total property, plant and equipment	11,952,273	12,896,393
Intangible assets		
Software	90,652	98,062
Other	80,728	130,539
Total intangible assets	171,380	228,601
Investments and other assets		
Retirement benefit asset	672,026	660,000
Other	4,309,815	4,467,273
Allowance for doubtful accounts	(1,545,030)	(1,734,110)
Total investments and other assets	3,436,810	3,393,162
Total non-current assets	15,560,464	16,518,158
Total assets	44,075,883	45,762,054

(Thousand yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,320,510	2,468,103
Short-term borrowings	—	800,000
Income taxes payable	8,191	453,058
Provision for bonuses	548,099	570,208
Provision for loss on business withdrawal	166,262	15,234
Asset retirement obligations	60,000	60,000
Other	2,279,489	2,249,750
Total current liabilities	5,382,553	6,616,356
Non-current liabilities		
Long-term borrowings	—	3,200,000
Deferred tax liabilities	716,775	755,403
Provision for environmental measures	9,734	9,283
Provision for share awards	—	99,902
Retirement benefit liability	765,917	746,260
Asset retirement obligations	207,878	235,948
Other	493,964	544,229
Total non-current liabilities	2,194,270	5,591,029
Total liabilities	7,576,824	12,207,386
Net assets		
Shareholders' equity		
Share capital	3,804,298	3,804,298
Capital surplus	3,455,379	3,455,379
Retained earnings	26,487,403	27,907,845
Treasury shares	(413,427)	(6,014,248)
Total shareholders' equity	33,333,654	29,153,275
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	741,242	714,626
Foreign currency translation adjustment	2,093,327	3,361,522
Remeasurements of defined benefit plans	330,835	325,243
Total accumulated other comprehensive income	3,165,404	4,401,392
Total net assets	36,499,059	33,554,668
Total liabilities and net assets	44,075,883	45,762,054

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Six Months Ended September 30

(Thousand yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	19,365,033	20,181,747
Cost of sales	13,410,566	13,753,672
Gross profit	5,954,466	6,428,075
Selling, general and administrative expenses		
Packing and transportation costs	321,716	280,095
Salaries and allowances	1,128,488	1,215,414
Provision for bonuses	135,050	131,963
Retirement benefit expenses	36,605	51,866
Depreciation	72,082	106,909
Research and development expenses	230,915	265,136
Other	1,809,044	2,006,757
Total selling, general and administrative expenses	3,733,903	4,058,143
Operating profit	2,220,562	2,369,932
Non-operating income		
Interest income	27,983	39,113
Dividend income	38,155	139,450
Foreign exchange gains	132,941	101,597
Rental income	28,333	6,655
Other	43,222	83,123
Total non-operating income	270,636	369,941
Non-operating expenses		
Interest expenses	1,021	14,429
Commission for syndicated loans	—	70,166
Rental costs	21,831	1,062
Other	11,866	9,999
Total non-operating expenses	34,719	95,658
Ordinary profit	2,456,479	2,644,215
Extraordinary income		
Gain on sale of investment securities	—	279,164
Gain on reversal of provision for loss on business withdrawal	—	52,101
Subsidy income	538,513	—
Total extraordinary income	538,513	331,265
Profit before income taxes	2,994,993	2,975,481
Income taxes - current	786,654	709,585
Income taxes - deferred	(35,949)	24,836
Total income taxes	750,705	734,421
Profit	2,244,287	2,241,059
Profit attributable to		
Profit attributable to owners of parent	2,244,287	2,241,059
Other comprehensive income		
Valuation difference on available-for-sale securities	177,586	(26,615)
Foreign currency translation adjustment	596,407	1,268,195
Remeasurements of defined benefit plans, net of tax	5,931	(5,591)
Total other comprehensive income	779,926	1,235,987
Comprehensive income	3,024,214	3,477,047
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,024,214	3,477,047