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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 8, 2024

Company name: Achilles Corporation
Listing: Tokyo
Securities code: 5142
URL: https://www.achilles.jp
Representative: Ichiro Hikage President
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: None

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	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, 2024	18,776	1.0	(314)	-	45	-	(39)	-
June 30, 2023	18,596	(2.8)	(435)	-	(178)	-	(182)	-

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ 546 million [377.5%]
Three months ended June 30, 2023: ¥ 114 million [(87.4)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	(2.81)	-
June 30, 2023	(12.19)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2024	82,335	39,604	48.1	2,794.05
March 31, 2024	82,662	39,549	47.8	2,764.61

(Reference) Equity: As of June 30, 2024: ¥ 39,604 million
As of March 31, 2024: ¥ 39,549 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	-	0.00	-	20.00	20.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		0.00	-	20.00	20.00

(Note) Revision to the forecast for dividends announced most recently: None

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

(Percentages indicate year-on-year changes.)

	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
Six months ending September 30, 2024	40,000	4.8	(300)	-	(150)	-	1,550	902.1	109.14
Full year	84,000	6.9	200	-	500	-	1,850	-	130.39

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Significant changes in the scope of consolidation during the period: 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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024: 15,362,714 shares
March 31, 2024: 15,362,714 shares

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

June 30, 2024: 1,187,975 shares
March 31, 2024: 1,056,951 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024: 14,230,651 shares
Three months ended June 30, 2023: 14,975,097 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and certain assumptions deemed to be reasonable. Actual results may differ materially due to various factors.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	6,852	6,202
Notes receivable - trade	2,427	2,459
Electronically recorded monetary claims - operating	6,518	6,623
Accounts receivable - trade	13,457	12,610
Merchandise and finished goods	9,971	9,739
Work in process	2,085	2,104
Raw materials and supplies	4,266	5,162
Other	1,753	1,722
Allowance for doubtful accounts	(52)	(58)
Total current assets	47,279	46,565
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,981	10,038
Machinery, equipment and vehicles, net	5,631	5,569
Land	4,168	4,173
Construction in progress	913	1,149
Other, net	1,344	1,371
Total property, plant and equipment	22,039	22,302
Intangible assets	398	396
Investments and other assets		
Investment securities	3,158	3,322
Retirement benefit asset	8,969	8,923
Deferred tax assets	110	126
Other	757	753
Allowance for doubtful accounts	(52)	(55)
Total investments and other assets	12,944	13,071
Total non-current assets	35,382	35,770
Total assets	82,662	82,335

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,731	12,334
Electronically recorded obligations - operating	3,100	3,074
Short-term borrowings	4,400	4,400
Accounts payable - other	2,003	1,598
Income taxes payable	258	109
Other	3,668	3,233
Total current liabilities	25,162	24,749
Non-current liabilities		
Long-term borrowings	10,250	10,250
Deferred tax liabilities	3,072	3,081
Retirement benefit liability	4,177	4,203
Asset retirement obligations	371	371
Provision for PCB waste disposal expenses	22	22
Other	55	52
Total non-current liabilities	17,949	17,980
Total liabilities	43,112	42,730
Net assets		
Shareholders' equity		
Share capital	14,640	14,640
Capital surplus	4,097	4,097
Retained earnings	14,258	13,932
Treasury shares	(1,560)	(1,765)
Total shareholders' equity	31,437	30,905
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	574	620
Deferred gains or losses on hedges	5	-
Foreign currency translation adjustment	2,860	3,555
Remeasurements of defined benefit plans	4,671	4,523
Total accumulated other comprehensive income	8,112	8,699
Total net assets	39,549	39,604
Total liabilities and net assets	82,662	82,335

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	18,596	18,776
Cost of sales	15,253	15,395
Gross profit	3,342	3,381
Selling, general and administrative expenses		
Transportation and storage costs	1,431	1,365
Advertising and promotion expenses	215	179
Provision of allowance for doubtful accounts	10	9
Salaries and allowances and welfare expenses	1,353	1,404
Retirement benefit expenses	(0)	(27)
Travel, transportation and communication expenses	100	115
Depreciation	131	129
Other	535	519
Total selling, general and administrative expenses	3,777	3,695
Operating loss	(435)	(314)
Non-operating income		
Interest income	1	13
Dividend income	17	20
Share of profit of entities accounted for using equity method	35	41
Foreign exchange gains	160	288
Rental income from real estate	22	13
Other	47	45
Total non-operating income	285	422
Non-operating expenses		
Interest expenses	11	21
Compensation expenses	3	20
Other	13	20
Total non-operating expenses	28	63
Ordinary profit (loss)	(178)	45
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on retirement of non-current assets	31	8
Total extraordinary losses	31	8
Profit (loss) before income taxes	(210)	36
Income taxes - current	138	42
Income taxes - deferred	(165)	34
Total income taxes	(27)	76
Loss	(182)	(39)
Profit attributable to non-controlling interests	-	-
Loss attributable to owners of parent	(182)	(39)

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

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Loss	(182)	(39)
Other comprehensive income		
Valuation difference on available-for-sale securities	92	45
Deferred gains or losses on hedges	119	(5)
Foreign currency translation adjustment	152	621
Remeasurements of defined benefit plans, net of tax	(90)	(147)
Share of other comprehensive income of entities accounted for using equity method	22	73
Total other comprehensive income	297	586
Comprehensive income	114	546
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	114	546
Comprehensive income attributable to non-controlling interests	-	-