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Non-consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 8, 2024

Company name: QD Laser, Inc.
Listing: Tokyo
Securities code: 6613
URL: https://www.qdlaser.com/
Representative: Osamu Nagao President and Chief Executive Officer
Inquiries: Masaru Kuwabara General Manager Administrative Department
Telephone: +81-44-333-3338
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. Non-consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

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

	Net sales		Operating profit		Ordinary profit		Net income	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2024	226	(11.6)	(167)	-	(158)	-	(159)	-
June 30, 2023	255	19.9	(126)	-	(130)	-	(131)	-

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	(3.82)	-
June 30, 2023	(3.16)	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	5,806	5,502	94.8
March 31, 2024	6,146	5,667	92.1

(Reference) Equity: As of June 30, 2024: ¥ 5,502 million
As of March 31, 2024: ¥ 5,661 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	-	0.00	0.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		0.00	-	0.00	0.00

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

3. Non-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		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,245	(0.2)	(589)	-	(592)	-	(596)	-	(14.29)

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement

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

(3) Number of issued shares (common shares)

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

June 30, 2024: 41,751,303 shares
March 31, 2024: 41,751,303 shares

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

June 30, 2024: 265 shares
March 31, 2024: 226 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024: 41,751,045 shares
Three months ended June 30, 2023: 41,516,441 shares

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

* Proper use of earnings forecasts, and other special matters

The earnings forecasts and forward-looking statements described herein are based on information currently available to the Company and certain assumptions deemed reasonable, and are not intended to be a promise by the Company to achieve them. As such, actual results may differ significantly from these forecasts due to a wide range of factors.

Quarterly Non-consolidated Financial Statements

Quarterly Non-consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	4,836,530	4,523,464
Accounts receivable - trade	331,683	223,668
Merchandise and finished goods	173,320	151,033
Work in process	86,804	110,064
Raw materials and supplies	224,901	245,534
Accounts receivable - other	107,357	126,676
Prepaid expenses	13,895	18,347
Short-term loans receivable	12,000	12,000
Other	4,563	7,267
Allowance for doubtful accounts	(29,040)	(29,040)
Total current assets	5,762,017	5,389,016
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	140,095	125,649
Machinery and equipment, net	112,962	172,592
Tools, furniture and fixtures, net	11,658	12,462
Construction in progress	87,475	20,136
Total property, plant and equipment	352,190	330,840
Intangible assets	4,954	4,701
Investments and other assets		
Shares of subsidiaries and associates	4,735	4,735
Long-term loans receivable	-	10,965
Guarantee deposits	22,415	59,615
Other	40	6,394
Total investments and other assets	27,190	81,711
Total non-current assets	384,335	417,252
Total assets	6,146,353	5,806,269

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	142,863	63,600
Current portion of long-term borrowings	7,984	6,650
Accounts payable - other	224,220	113,300
Accrued expenses	8,868	9,616
Income taxes payable	4,107	950
Deposits received	8,021	6,068
Provision for bonuses	43,483	69,571
Provision for performance-linked incentive compensation	2,275	2,150
Other	2,734	-
Total current liabilities	444,557	271,907
Non-current liabilities		
Long-term borrowings	667	-
Provision for performance-linked incentive compensation	1,621	-
Deferred tax liabilities	3,449	3,053
Asset retirement obligations	28,266	28,357
Total non-current liabilities	34,004	31,410
Total liabilities	478,561	303,318
Net assets		
Shareholders' equity		
Share capital	53,579	53,579
Capital surplus	6,250,560	6,251,514
Retained earnings	(642,627)	(801,912)
Treasury shares	(210)	(229)
Total shareholders' equity	5,661,302	5,502,951
Share award rights	6,488	-
Total net assets	5,667,791	5,502,951
Total liabilities and net assets	6,146,353	5,806,269

Quarterly Non-consolidated Statements of Income

Quarterly Non-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	255,932	226,267
Cost of sales	166,113	137,826
Gross profit	89,818	88,441
Selling, general and administrative expenses	216,765	255,809
Operating loss	(126,946)	(167,368)
Non-operating income		
Interest income	44	47
Foreign exchange gains	7,823	9,470
Other	95	30
Total non-operating income	7,962	9,547
Non-operating expenses		
Interest expenses	83	38
Share issuance costs	10,198	68
Financing expenses	750	747
Other	-	55
Total non-operating expenses	11,032	910
Ordinary loss	(130,015)	(158,731)
Loss before income taxes	(130,015)	(158,731)
Income taxes - current	1,052	950
Income taxes - deferred	(61)	(396)
Total income taxes	991	553
Loss	(131,007)	(159,285)