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May 8, 2024

Consolidated Financial Results for the Three Months Ended March 31, 2024 (Under Japanese GAAP)



Company name: TACHIKAWA CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 7989
 URL: <https://www.blind.co.jp/english>
 Representative: Hisaya Ikezaki, President and Representative Director
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 Scheduled date to file quarterly securities report: May 8, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

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

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
March 31, 2024	10,273	(4.0)	1,381	(8.2)	1,411	(12.1)	942	(11.1)
March 31, 2023	10,698	(0.9)	1,504	(8.6)	1,606	(4.3)	1,059	(1.0)

Note: Comprehensive income For the three months ended March 31, 2024: ¥1,414 million [24.7%]
 For the three months ended March 31, 2023: ¥1,134 million [(3.4)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2024	50.91	–
March 31, 2023	55.51	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
March 31, 2024	63,741	51,227	73.4
December 31, 2023	63,142	50,442	72.9

Reference: Equity
 As of March 31, 2024: ¥46,787 million
 As of December 31, 2023: ¥46,019 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2023	–	12.00	–	24.00	36.00
Fiscal year ending December 31, 2024	–				
Fiscal year ending December 31, 2024 (Forecast)		14.00	–	27.00	41.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial result forecasts for the fiscal year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

(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
First half	20,650	1.2	2,010	(5.6)	2,100	(8.9)	1,370	(7.6)	74.20
Full year	42,800	3.6	4,180	3.3	4,360	0.8	2,760	1.9	149.49

Note: Revisions to the financial result forecast most recently announced: None

* **Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in change in scope of consolidation): 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
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	20,763,600 shares
As of December 31, 2023	20,763,600 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2024	2,300,667 shares
As of December 31, 2023	2,188,321 shares

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended March 31, 2024	18,509,226 shares
Three months ended March 31, 2023	19,089,171 shares

* These quarterly financial results are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts and other special matters

The financial results forecasts herein are based on information currently available to the Company and include various uncertain factors. Actual results may differ from these forecasts due to changes in its performance and other factors. For the assumptions used for the financial results forecasts, etc., please refer to “1. Qualitative Information on Quarterly Financial Results, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the Japanese version of the attachment.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	15,462,818	14,943,983
Notes and accounts receivable - trade, and contract assets	9,136,733	8,847,829
Electronically recorded monetary claims - operating	6,976,485	7,123,494
Merchandise and finished goods	791,935	892,124
Work in process	1,621,465	1,671,326
Costs on uncompleted construction contracts	18,359	26,699
Raw materials and supplies	4,645,549	5,185,165
Other	536,868	338,665
Allowance for doubtful accounts	(79,641)	(77,819)
Total current assets	39,110,573	38,951,469
Non-current assets		
Property, plant and equipment		
Buildings and structures	16,524,063	16,517,771
Accumulated depreciation	(10,362,137)	(10,436,940)
Buildings and structures, net	6,161,926	6,080,831
Land	8,606,178	8,603,334
Other	17,996,579	18,379,209
Accumulated depreciation	(14,984,262)	(15,126,717)
Other, net	3,012,317	3,252,491
Total property, plant and equipment	17,780,421	17,936,658
Intangible assets	305,266	398,425
Investments and other assets		
Investment securities	3,340,814	3,985,654
Retirement benefit asset	558,702	563,363
Other	2,150,169	2,009,775
Allowance for doubtful accounts	(103,707)	(104,036)
Total investments and other assets	5,945,979	6,454,756
Total non-current assets	24,031,667	24,789,840
Total assets	63,142,241	63,741,310

(Thousands of yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,470,740	2,871,464
Electronically recorded obligations - operating	3,384,781	3,335,997
Accounts payable - other	1,319,294	1,148,828
Income taxes payable	941,379	577,101
Provision for bonuses	227,128	672,718
Provision for bonuses for directors (and other officers)	63,282	16,535
Provision for product warranties	19,425	17,048
Provision for loss on construction contracts	22,597	15,762
Other	1,514,513	1,078,321
Total current liabilities	9,963,143	9,733,776
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	427,897	432,172
Retirement benefit liability	2,217,264	2,245,205
Other	91,165	102,509
Total non-current liabilities	2,736,326	2,779,887
Total liabilities	12,699,469	12,513,663
Net assets		
Shareholders' equity		
Share capital	4,475,000	4,475,000
Capital surplus	4,580,829	4,580,829
Retained earnings	38,019,861	38,516,343
Treasury shares	(1,805,212)	(1,969,151)
Total shareholders' equity	45,270,478	45,603,022
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	677,627	1,092,782
Deferred gains or losses on hedges	(1,576)	-
Foreign currency translation adjustment	84,737	98,858
Remeasurements of defined benefit plans	(11,523)	(7,513)
Total accumulated other comprehensive income	749,265	1,184,127
Non-controlling interests	4,423,027	4,440,497
Total net assets	50,442,771	51,227,647
Total liabilities and net assets	63,142,241	63,741,310

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

(Thousands of yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Net sales	10,698,128	10,273,435
Cost of sales	6,189,728	5,893,300
Gross profit	4,508,400	4,380,135
Selling, general and administrative expenses	3,004,058	2,998,945
Operating profit	1,504,342	1,381,189
Non-operating income		
Interest income	838	799
Dividend income	1,738	1,726
Rental income from real estate	9,215	9,278
Insurance claim income	74,995	665
Dividend income of insurance	2,312	8,389
Foreign exchange gains	5,381	7,022
Other	11,419	6,522
Total non-operating income	105,900	34,405
Non-operating expenses		
Interest expenses	1	1
Rental costs on real estate	1,909	1,891
Commission for purchase of treasury shares	1,097	818
Other	596	1,036
Total non-operating expenses	3,604	3,747
Ordinary profit	1,606,637	1,411,848
Extraordinary income		
Gain on sale of non-current assets	–	2,938
Compensation income	33,500	–
Total extraordinary income	33,500	2,938
Extraordinary losses		
Loss on retirement of non-current assets	168	0
Total extraordinary losses	168	0
Profit before income taxes	1,639,968	1,414,786
Income taxes - current	630,995	518,896
Income taxes - deferred	(86,646)	(50,649)
Total income taxes	544,348	468,247
Profit	1,095,619	946,539
Profit attributable to non-controlling interests	35,980	4,250
Profit attributable to owners of parent	1,059,639	942,289

Quarterly Consolidated Statements of Comprehensive Income
Three Months Ended March 31

(Thousands of yen)

	For the three months ended March 31, 2023	For the three months ended March 31, 2024
Profit	1,095,619	946,539
Other comprehensive income		
Valuation difference on available-for-sale securities	21,145	448,089
Deferred gains or losses on hedges	8,721	1,576
Foreign currency translation adjustment	4,541	14,120
Remeasurements of defined benefit plans, net of tax	4,082	3,966
Total other comprehensive income	38,491	467,753
Comprehensive income	1,134,111	1,414,293
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,104,621	1,377,151
Comprehensive income attributable to non-controlling interests	29,490	37,141