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

July 26, 2024

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:
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results:
Schedule of quarterly financial results briefing session:

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2024	12,746	20.2	985	35.1	1,188	26.9	831	25.3
June 30, 2023	10,606	(0.7)	728	3.7	936	(5.7)	664	(5.5)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ 1,301 million [(26.0)%]
Three months ended June 30, 2023: ¥ 1,759 million [119.3%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	11.16	-
June 30, 2023	8.83	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	96,432	81,524	84.5
March 31, 2024	94,921	81,789	86.2

(Reference) Equity: As of June 30, 2024: ¥ 81,524 million
As of March 31, 2024: ¥ 81,789 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	-	19.00	-	21.00	40.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		20.00	-	20.00	40.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	58,000	9.2	7,100	12.0	7,600	8.3	5,600	6.3	75.11

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2024 (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, 2024: 74,570,000 shares
March 31, 2024: 74,570,000 shares

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

June 30, 2024: 9,801 shares
March 31, 2024: 9,697 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024: 74,560,270 shares
Three months ended June 30, 2023: 75,211,008 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: No

* 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, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	42,131,006	45,147,902
Notes and accounts receivable - trade	17,078,985	14,285,292
Merchandise and finished goods	2,819,650	3,371,649
Work in process	1,643,386	1,651,127
Raw materials and supplies	1,562,785	1,994,233
Other	592,449	395,857
Total current assets	65,828,262	66,846,061
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,655,773	6,557,620
Machinery, equipment and vehicles, net	1,411,784	1,301,327
Land	8,522,521	8,522,521
Other, net	559,976	732,254
Total property, plant and equipment	17,150,055	17,113,723
Intangible assets	651,201	643,527
Investments and other assets		
Investment securities	7,066,511	7,254,482
Retirement benefit asset	600,466	609,701
Other	3,630,421	3,969,992
Allowance for doubtful accounts	(5,301)	(5,226)
Total investments and other assets	11,292,097	11,828,949
Total non-current assets	29,093,354	29,586,200
Total assets	94,921,617	96,432,262

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,372,886	8,357,921
Income taxes payable	862,617	557,200
Provision for bonuses for directors (and other officers)	38,000	6,500
Provision for product warranties	133,476	119,392
Other	2,503,070	3,755,241
Total current liabilities	10,910,051	12,796,256
Non-current liabilities		
Deferred tax liabilities for land revaluation	616,302	616,302
Deferred tax liabilities	1,383,340	1,260,402
Other	222,859	234,752
Total non-current liabilities	2,222,503	2,111,458
Total liabilities	13,132,554	14,907,714
Net assets		
Shareholders' equity		
Share capital	10,425,325	10,425,325
Capital surplus	9,923,342	9,923,342
Retained earnings	56,428,242	55,694,389
Treasury shares	(8,939)	(9,065)
Total shareholders' equity	76,767,970	76,033,991
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,025,637	4,156,949
Revaluation reserve for land	(1,624,044)	(1,624,044)
Foreign currency translation adjustment	1,218,929	1,596,795
Remeasurements of defined benefit plans	1,400,570	1,360,855
Total accumulated other comprehensive income	5,021,092	5,490,556
Total net assets	81,789,062	81,524,547
Total liabilities and net assets	94,921,617	96,432,262

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, 2023	For the three months ended June 30, 2024
Net sales	10,606,020	12,746,334
Cost of sales	8,508,510	10,334,510
Gross profit	2,097,509	2,411,823
Selling, general and administrative expenses	1,368,605	1,426,781
Operating profit	728,904	985,041
Non-operating income		
Interest income	1,656	2,927
Dividend income	64,995	63,798
Share of profit of entities accounted for using equity method	116,394	155,006
Foreign exchange gains	16,021	-
Other	8,943	8,872
Total non-operating income	208,011	230,606
Non-operating expenses		
Foreign exchange losses	-	27,053
Other	728	428
Total non-operating expenses	728	27,481
Ordinary profit	936,187	1,188,166
Extraordinary income		
Gain on sale of non-current assets	763	-
Gain on sale of investment securities	-	540
Total extraordinary income	763	540
Extraordinary losses		
Loss on retirement of non-current assets	140	5,217
Total extraordinary losses	140	5,217
Profit before income taxes	936,811	1,183,489
Income taxes - current	397,875	512,175
Income taxes - deferred	(125,225)	(160,599)
Total income taxes	272,650	351,576
Profit	664,161	831,913
Profit attributable to owners of parent	664,161	831,913

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

(Thousands of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	664,161	831,913
Other comprehensive income		
Valuation difference on available-for-sale securities	853,742	131,312
Foreign currency translation adjustment	72,390	164,611
Remeasurements of defined benefit plans, net of tax	88,304	(39,714)
Share of other comprehensive income of entities accounted for using equity method	80,710	213,254
Total other comprehensive income	1,095,147	469,463
Comprehensive income	1,759,308	1,301,376
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,759,308	1,301,376
Comprehensive income attributable to non-controlling interests	-	-

Quarterly Consolidated Statements of Cash Flows

(Thousands of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Cash flows from operating activities		
Profit before income taxes	936,811	1,183,489
Depreciation	345,154	340,541
Increase (decrease) in allowance for doubtful accounts	99	(74)
Increase (decrease) in provision for product warranties	(16,901)	(14,084)
Decrease (increase) in retirement benefit asset	-	(9,235)
Increase (decrease) in retirement benefit liability	(152,891)	-
Interest and dividend income	(66,651)	(66,726)
Share of loss (profit) of entities accounted for using equity method	(116,394)	(155,006)
Loss (gain) on sale of investment securities	-	(540)
Foreign exchange losses (gains)	(27,134)	(58)
Loss (gain) on sale and retirement of non-current assets	(623)	5,217
Decrease (increase) in trade receivables	9,053,279	2,808,585
Decrease (increase) in inventories	(1,406,705)	(963,990)
Increase (decrease) in trade payables	(1,364,145)	982,865
Other, net	339,327	1,231,190
Subtotal	7,523,223	5,342,173
Interest and dividends received	824,128	65,938
Income taxes paid	(1,352,162)	(763,663)
Net cash provided by (used in) operating activities	6,995,189	4,644,447
Cash flows from investing activities		
Decrease (increase) in deposits	(4,000,000)	-
Proceeds from sale of investment securities	-	840
Purchase of property, plant and equipment and intangible assets	(65,326)	(141,109)
Other, net	40,845	12,780
Net cash provided by (used in) investing activities	(4,024,480)	(127,487)
Cash flows from financing activities		
Purchase of treasury shares	(58)	(125)
Dividends paid	(1,429,009)	(1,565,766)
Other, net	(24,686)	(20,119)
Net cash provided by (used in) financing activities	(1,453,754)	(1,586,011)
Effect of exchange rate change on cash and cash equivalents	60,527	85,948
Net increase (decrease) in cash and cash equivalents	1,577,481	3,016,896
Cash and cash equivalents at beginning of period	5,727,648	42,131,006
Cash and cash equivalents at end of period	7,305,130	45,147,902