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Consolidated Financial Results for the Three Months Ended March 31, 2024 [Japanese GAAP]



May 14, 2024

Company name: Future Innovation Group, Inc.
 Stock exchange listing: Tokyo and Fukuoka
 Code number: 4392
 URL: <https://www.figinc.jp/>
 Representative: MURAI Yuji, President and CEO
 Contact: KIBE Kazuhisa, Director and Managing Executive Officer
 Phone: +81-97-576-8730
 Scheduled date of filing quarterly securities report: May 14, 2024
 Scheduled date of commencing dividend payments: –
 Availability of supplementary explanatory materials on quarterly financial results: Available
 Schedule of quarterly financial results briefing session: Not Scheduled

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

1. Consolidated Financial Results for the Three Months Ended March 31, 2024 (January 1, 2024 - March 31, 2024)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended March 31, 2024	3,058	(11.9)	171	(33.3)	171	(32.5)	272	46.3
March 31, 2023	3,471	(2.1)	257	(35.3)	254	(34.2)	186	(21.6)

(Note) Comprehensive income: Three months ended March 31, 2024: ¥367 million [216.1%]
 Three months ended March 31, 2023: ¥116 million [(51.1)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended March 31, 2024	9.03	8.91
March 31, 2023	6.19	6.11

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of March 31, 2024	18,691	9,811	51.7
As of December 31, 2023	22,835	9,595	41.4

(Reference) Equity: As of March 31, 2024: ¥9,665 million
 As of December 31, 2023: ¥9,453 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 December 31, 2023	–	0.00	–	5.00	5.00
Fiscal year ending December 31, 2024	–				
Fiscal year ending December 31, 2024 (Forecast)		0.00	–	5.00	5.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2024 (January 1, 2024 - December 31, 2024)

(% 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
Six months ended	6,800	(2.9)	300	(36.2)	283	(40.8)	417	21.7	13.82
Full year	15,000	10.8	1,123	55.2	1,092	52.7	1,000	375.7	33.14

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

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	2,203	2,657
Notes and accounts receivable, and contract assets	5,860	5,388
Investments in leases	4,268	1,615
Inventories	2,405	2,283
Other	552	512
Allowance for doubtful accounts	(74)	(69)
Total current assets	15,215	12,387
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,904	1,073
Land	1,753	763
Other, net	620	622
Total property, plant and equipment	4,278	2,459
Intangible assets		
Goodwill	224	209
Other	552	562
Total intangible assets	776	771
Investments and other assets		
Investment securities	1,335	1,866
Deferred tax assets	175	167
Long-term accounts receivable	881	881
Other	181	168
Allowance for doubtful accounts	(9)	(9)
Total investments and other assets	2,564	3,073
Total non-current assets	7,620	6,304
Total assets	22,835	18,691

(Million yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable	1,273	908
Short-term borrowings	2,530	2,032
Current portion of long-term borrowings	1,455	1,402
Income taxes payable	100	112
Accrued consumption taxes	257	468
Provision for bonuses	51	221
Provision for bonuses for directors (and other officers)	-	4
Provision for product warranties	40	42
Other	936	854
Total current liabilities	6,645	6,046
Non-current liabilities		
Long-term borrowings	6,301	2,593
Deferred tax liabilities	48	59
Provision for retirement benefits for directors (and other officers)	71	26
Retirement benefit liability	143	152
Other	31	0
Total non-current liabilities	6,595	2,833
Total liabilities	13,240	8,880
Net assets		
Shareholders' equity		
Capital stock	2,044	2,044
Capital surplus	4,022	4,022
Retained earnings	3,484	3,605
Treasury shares	(312)	(312)
Total shareholders' equity	9,238	9,359
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	207	291
Foreign currency translation adjustment	7	14
Total accumulated other comprehensive income	215	305
Share acquisition rights	124	124
Non-controlling interests	16	21
Total net assets	9,595	9,811
Total liabilities and net assets	22,835	18,691

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
Three Months Ended March 31

(Million yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Net sales	3,471	3,058
Cost of sales	2,417	2,018
Gross profit	1,054	1,039
Selling, general and administrative expenses	796	868
Operating profit	257	171
Non-operating income		
Interest income	0	0
Subsidy income	7	6
Reversal of allowance for doubtful accounts	0	3
Other	3	3
Total non-operating income	11	13
Non-operating expenses		
Interest expenses	10	11
Commission expenses	3	-
Other	0	1
Total non-operating expenses	14	13
Ordinary profit	254	171
Extraordinary income		
Gain on sale of non-current assets	-	220
Gain on sale of investment securities	70	-
Total extraordinary income	70	220
Extraordinary losses		
Settlement payments	57	-
Total extraordinary losses	57	-
Profit before income taxes	267	392
Income taxes - current	140	127
Income taxes - deferred	(61)	(11)
Total income taxes	79	116
Profit	187	276
Profit attributable to non-controlling interests	1	3
Profit attributable to owners of parent	186	272

Quarterly Consolidated Statements of Comprehensive Income
Three Months Ended March 31

(Million yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Profit	187	276
Other comprehensive income		
Valuation difference on available-for-sale securities	(73)	83
Foreign currency translation adjustment	1	8
Total other comprehensive income	(71)	91
Comprehensive income	116	367
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	114	362
Comprehensive income attributable to non-controlling interests	1	5