

## Summary of Consolidated Financial Statements For the First Quarter Ended March 31, 2024 (Japan GAAP)

May 10, 2024

Name of the Company: ASICS Corporation

Listing Exchanges: Tokyo, Prime

Code No.: 7936

URL: <https://corp.asics.com/en/>

President and COO, Representative Director: Mitsuyuki Tominaga

Date of filing Securities Report by quarter: May 10, 2024

Date of scheduled payment of dividend: –

Quarterly Results Supplemental Materials: Yes

Quarterly Results Presentation Meeting: Yes (For institutional investors, analysts and press in Japan)

(Amounts less than one million yen are truncated)

1. Consolidated results for the first quarter ended March 31, 2024 (January 1, 2024– March 31, 2024)

(1) Consolidated business results (Accumulated)

(The percentages indicate the rates of increase or decrease compared with the corresponding period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	MY	%	MY	%	MY	%	MY	%
1st quarter ended March 31, 2024	174,102	14.3	33,812	52.9	33,076	50.9	26,737	63.9
1st quarter ended March 31, 2023	152,297	44.6	22,120	119.9	21,921	99.3	16,310	86.9

(Note) Comprehensive income 1st quarter ended March 31, 2024: ¥ 40,338 million (136.6 %)

1st quarter ended March 31, 2023: ¥ 17,048 million (-8.1 %)

	Net income per share	Diluted net income per share
	Yen	Yen
1st quarter ended March 31, 2024	146.60	146.48
1st quarter ended March 31, 2023	89.05	88.97

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	MY	MY	%
As of March 31, 2024	486,453	224,595	45.8
As of December 31, 2023	464,116	206,801	44.1

(Reference) Shareholders' equity: March 31, 2024: ¥ 222,728 million December 31, 2023: ¥ 204,808 million

2. Dividend

(Record date)	Cash dividend per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	End of year	Annual
	Yen	Yen	Yen	Yen	Yen
FY ended December 31, 2023	–	25.00	–	40.00	65.00
FY ended December 31, 2024	–				
FY ending December 31, 2024 (Forecast)		40.00	–	10.00	–

(Note) Changes in dividend forecast: Yes

The Company resolved at its Board of Directors meeting held today to conduct a stock split at a ratio of 4 stocks for each common stock of the Company with an effective date of July 1, 2024. Therefore, the year-end dividend per share for the fiscal year ending December 31, 2024 (Forecast) is stated as the amount considering the impact of this stock split. The year-end dividend per share for the fiscal year ending December 31, 2024 (Forecast) without considering the stock split would be 40.00 yen per share. For details, please refer to “Notice Concerning Stock Split, Partial Amendment to Articles of Association, Revision of Dividend Forecast, etc.”

3. Forecast of consolidated business results for the fiscal year ending December 31, 2024 (January 1, 2024– December 31, 2024)

(The full-year percentages indicate the rates of increase or decrease compared with the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	MY	%	MY	%	MY	%	MY	%	Yen
Full-year	590,000	3.4	58,000	7.0	53,000	4.6	36,000	2.1	49.35

(Note) Changes in forecast of consolidated business results: No

Net income per share in the forecast of business results (full-year) for the fiscal year ending December 31, 2024 considers the impact of the stock split (a ratio of 4 stocks for each common stock). Net income per share in the forecast of business results (full-year) for the fiscal year ending December 31, 2024 without considering the stock split would be 197.39 yen.

※ Notes

- (1) Changes in significant subsidiaries during the fiscal year (changes in specified subsidiaries that caused changes in the scope of consolidation): None
- (2) Adopting accounting treatment simplified or specialized for quarterly consolidation: Yes
- (3) Changes in accounting policy, changes in accounting estimates, and changes in presentation due to revisions
  - ① Changes in accounting policy to conform to revisions in accounting standards and others: Adopted: None
  - ② Changes in accounting policy adopted otherwise than in①: None
  - ③ Changes in accounting estimates: None
  - ④ Changes in presentation due to revisions: None
- (4) Number of shares (of common stock) issued and outstanding
  - ① Number of shares outstanding (including treasury shares) at fiscal end:
 

March 31, 2024	189,870,559 shares
December 31, 2023	189,870,559 shares
  - ② Number of treasury shares at fiscal end:
 

March 31, 2024	9,043,853 shares
December 31, 2023	6,634,589 shares
  - ③ Average number of shares during the term:
 

1st quarter ended March 31, 2024	182,378,585 shares
1st quarter ended March 31, 2023	183,169,728 shares

\* Summary of Consolidated Financial Statements is not subjected to quarterly review by independent auditors

\* Explanation of appropriate use of business performance forecasts; other special items

(Notes to the description about future, other)

The performance forecasts above are estimated based on information available as of the date hereof. This may cause actual results to differ from stated projections due to changing business conditions or other factors. Please refer to page 8, "(3) Explanation on forecast for consolidated business results and others " for the forecast of consolidated business results.

(How to access supplemental materials on quarterly business results)

The Company is scheduled to hold conference call on business results for institutional investors, analysts and press on Friday, May 10, 2024. We plan to post the materials used in the meeting on the Company's website

([https://corp.asics.com/en/investor\\_relations/library/financial\\_summary](https://corp.asics.com/en/investor_relations/library/financial_summary)) on Friday, May 10, 2024.

## **1. Qualitative information for consolidated business results**

### **(1) Explanation on business results**

Forward-looking statements in the text are our estimation as of the end of the first quarter ended March 31, 2024.

#### **Major initiatives during the first quarter ended March 31,2024**

2024 is an exciting year for the sports market with a number of global sporting events being convened. At ASICS, this year marks the first year of the Mid-Term Plan 2026, which got off to a good start with record-high operating income and operating margin for the first quarter. We have increased our share from the previous year in the Tokyo Marathon, held in March, we got 39% of the market share. ASICS sponsored athletes wearing METASPEED series shoes also performed well. Many athletes occupied the top ranks, Congratulations! Please keep an eye out for the METASPEED series' breakthrough at the Olympics / Paralympics.

The management direction of the Mid-Term Plan 2026 is “Transformation into a Global Integrated Enterprise (GIE).” GIE means an organic category management structure by strengthening cooperation between the headquarters and regional business companies. By promoting and executing optimal operations on a global basis, we will expand our market share not only in our current major regions, but also in fast-growing regions such as Southeast and South Asia and South America, where significant growth is expected in the future.

In order to ensure that information and opinions from regional business companies are reflected more promptly and directly in management decision-making, we began holding the Executive Board Meeting in English in January, with the participation of overseas executive directors. In addition to deepening discussions on company-wide strategies, the meeting also offers opportunities to share best practices in each region. Also, twice a year, the regional CEOs gather at the headquarters for face-to-face discussions on supply chain, digital, sustainability, human resources, and other issues. Here, too, we horizontally roll out initiatives in each region and implement globally optimized strategies in each region.

The Company does not insist on a style that looks at the global situation from the headquarters in Japan even with regard to the human resources and the organization. We believe it is important to supervise the entire company from what is considered to be the optimal region from a global perspective. From an innovation perspective, the Company established the ASICS Creation Center LLC (ACC) in Boston, US in April. This is one center for global sports trends and the Company decided that Boston is optimal for ongoing growth in the very competitive sports market because of its advanced position from the perspective of market size and diversity as well. The ACC is responsible for the planning, design, development and innovation functions for global products. While aiming to create innovation from a longer-term perspective and from a customer-oriented approach, we will strengthen cooperation between categories at the product planning stage.

We believe further promotion of “Global x Digital” is required for transformation into GIE. In India, where there are expectations for future growth, ASICS held a pitch event seeking ideas for business collaboration in March together with ASICS Ventures Corporation, a group company that invests in startup companies. Targeted at local startup companies, selection commenced from October last year, to pick collaboration partners to expand ASICS running business in India and to foster the creation of future businesses. Applications were received from more than 50 companies, and following rigorous evaluation, “SaleAssist Innov8 Pvt Ltd.”, which owns live video shopping and live foot measurement technology, was selected as the best company. The aim is to commence business cooperation with ASICS India Pvt. Ltd. and quickly implement on E-commerce sites in India.

We now have direct touchpoints with our customers with the ASICS member program “OneASICS” as the core. We plan to further improve and enhance the service provided through “OneASICS” by utilizing the data that has been accumulated on 10 million people, including their purchase history, training results, and race participation history. We believe the support of all people who enjoy exercise and sports through “OneASICS” promotes the ASICS philosophy of “Sound Mind, Sound Body.” We will promote “OneASICS management” to build touchpoints with customers through “OneASICS” in all situations not only at own retail stores and on E-commerce sites. In addition to the number of program members that was, to date, focused on Japan, the US, Europe and Australia, from this year we will define “OneASICS Members” as the total number of members in local programs being rolled out in countries including China and India, which is needed to promote “OneASICS management” on a company-wide scale.

In addition, while we have been focusing on services for runners, we have launched the “T-Project” to focus on tennis as the next sport after running. Together with contracted tennis players, we aim to achieve the No. 1 market share in major regions and to improve the overall brand image of ASICS.

For the first quarter, gross margin grew strongly in all categories, regions, and channels, up 4.3ppt from the same period last year to 54.5%. We recognize gross margin as an indicator of the level of brand value, and this significant improvement as a good start toward our key strategy “improving brand experience value” in our Mid-Term Plan 2026.

We established the Supply Chain Transformation Department from this year, and are proceeding with initiatives for stock optimization. The Department has held meetings to review the order placements of products and sales plans mainly for headquarter categories submitted from regional business companies, strengthening production, sales plans and inventory management, while also this is an area where we can work on collaboration with partner companies to improve logistics efficiency. In addition, we are fully utilizing the globally unified core system and data that we introduced over the past 7 years to optimize and visualize demand forecasting, production planning, and inventory management. Through such “operational excellence,” we expect to further improve our gross profit margin and operating margin in the future. We will report on specific initiatives in the future.

In January, we toured Southeast and South Asia together with analysts and financial institutions. We visited factories, supply chain bases and stores with the objective of directly seeing ASICS business locations and deepening their understanding of our business. Feedback from participants included one who said he was able to feel the great dynamism of growth markets including the brand strength of Onitsuka Tiger and the potential for ASICS to increase its share and another who said he felt the pride in the brand when directly listening to the stories of staff in stores. We believe that the participants also experienced the Mumbai Marathon and were able to feel the excitement of the Indian market firsthand. We will continue to further devise ways to communicate with people involved in the capital market this year.

With regard to the setting of the allocation of ¥15 billion for the acquisition of own shares determined on February 9, the acquisition of own shares for approximately ¥15 billion was completed on March 22. Consequently, we achieved the target in the Mid-Term Plan 2023 of “a total return ratio of at least 50% through the period from 2021 to 2023.”

In addition, the Company decided to conduct a stock split (4 stocks for each common stock of the Company) with a record date of June 30, 2024. Behind the opinions of the stock split that we directly received from our shareholders at the general meeting of shareholders in March this year are the recent rise in the share price. ASICS is also mindful of the start of the new NISA system and aims to be selected by more individual investors than before by lowering the cost of one investment unit. Furthermore, the Company will increase its annual dividend for 2024 by a real 10 yen, and also expand the shareholder benefit by offering the same discount rates for own retail stores and e-commerce sites.

To continue to meet the expectations of all our stakeholders, all employees company-wide will move forward under the slogan “Don’t stop running.”

Please keep an eye on ASICS' further growth!

1) Net sales

Net sales increased 14.3% to ¥174,102 million due to the strong sales in almost all the categories, as well as due to the fluctuation in exchange rate.

2) Gross profit

Gross profit increased 24.1% to ¥94,847 million due to an improvement in gross margin.

3) Operating profit

Operating profit increased 52.9% to ¥33,812 million due to the impact of the increase in net sales and profit described above.

4) Ordinary profit

Ordinary profit increased 50.9% to ¥33,076 million mainly due to the impact of the increase in net sales and profit described above.

5) Profit attributable to owners of parent

Profit attributable to owners of parent increased 63.9% to ¥26,737 million mainly due to the impact of the increase in net sales and profit described above.

Business results by category were as follows.

The order in which categories are presented has been changed beginning in the first quarter of the current fiscal year.

(Millions of yen)

Category	Net sales			Category profit		
	FY2023	FY2024	Increase	FY2023	FY2024	Increase
	Jan 1 to March 31	Jan 1 to March 31	(Decrease)	Jan 1 to March 31	Jan 1 to March 31	(Decrease)
Performance Running	77,913	87,894	9,981	16,913	22,961	6,047
Core Performance Sports	22,741	24,884	2,143	5,779	6,402	623
Apparel and Equipment	9,605	9,325	(280)	601	1,036	435
SportStyle	15,487	23,493	8,006	3,760	7,082	3,321
Onitsuka Tiger	12,124	18,024	5,899	3,026	6,454	3,427

#### 1) Performance Running

Net sales increased 12.8% to ¥87,894 million due to the strong sales in almost all the regions.

Category profit increased 35.8% to ¥22,961 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

#### 2) Core Performance Sports

Net sales increased 9.4% to ¥24,884 million due to the strong sales in all regions.

Category profit increased 10.8% to ¥6,402 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

#### 3) Apparel and Equipment

Net sales decreased 2.9% to ¥9,325 million due to the strategic business downsizing in Japan region, despite the strong sales in Greater China region.

Category profit increased 72.4% to ¥1,036 million mainly due to an improvement in gross margin.

#### 4) SportStyle

Net sales increased 51.7% to ¥23,493 million due to the strong sales in all regions.

Category profit increased 88.3% to ¥7,082 million mainly due to the impact of the increase in net sales described above.

#### 5) Onitsuka Tiger

Net sales increased 48.7% to ¥18,024 million due to the strong sales in all regions.

Category profit increased significantly 113.3% to ¥6,454 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

Business results by reportable segments were as follows.

1) Japan region

Net sales increased 10.2% to ¥40,079 million due to the strong sales of the Performance Running category and Onitsuka Tiger category.

Segment income increased 39.8% to ¥6,598 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

2) North America region

Net sales increased 26.5% to ¥33,077 million due to the strong sales of the Performance Running category and SportStyle category.

Segment income returned to profitable at ¥3,475 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

3) Europe region

Net sales increased 8.8% to ¥48,377 million due to the strong sales in all categories.

Segment income increased 47.8% to ¥9,684 million mainly due to an improvement in gross margin, as well as due to the impact of the increase in net sales described above.

4) Greater China region

Net sales increased 24.5% to ¥23,870 million due to the strong sales in all categories.

Segment income increased 28.3% to ¥5,784 million mainly due to the impact of the increase in net sales described above.

5) Oceania region

Net sales increased 1.4% to ¥11,698 million due to the strong sales in all categories other than Performance Running category.

Segment income increased 20.9% to ¥2,516 million mainly due to an improvement in gross margin.

6) Southeast and South Asia regions

Net sales increased 31.8% to ¥9,171 million due to the strong sales in all categories.

Segment income increased 28.7% to ¥2,237 million mainly due to the impact of the increase in net sales described above.

7) Other regions

Net sales decreased 2.5% to ¥12,711 million due to the impact of the sale of Haglöfs AB in December 2023, despite the strong sales of SportStyle category and Onitsuka Tiger category.

Segment income increased 35.3% to ¥2,518 million mainly due to an improvement in gross margin.

## **(2) Explanation on financial position**

As for the consolidated financial position as of March 31, 2024, total assets increased 4.8% from the end of the previous fiscal year to ¥486,453 million, total liabilities increased 1.8% from the end of the previous fiscal year to ¥261,858 million and total net assets increased 8.6% from the end of the previous fiscal year to ¥224,595 million.

### 1) Current assets

Current assets increased 4.8% to ¥338,897 million mainly due to an increase in notes and accounts receivable-trade.

### 2) Non-current assets

Non-current assets increased 5.0% to ¥147,556 million mainly due to an increase in investment securities.

### 3) Current liabilities

Current liabilities increased 5.0% to ¥150,868 million mainly due to an increase in short-term borrowings.

### 4) Non-current liabilities

Non-current liabilities decreased 2.4% to ¥110,989 million mainly due to a decrease in other non-current liabilities.

### 5) Net assets

Net assets increased 8.6% to ¥224,595 million mainly due to an increase in retained earnings, despite a decrease due to acquisition of own shares.

## **(3) Explanation on forecast for consolidated business results and others**

There is no change to the forecast of consolidated business results announced on February 9, 2024.



## 2. Consolidated Financial Statements and Notes

### (1) Consolidated Balance Sheet

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	114,005	87,174
Notes and accounts receivable - trade	65,593	104,014
Merchandise and finished goods	118,411	113,771
Work in process	196	260
Raw materials and supplies	2,638	3,025
Other	26,369	34,770
Allowance for doubtful accounts	(3,692)	(4,119)
Total current assets	323,522	338,897
Non-current assets		
Property, plant and equipment		
Buildings and structures	36,242	37,020
Accumulated depreciation	(23,996)	(24,708)
Buildings and structures, net	12,245	12,311
Machinery, equipment and vehicles	6,096	6,277
Accumulated depreciation	(4,434)	(4,638)
Machinery, equipment and vehicles, net	1,662	1,639
Tools, furniture and fixtures	38,697	40,938
Accumulated depreciation	(32,451)	(34,498)
Tools, furniture and fixtures, net	6,245	6,440
Land	5,893	5,903
Leased assets	1,597	1,616
Accumulated depreciation	(1,073)	(1,125)
Leased assets, net	523	491
Construction in progress	2,055	3,702
Total property, plant and equipment	28,625	30,489
Intangible assets		
Goodwill	6,250	6,497
Software	23,938	25,461
Right of use assets	39,325	40,525
Other	8,826	9,511
Total intangible assets	78,341	81,995
Investments and other assets		
Investment securities	12,105	14,308
Long-term loans receivable	24	23
Deferred tax assets	12,319	9,652
Other	10,469	12,346
Allowance for doubtful accounts	(1,291)	(1,258)
Total investments and other assets	33,627	35,071
Total non-current assets	140,593	147,556
Total assets	464,116	486,453

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	43,921	44,426
Short-term borrowings	7	23,085
Current portion of bonds payable	20,000	—
Lease liabilities	11,747	12,045
Accrued expenses	29,955	26,400
Income taxes payable	5,093	7,493
Accrued consumption taxes	1,013	3,384
Provision for bonuses	1,049	2,247
Other	30,859	31,785
Total current liabilities	143,648	150,868
Non-current liabilities		
Bonds payable	60,000	60,000
Long-term borrowings	2,580	2,500
Lease liabilities	37,783	38,514
Deferred tax liabilities	2,378	1,495
Retirement benefit liability	4,416	3,970
Other	6,507	4,509
Total non-current liabilities	113,667	110,989
Total liabilities	257,315	261,858
<b>Net assets</b>		
Shareholders' equity		
Share capital	23,972	23,972
Capital surplus	15,836	15,836
Retained earnings	147,561	166,969
Treasury shares	(9,717)	(24,720)
Total shareholders' equity	177,653	182,057
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,480	4,976
Deferred gains or losses on hedges	2,241	6,935
Foreign currency translation adjustment	22,304	29,602
Remeasurements of defined benefit plans	(871)	(844)
Total accumulated other comprehensive income	27,155	40,670
Share acquisition rights	271	269
Non-controlling interests	1,720	1,597
Total net assets	206,801	224,595
Total liabilities and net assets	464,116	486,453

**(2) Consolidated Income Statement and Statement of Comprehensive Income**

(Millions of yen)

	1st quarter ended March 31, 2023	1st quarter ended March 31, 2024
Net sales	152,297	174,102
Cost of sales	75,873	79,254
Gross profit	76,424	94,847
Selling, general and administrative expenses	※ 54,303	※ 61,034
Operating profit	22,120	33,812
Non-operating income		
Interest income	490	1,054
Dividend income	6	5
Foreign exchange gains	—	349
Subsidy income	811	4
Other	202	222
Total non-operating income	1,511	1,636
Non-operating expenses		
Interest expenses	1,009	1,291
Foreign exchange losses	77	—
Loss on overseas business	248	656
Other	375	424
Total non-operating expenses	1,711	2,372
Ordinary profit	21,921	33,076
Extraordinary income		
Gain on sale of non-current assets	1	1
Gain on sale of investment securities	—	0
Total extraordinary income	1	1
Extraordinary losses		
Loss on sale of non-current assets	—	3
Loss on retirement of non-current assets	11	0
Loss on valuation of investment securities	—	10
Impairment losses	62	—
Loss on cancellation of rental contracts	242	—
Total extraordinary losses	317	15
Profit before income taxes	21,605	33,062
Income taxes	5,189	6,239
Profit	16,416	26,823
Profit attributable to non-controlling interests	105	85
Profit attributable to owners of parent	16,310	26,737

(Millions of yen)

	1st quarter ended March 31, 2023	1st quarter ended March 31, 2024
Profit	16,416	26,823
Other comprehensive income		
Valuation difference on available-for-sale securities	256	1,495
Deferred gains or losses on hedges	(1,802)	4,693
Foreign currency translation adjustment	2,152	7,298
Remeasurements of defined benefit plans, net of tax	25	27
Total other comprehensive income	632	13,515
Comprehensive income	17,048	40,338
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,941	40,252
Comprehensive income attributable to non-controlling interests	106	85

### (3) Notes for Consolidated Financial Statements

(Notes on significant changes in the amount of shareholders' equity)

The Company announces the status of the acquisition of own shares resolved at a meeting of the Board of Directors held on February 9, 2024 under the provisions of the Articles of 459-1-1 of the Companies Act of Japan and Article 39 of the Company's Articles of Association.

The acquisition of own shares that was decided at a meeting of the Board of Directors held on February 9, 2024, has ended with the purchases of up to March 22, 2024.

1. Type of shares acquired	Shares of common stock of the Company
2. Aggregate number of shares acquired	2,409,600 shares
3. Aggregate purchase price of acquisition	¥14,999 million
4. Acquisition period	From February 13, 2024 to March 22, 2024 (contract basis)
5. Acquisition method	Purchase on the Tokyo Stock Exchange

Treasury shares increased by ¥15,005 million during the first quarter ended March 31, 2024 due to the acquisition of treasury stock and the purchase of odd-lot shares, although decreased by ¥2 million due to the exercise of stock options. As a result, treasury shares held as of March 31, 2024 totaling ¥24,720 million.

(Consolidated Balance Sheet)

The Company has an overdraft agreement with the bank to finance working capital efficiently. The balance of unused loan commitments as of March 31, 2024 under this agreement is as follows.

	Millions of yen	
	As of December 31, 2023	As of March 31, 2024
Overdraft maximum amount	¥205,500	¥205,500
Balance of used loans	-	23,000
Unused balance	¥205,500	¥182,500

(Consolidated Income Statement)

※ The material expenses in Selling, General and Administrative expenses are as follows:

	Millions of yen	
	2023 (from January 1 to March 31, 2023)	2024 (from January 1 to March 31, 2024)
Packing and transportation	¥6,284	¥6,692
Advertising	8,758	10,559
Commission fee	8,265	9,812
Provision for bad debt	64	181
Salaries and wages	12,351	13,034
Provision for bonus	1,361	1,805
Retirement benefit	276	255
Rent	3,016	3,310
Depreciation and amortization	4,132	4,816

(Segment Information)

1) Outline of Reportable Segments

Reportable segments of the Group are components for which discrete financial information is available and whole operating results are regularly reviewed by the Executive Meeting of the Company to make decisions on the allocation of management resources and assess performance.

The Company is mainly engaged in business management activities and product development as the global headquarters.

The Group is primarily engaged in the manufacture and sales of sporting goods.

ASICS Japan Corporation and other subsidiaries in Japan are responsible for Japan.

ASICS America Corporation is responsible for North America; ASICS Europe B.V. for Europe, Middle East, and Africa;

ASICS China Trading Co., Ltd. for Greater China; ASICS Oceania PTY., Ltd. for Oceania; and ASICS Asia PTE., Ltd. for Southeast and South Asia.

2) Net Sales and Segment Income/Loss of Reportable Segment

2023 (from January 1 to March 31, 2023)	Millions of yen								Total	Adjustments	Consolidated
	Japan	North America	Europe	Greater China	Oceania	Southeast and South Asia	Others				
Net sales:											
Sales to customers	¥27,547	¥26,154	¥44,430	¥19,083	¥11,542	¥6,958	¥13,038	¥148,755	¥3,542	¥152,297	
Intersegment	8,809	-	15	84	-	-	0	8,909	(8,909)	-	
Total sales	36,356	26,154	44,445	19,168	11,542	6,958	13,038	157,665	(5,367)	152,297	
Segment income (loss)	¥4,721	¥(346)	¥6,551	¥4,508	¥2,081	¥1,738	¥1,861	¥21,116	¥1,003	¥22,120	

2024 (from January 1 to March 31, 2024)	Millions of yen								Total	Adjustments	Consolidated
	Japan	North America	Europe	Greater China	Oceania	Southeast and South Asia	Others				
Net sales:											
Sales to customers	¥31,390	¥33,077	¥48,364	¥23,868	¥11,698	¥9,171	¥12,711	¥170,280	¥3,821	¥174,102	
Intersegment	8,689	-	13	2	-	0	-	8,705	(8,705)	-	
Total sales	40,079	33,077	48,377	23,870	11,698	9,171	12,711	178,986	(4,884)	174,102	
Segment income (loss)	¥6,598	¥3,475	¥9,684	¥5,784	¥2,516	¥2,237	¥2,518	¥32,815	¥996	¥33,812	

(Subsequent event)

(Stock Split, Partial Amendment to Articles of Association)

The Company announces a stock split, partial amendment to the Articles of Association at the Board of Directors' meeting held on May 10, 2024.

1) Stock split

(1) Purpose

By reducing the amount per investment unit of its stock, the Company aims to make its shares more accessible to investors, increase liquidity, and thereby expand its investor base.

(2) Method of stock split

Each share of common stock held by shareholders recorded on the final shareholders' register as of Sunday, June 30, 2024, will be split into four shares.

(3) Number of shares to be increased by the split

1. Total number of shares issued and outstanding before the stock split	189,870,559 shares
2. Number of shares to be increased by the stock split	569,611,677 shares
3. Total number of shares issued and outstanding after the stock split	759,482,236 shares
4. Total number of authorized shares after the stock split	3,000,000,000 shares

(4) Schedule

1. Date of public notice of record date (scheduled)	Friday, June 14, 2024
2. Record date	Sunday, June 30, 2024
3. Effective date	Monday, July 1, 2024

(5) Effect on per share information

Per share information based on the assumption that the stock split had been implemented at the beginning of the previous fiscal year is as follows:

	1st quarter ended March 31, 2023 (from January 1, 2023 to March 31, 2023)	1st quarter ended March 31, 2024 (from January 1, 2024 to March 31, 2024)
Net income per share	22.26	36.65
Diluted net income per share	22.24	36.62

(6) Others

i) Change in the amount of capital

There will be no change in the amount of capital due to the stock split.

As the stock split is effective as of July 1, 2024, the interim dividend for the fiscal year ending December 31, 2024, with a record date of June 30, 2024, will be based on the number of shares before the stock split.

ii) Adjustment of the number of shares to be issued upon exercise of stock acquisition rights (stock options)

Following the stock split, the number of shares to be issued upon exercise of each stock option (hereinafter, the "Number of Shares Granted") for the ASICS Corporation,

Second Share Options (2014) to ASICS Corporation, Sixth Share Options (2018) will be adjusted as follows on July 1, 2024. The First Share Options have already been fully exercised.

Number of Shares Granted before adjustment (shares)	Number of Shares Granted after adjustment (shares)
100	400

iii) Adjustment of the maximum total number of performance-linked restricted shares

With respect to the Restricted Share Compensation plan for the directors of the Company (excluding directors who are an Audit and Supervisory Committee Member and outside directors)

resolved at the 70th Ordinary General Meeting of Shareholders held on March 22, 2024 (hereinafter the "Eligible Directors"), in connection with the stock split, the maximum total number of performance-linked restricted shares to be allotted to the Eligible Directors of the Company in each fiscal year will be adjusted as follows, effective July 1, 2024.

Maximum total number before adjustment (shares)	Maximum total number after adjustment (shares)
900,000	3,600,000

2) Partial amendment to the Articles of Association

(1) Reason for the amendment

Following the above stock split, the total number of authorized shares, as stipulated in Article 5 of the Company's Articles of Association, will be changed as of July 1, 2024, by a resolution of the Board of Directors according to Paragraph 2, Article 184 of the Companies Act.

(2) Details of amendments

The details of the amendment are as follows:

Current	Proposed Amendment
Article 5 Total Number of Authorized Shares The total number of authorized shares of the Company shall be 790,000,000 shares	Article 5 Total Number of Authorized Shares The total number of authorized shares of the Company shall be 3,000,000,000 shares

(3) Schedule

Effective date of the amendment to the Articles of Association Monday, July 1, 2024

3. Supplemental Information  
(1) Net Sales per Regions

	Millions of yen					Consolidated
	Japan	North America	Europe	Greater China	Others	
2023 (from January 1 to March 31, 2023)						
Net sales	¥30,132	¥26,981	¥44,657	¥19,123	¥31,403	¥152,297

	Millions of yen					Consolidated
	Japan	North America	Europe	Greater China	Others	
2024 (from January 1 to March 31, 2024)						
Net sales	¥33,905	¥34,098	¥45,744	¥23,885	¥36,467	¥174,102

(2) Foreign Currency Exchange Rates

	USD	EUR	RMB	AUD	SGD
Fiscal year ended March 31, 2023	¥132.77	¥142.89	¥19.34	¥90.62	¥99.64
<b>Fiscal year ended March 31, 2024</b>	<b>¥147.69</b>	<b>¥160.68</b>	<b>¥20.62</b>	<b>¥97.51</b>	<b>¥110.31</b>
Increase or (Decrease)	¥14.92	¥17.79	¥1.28	¥6.89	¥10.67
Ratio (%)	11.2	12.5	6.6	7.6	10.7

(3) Net Sales and Segment Income Ratio

		Japan	North America	Europe	Greater China	Oceania	Southeast and South Asia	Others
		Net Sales	(Local Currency)	-	13.2	(3.2)	16.1	(5.8)
vs Fiscal year ended March 31, 2023 (%)	(Yen)	10.2	26.5	8.8	24.5	1.4	31.8	(2.5)
Segment income	(Local Currency)	-	-	31.3	19.6	12.3	18.3	21.5
vs Fiscal year ended March 31, 2023 (%)	(Yen)	39.8	-	47.8	28.3	20.9	28.7	35.3
Segment Income Ratio (%)		16.5	10.5	20.0	24.2	21.5	24.4	19.8