



## Summary of Consolidated Financial Statements For the Second Quarter and the Six Months Ended June 30, 2024 (Japan GAAP)

August 13, 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 semi-annual period: August 13, 2024  
 Date of scheduled payment of dividend: September 5, 2024  
 Supplemental Materials: Yes  
 Presentation Meeting: Yes (For institutional investors, analysts and press in Japan)

(Amounts less than one million yen are truncated)

### 1. Consolidated results for the six months ended June 30, 2024 (January 1, 2024 to June 30, 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 profit		Ordinary profit		Profit attributable to owners of parent	
	MY	%	MY	%	MY	%	MY	%
Six months ended June 30, 2024	342,199	18.0	58,996	75.5	57,822	71.0	42,219	70.3
Six months ended June 30, 2023	290,079	28.9	33,610	75.4	33,818	78.2	24,796	82.8

(Note) Comprehensive income For the six months ended June 30, 2024: ¥ 67,516 million (59.0 %)

For the six months ended June 30, 2023: ¥ 42,466 million (0.9 %)

(Reference) The percentages of the increase (decrease) compared with the same period of the previous year excluding currency change

Net sales 8.7%    Operating profit 63.3%

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2024	58.09	58.04
Six months ended June 30, 2023	33.84	33.81

(Note) The Company has carried out a 4-for-1 stock split for its common stock on the effective date of July 1, 2024. Basic earnings per share and diluted earnings per share are calculated as if this stock split had taken place at the beginning of the previous year.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	MY	MY	%
As of June 30, 2024	516,967	251,766	48.3
As of December 31, 2023	464,116	206,801	44.1

(Reference) Equity As of June 30, 2024: ¥ 249,913 million    As of December 31, 2023: ¥ 204,808 million

### 2. Cash Dividends

(Record date)	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY ended December 31, 2023	—	25.00	—	40.00	65.00
FY ending December 31, 2024	—	40.00			
FY ending December 31, 2024 (Forecast)			—	10.00	—

(Note) Changes in dividend forecast: No

The Company has carried out a 4-for-1 stock split for its common stock on the effective date of July 1, 2024. Therefore, the fiscal year-end dividends per share for the fiscal year ending December 31, 2024 (Forecast) are stated as the amount considering

the impact of this stock split. The fiscal year-end dividends per share for the fiscal year ending December 31, 2024 (Forecast) without considering the stock split would be 40.00 yen.

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

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	MY	%	MY	%	MY	%	MY	%	Yen
Full fiscal year	660,000	15.7	95,000	75.2	89,000	75.6	58,000	64.4	79.80

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

The Company has carried out a 4-for-1 stock split for its common stock on the effective date of July 1, 2024. Basic earnings per share in the forecast of the business results (full year) for the fiscal year ending December 31, 2024 are stated as the amount considering the impact of the stock split.

(Reference) The percentages of the increase (decrease) compared with the previous fiscal year excluding currency change

Net sales 11.9% Operating profit 71.6%

※ 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 semi-annual consolidation: Yes

(Note) Please refer to Page 15, “(4) Notes for Consolidated Financial Statements, (Application of accounting treatment peculiar to six-month consolidated financial statement preparation)” for the details.

(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 the fiscal end

As of June 30, 2024 759,482,236 shares

As of December 31, 2023 759,482,236 shares

② Number of treasury shares at the fiscal end:

As of June 30, 2024 36,192,492 shares

As of December 31, 2023 26,538,356 shares

③ Average number of shares during the term:

Six months ended June 30, 2024 726,846,385 shares

Six months ended June 30, 2023 732,747,189 shares

(Note) The Company has carried out a 4-for-1 common stock split on the effective date of July 1, 2024. The number of shares outstanding (including treasury shares) at the fiscal end, the number of treasury shares at the fiscal end and the average number of shares during the term are calculated as if this stock split had taken place at the beginning of the previous year.

※ Summary of Consolidated Financial Statements is exempt from review conducted by certified public accountants or an audit firm.

※ 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, “(4) Explanation on forecast for consolidated business results and others” for the forecast of consolidated business results.

(How to access supplemental materials)

The Company is scheduled to hold conference call on business results for press on Tuesday, August 13, 2024 and for investors on Wednesday, August 14, 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 Tuesday, August 13, 2024.

## 1. Qualitative information for consolidated business results

Forward-looking statements in the text are our estimation as of the end of the six-month period.

### **Major initiatives during the six-month period**

Bonjour! Thank you for reading our report. The Olympics, which started on July 24, heated up very much, and athletes sponsored by ASICS performed excellently. We are also looking forward to the Paralympics which will begin on August 28.

For the six months ended June 30, 2024, we recorded a gross margin of 55.5%, operating profit of ¥58.9 billion, and operating margin of 17.2%, all of which reached a record high. Particularly, net sales of SportStyle and Onitsuka Tiger increased significantly in all regions, growing by over 50% year on year. SportStyle and Onitsuka Tiger drove impetus of the entire company with the category profit margin standing at 27.9% and 38.0%, respectively. In Greater China where economic conditions were far from favorable, the performance was good with net sales increasing by over 30% year on year and operating margin standing at 22.5%. In this way, strong momentum continued in April and thereafter, and on July 12, we announced upward revision of our consolidated business results forecast for the fiscal year ending December 31, 2024, to coincide with the resolution on and disclosure of secondary offering of shares and sale of all cross-shareholdings held by the ASICS Group within the year as described below. Given the gross margin from the fourth quarter of the previous year and the current rise in operating margin, we recognize that the reinforced brand strength of ASICS is beginning to show up in figures. Due to this upward revision, numerical targets called for in the Mid-Term Plan 2026 are expected to be achieved in 2024. As for the revise of numerical targets of the Mid-Term Plan 2026, we are considering making an explanation to you at the right timing. Meanwhile, under the policy of Transformation into a Global Integrated Enterprise, we will continue to work on the strategic priorities of making global growth, enhancing brand experience value, pursuing operational excellence, and strengthening the business foundation. (For details, please review the timely disclosure “Notice Concerning the Revision of the Consolidated Business Results Forecast for the Fiscal Year Ending December 31, 2024” released on July 12.)

Here is an explanation on the above-mentioned secondary offering of shares and sale of all cross-shareholdings held by the ASICS Group within the year.

ASICS has worked on drastic management reforms, including transition to a category management structure, since 2018. On the operational aspect, as a result of continuously addressing the improvement of product mix/channel mix and region mix, we made a V-shaped business recovery, and could substantially achieve targets called for in the Mid-Term Plan 2023 in the previous year. In addition, we have also focused on systematically communicating to the capital market that there are various measures for management reforms behind this trend of business results, and these measures have functioned in conjunction with the business promotion. A large growth in margins has also made us recognize that ASICS is about to solidify its position as a global brand.

In such a situation, as we have always recognized the need to raise the stage on the aspects of capital policy and financial strategy as well, we have also held discussions and proceeded with careful examinations at the Board Meetings and the Executive Board Meeting since the beginning of this year. In this process, we made decisions to acquire own shares during the first quarter of this year, conduct a stock split and resulting increased dividend payments in or after the six-month period, and expand the shareholder benefit, among others. At the same time, while we have held discussions with companies whose shares are held by the ASICS Group as cross-shareholdings in an effort to sell all the cross-shareholdings held by the ASICS Group, we have also proactively approached shareholders such as financial institutions holding shares of ASICS as cross-shareholdings with regard to sale of the shares in parallel.

As we gained understanding from the above-mentioned companies whose shares are held by the ASICS Group as cross-shareholdings and most shareholders such as financial institutions, we announced the secondary offering of shares and the sale of all the cross-shareholdings held by the ASICS Group within the year. Accordingly, we hope to pursue corporate governance of global-standard level and also become a front-runner in the capital market. Specifically, we intend to: (1) improve capital efficiency and fulfill our accountability to the capital market; (2) fully face the global capital market; (3) win over quality institutional investors; (4) expand individual investors/promote “OneASICS management”; and (5) reduce capital cost. (For details, please review the timely disclosure “Notice Concerning Secondary Offering of Shares ” released on July 12.)

With regard to the secondary offering of shares, the conditions were determined on July 23. As with competitors in the global market, we no longer have a shareholder structure where stable shareholders exist as large shareholders. The shareholding ratio of large-cap-oriented, long-only and growth-focused overseas institutional investors increased, and 15,210 individual shareholders also bought shares. We received comments from participants in the capital market including overseas investors,

such as “The action of ASICS toward elimination of cross-shareholdings in the Japanese market can be highly appreciated. This move will lead to revaluation of Japanese stocks as a whole,” and “I felt reasonable planning on the point that ASICS first conducted a stock split and expanded the special benefit plan to make it easier for individual investors to buy its shares.” In this regard, we believe we could achieve our initial objective of this initiative at present.

In addition, we also resolved and disclosed consideration of establishing a general incorporated foundation on the same date. We will begin to consider establishing this general incorporated foundation to globally support those who are in a difficult situation for social or economic reasons and have limited access to physical activities and sports. We believe that solving social issues related to physical activities and sports and improving access to them will lead to creation of social value, such as enhancement of mental and physical health of people in each country and region, and fostering of culture of physical activities and sports, resulting in increasing corporate value of ASICS. (For details, please review the timely disclosure “Notice Concerning Consideration of Establishment of a General Incorporated Foundation” released on July 12.)

Other than the above, we would like to inform you of three topics in the six-month period.

As the Platinum Sponsor for Kobe 2024 World Para Athletics Championships held in Kobe City, Hyogo Prefecture in May, ASICS provided uniforms, shoes and others worn by staff and volunteers of the championship, as well as support to athletes. Athletes supported by ASICS including three employee athletes also performed outstandingly. Match-watching events and volunteer activities for employees of the ASICS Group living in Japan were also implemented, and more than 2,000 employees participated in these programs. We felt up close mounting tension of athletes just before the game. We will continue to proactively engage in activities through para athletics, aiming to contribute to realizing a world where everyone can stay fit mentally and physically through exercises and sports throughout their life.

Also in May, we signed an official top partnership agreement with the Japan Deaf Athletics Association (JDAA). Going forward, ASICS will provide shoes, apparel, and accessories to the Japanese national team and staff members participating in competitions designated by the JDAA. In addition, while striving to support the maintenance of individual athletes’ physical condition to improve their performance, we will work together toward popularizing and developing deaf sports. Please do not miss the 25th Summer Deaflympics Tokyo 2025, which will be held next year, as well as the Olympics and Paralympics.

Additionally, in the digital field that is a core of ASICS’ businesses, ASICS was selected from among digital transformation (DX) stocks, which are jointly selected by the Ministry of Economy, Trade and Industry and the Tokyo Stock Exchange, for the DX Grand Prix 2024. ASICS was selected for this category, following its inclusion in DX stocks 2022 and Noteworthy DX Companies 2023.

In this selection, ASICS was recognized for its visualization of management and strengthening of the supply chain through data-oriented management, etc. from which financial outcomes are expected. In addition, ASICS was also appreciated for its digital strategy contributing to increased corporate value through reinforcement of DTC shift based on digital strategy, and substantial achievement of the targets in the Mid-Term Plan 2023, among others. Furthermore, the global integration of system infrastructure, and establishment of sites/staffing on a global basis according to functions and roles as well as its capability of realizing DX with over 700 digital professionals across the world were also well received.

Finally, I would like to explain the establishment of a share repurchase program announced on August 13, with a maximum total amount of 20 billion yen or 10 million shares. ASICS has set a target of achieving a total return ratio of 50% over the three-year period of its Mid-Term Plan 2026, and we believe that this is a strategic move toward achieving this target. In establishing the general incorporated foundation I mentioned earlier, we are considering the disposal of treasury stock amounting to less than 1% of the total number of shares issued and less than 1% of the total number of voting rights. We also expect to make a reasonable profit from the sale of all of the ASICS Group’s strategic shareholdings by the end of this year. As we have already mentioned, we expect to achieve the numerical targets of the Mid-Term Plan 2026 in the first year. In addition, we have decided to repurchase our own shares as well as from the viewpoint of addressing potential dilution of shares and returning profits to shareholders through the sale of shares.

We will keep running with the aim of becoming a front-runner in all areas. Please keep an eye on ASICS’ further growth.

**(1) Explanation on business results**

(Millions of yen)

	FY2023 Jan 1 to Jun 30	FY2024 Jan 1 to Jun 30	Increase (Decrease)	Increase % (Decrease %)	Increase % excl. currency change
Net sales	290,079	342,199	52,120	18.0	8.7
Gross profit	147,995	190,091	42,095	28.4	18.3
Operating profit	33,610	58,996	25,386	75.5	63.3
Ordinary profit	33,818	57,822	24,003	71.0	—
Profit attributable to owners of parent	24,796	42,219	17,423	70.3	—

## 1) Net sales

Net sales increased 18.0% to ¥342,199 million due to the strong sales in all categories, as well as due to the foreign exchange effects.

## 2) Gross profit

Gross profit increased 28.4% to ¥190,091 million due to the impact of the increase in net sales described above.

## 3) Operating Profit

Operating Profit increased 75.5% to ¥58,996 million due to the impact of the increase in net sales and profit described above.

## 4) Ordinary Profit

Ordinary Profit increased 71.0% to ¥57,822 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 70.3% to ¥42,219 million mainly due to the impact of the increase in net sales and profit described above.

Business results by category were as follows.

(Millions of yen)

Category		FY2023 Jan 1 to Jun 30	FY2024 Jan1 to Jun 30	Increase (Decrease)	Increase % (Decrease %)	Increase % excl. currency change
Performance Running	Net sales	147,839	170,903	23,064	15.6	4.7
	Category profit	29,275	41,070	11,795	40.3	29.3
Core Performance Sports	Net sales	40,430	42,086	1,656	4.1	(2.7)
	Category Profit	8,700	8,028	(671)	(7.7)	(13.2)
Apparel and Equipment	Net sales	18,075	18,713	637	3.5	(3.8)
	Category profit	1,319	2,112	792	60.1	44.9
SportStyle	Net sales	28,077	45,986	17,908	63.8	48.5
	Category profit	5,421	12,839	7,417	136.8	117.3
Onitsuka Tiger	Net sales	28,297	43,884	15,586	55.1	47.3
	Category profit	7,826	16,654	8,828	112.8	104.4

1) Performance Running

Net sales increased 15.6% to ¥170,903 million due to the strong sales in all regions.

Category profit increased 40.3% to ¥41,070 million mainly due to the impact of the increase in net sales described above.

2) Core Performance Sports

Net sales increased 4.1% to ¥42,086 million due to the strong sales in regions other than Japan region.

Category profit decreased 7.7% to ¥8,028 million due to the increase in selling, general and administrative expenses, despite the increase in net sales described above.

3) Apparel and Equipment

Net sales increased 3.5% to ¥18,713 million mainly due to strong sales in Europe region, despite weak sales in Japan region.

Category profit increased 60.1% to ¥2,112 million mainly due to an improvement in gross profit, as well as due to the impact of the increase in net sales described above.

4) SportStyle

Net sales increased 63.8% to ¥45,986 million due to the strong sales in all regions.

Category profit increased significantly 136.8% to ¥12,839 million due to the impact of the increase in net sales described above.

5) Onitsuka Tiger

Net sales increased 55.1% to ¥43,884 million due to the strong sales in all regions.

Category profit increased significantly 112.8% to ¥16,654 million mainly due to the impact of the increase in net sales described above.

Business results by reportable segments were as follows.

(Millions of yen)

Reportable Segments		FY2023 Jan 1 to Jun 30	FY2024 Jan 1 to Jun 30	Increase (Decrease)	Increase % (Decrease %)	Increase % excl. currency change
Japan	Net sales	69,111	79,878	10,766	15.6	—
	Segment Profit	8,010	13,014	5,003	62.5	—
North America	Net sales	55,921	67,748	11,826	21.1	8.1
	Segment Profit	505	6,714	6,208	—	—
Europe	Net sales	78,379	91,597	13,218	16.9	4.4
	Segment Profit	7,953	15,081	7,128	89.6	68.9
Greater China	Net sales	40,413	53,049	12,636	31.3	21.1
	Segment Profit	8,490	11,954	3,464	40.8	29.7
Oceania	Net sales	18,883	20,662	1,778	9.4	(0.6)
	Segment Profit	3,139	3,721	582	18.6	7.5
Southeast and South Asia	Net sales	13,443	17,631	4,187	31.1	20.8
	Segment Profit	2,970	3,957	986	33.2	21.5
Others	Net sales	24,209	24,387	177	0.7	(8.5)
	Segment Profit	2,661	4,372	1,710	64.3	49.6

1) Japan region

Net sales increased 15.6% to ¥79,878 million due to the strong sales of the Performance Running category and Onitsuka Tiger category.

Segment profit increased 62.5% to ¥13,014 million mainly due to an improvement in gross profit, as well as due to the impact of the increase in net sales described above.

2) North America region

Net sales increased 21.1% to ¥67,748 million due to the strong sales of the Performance Running category and SportStyle category.

Segment profit increased significantly to ¥6,714 million mainly due to an improvement in gross profit, as well as due to the impact of the increase in net sales described above.

3) Europe region

Net sales increased 16.9% to ¥91,597 million due to the strong sales in all categories.

Segment profit increased 89.6% to ¥15,081 million mainly due to an improvement in gross profit, as well as due to the impact of the increase in net sales described above.

4) Greater China region

Net sales increased 31.3% to ¥53,049 million due to the strong sales in all categories.

Segment profit increased 40.8% to ¥11,954 million mainly due to the impact of the increase in net sales described above.

5) Oceania region

Net sales increased 9.4% to ¥20,662 million due to the steady sales in all categories.

Segment profit increased 18.6% to ¥3,721 million mainly due to an improvement in gross profit, as well as due to the increase in net sales described above.

6) Southeast and South Asia regions

Net sales increased 31.1% to ¥17,631 million due to the strong sales in all categories.

Segment profit increased 33.2% to ¥3,957 million mainly due to an improvement in gross profit, as well as due to the increase in net sales described above.

#### 7) Other regions

Net sales increased 0.7% to ¥24,387 million due to the strong sales in almost all categories, despite the impact of the sale of Haglöfs AB in December 2023 and its exclusion from the scope of consolidation.

Segment profit increased 64.3% to ¥4,372 million mainly due to an improvement in gross profit.

### (2) Explanation on financial position

As for the consolidated financial position as of June 30, 2024, total assets increased 11.4% from the end of the previous fiscal year to ¥516,967 million, total liabilities increased 3.1% from the end of the previous fiscal year to ¥265,200 million and total net assets increased 21.7% from the end of the previous fiscal year to ¥251,766 million.

#### 1) Current assets

Current assets increased 11.5% to ¥360,652 million mainly due to an increase in notes and accounts receivable - trade.

#### 2) Non-current assets

Non-current assets increased 11.2% to ¥156,314 million mainly due to an increase in software.

#### 3) Current liabilities

Current liabilities increased 8.0% to ¥155,192 million mainly due to an increase in notes and accounts payable - trade, despite redemption of current portion of bonds payable.

#### 4) Non-current liabilities

Non-current liabilities decreased 3.2% to ¥110,008 million mainly driven by reclassification of long-term borrowings from non-current liabilities to current liabilities due to repayment date within one year.

#### 5) Net assets

Net assets increased 21.7% to ¥251,766 million mainly due to an increase in retained earnings, despite a decrease due to the repurchase of treasury shares.

### (3) Overview of cash flows

As for cash flows as of June 30, 2024, cash and cash equivalents (hereinafter, "cash") decreased ¥9,034 million from the end of the previous fiscal year to ¥104,267 million.

The respective cash flow positions and main factors behind the changes are as follows.

#### 1) Cash flows from operating activities

Net cash provided by operating activities was ¥43,215 million, an increase of ¥13,867 million compared with the previous fiscal year.

Major sources of cash were ¥58,058 million from profit before income taxes, ¥9,934 million from depreciation and amortization and ¥7,422 million for an increase in notes and accounts payable - trade, while major uses of cash were ¥24,709 million for an increase in notes and accounts receivable - trade and ¥7,496 million for income taxes paid.

#### 2) Cash flows from investing activities

Net cash used in investing activities was ¥10,341 million, an increase of ¥4,997 million compared with the previous fiscal year.

Major uses of cash were ¥4,649 million for purchase of property, plant and equipment and ¥5,823 million for purchase of intangible assets.

#### 3) Cash flows from financing activities

Net cash used in financing activities was ¥46,205 million, an increase of ¥23,380 million compared with the previous fiscal year.

Major uses of cash were ¥20,000 million for redemption of bonds and ¥15,012 million for the repurchase of treasury shares.

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

As for the forecast of consolidated business results for the fiscal year ending December 31, 2024, there is no change to the forecast of full-year consolidated business results announced in the "Notice Concerning the Revision of the Consolidated Business Results Forecast for the Fiscal Year Ending December 31, 2024" on July 12, 2024.



## 2. Consolidated Financial Statements and Notes

### (1) Consolidated Balance Sheet

(Millions of yen)

	As of December 31, 2023	As of June 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	114,005	106,188
Notes and accounts receivable - trade	65,593	96,535
Merchandise and finished goods	118,411	124,535
Work in process	196	632
Raw materials and supplies	2,638	2,938
Other	26,369	33,989
Allowance for doubtful accounts	(3,692)	(4,166)
Total current assets	323,522	360,652
Non-current assets		
Property, plant and equipment		
Buildings and structures	36,242	38,069
Accumulated depreciation	(23,996)	(25,399)
Buildings and structures, net	12,245	12,669
Machinery, equipment and vehicles	6,096	6,724
Accumulated depreciation	(4,434)	(4,908)
Machinery, equipment and vehicles, net	1,662	1,816
Tools, furniture and fixtures	38,697	42,967
Accumulated depreciation	(32,451)	(36,292)
Tools, furniture and fixtures, net	6,245	6,675
Land	5,893	5,915
Leased assets	1,597	1,524
Accumulated depreciation	(1,073)	(1,096)
Leased assets, net	523	427
Construction in progress	2,055	4,967
Total property, plant and equipment	28,625	32,471
Intangible assets		
Goodwill	6,250	6,568
Software	23,938	28,070
Right of use assets	39,325	42,423
Other	8,826	9,212
Total intangible assets	78,341	86,275
Investments and other assets		
Investment securities	12,105	14,292
Long-term loans receivable	24	17
Deferred tax assets	12,319	9,059
Other	10,469	15,537
Allowance for doubtful accounts	(1,291)	(1,338)
Total investments and other assets	33,627	37,568
Total non-current assets	140,593	156,314
Total assets	464,116	516,967

(Millions of yen)

	As of December 31, 2023	As of June 30, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	43,921	56,183
Short-term borrowings	7	6,500
Current portion of bonds payable	20,000	—
Lease liabilities	11,747	12,844
Accrued expenses	29,955	27,673
Income taxes payable	5,093	13,326
Accrued consumption taxes	1,013	3,848
Provision for bonuses	1,049	4,293
Other	30,859	30,523
Total current liabilities	143,648	155,192
Non-current liabilities		
Bonds payable	60,000	60,000
Long-term borrowings	2,580	—
Lease liabilities	37,783	39,694
Deferred tax liabilities	2,378	1,982
Retirement benefit liability	4,416	4,129
Other	6,507	4,201
Total non-current liabilities	113,667	110,008
Total liabilities	257,315	265,200
<b>Net assets</b>		
Shareholders' equity		
Share capital	23,972	23,972
Capital surplus	15,836	15,833
Retained earnings	147,561	182,452
Treasury shares	(9,717)	(24,720)
Total shareholders' equity	177,653	197,538
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,480	5,371
Deferred gains or losses on hedges	2,241	9,331
Foreign currency translation adjustment	22,304	38,489
Remeasurements of defined benefit plans	(871)	(817)
Total accumulated other comprehensive income	27,155	52,375
Share acquisition rights	271	264
Non-controlling interests	1,720	1,588
Total net assets	206,801	251,766
Total liabilities and net assets	464,116	516,967

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

(Millions of yen)

	Six months ended June 30, 2023	Six months ended June 30, 2024
Net sales	290,079	342,199
Cost of sales	142,083	152,108
Gross profit	147,995	190,091
Selling, general and administrative expenses	※ 114,385	※ 131,094
Operating profit	33,610	58,996
Non-operating income		
Interest income	1,303	2,209
Dividend income	152	132
Foreign exchange gains	614	310
Subsidy income	819	90
Other	592	1,059
Total non-operating income	3,482	3,802
Non-operating expenses		
Interest expenses	2,244	2,724
Loss on overseas business	524	1,416
Other	504	836
Total non-operating expenses	3,273	4,976
Ordinary profit	33,818	57,822
Extraordinary income		
Gain on sale of non-current assets	9	9
Gain on sale of investment securities	0	258
Total extraordinary income	9	267
Extraordinary losses		
Loss on sale of non-current assets	1	0
Loss on retirement of non-current assets	15	1
Loss on sale of investment securities	—	1
Loss on valuation of investment securities	90	28
Impairment losses	60	—
Loss on cancellation of rental contracts	262	—
Total extraordinary losses	429	31
Profit before income taxes	33,399	58,058
Income taxes	8,473	15,761
Profit	24,925	42,296
Profit attributable to non-controlling interests	129	77
Profit attributable to owners of parent	24,796	42,219

(Millions of yen)

	Six months ended June 30, 2023	Six months ended June 30, 2024
Profit	24,925	42,296
Other comprehensive income		
Valuation difference on available-for-sale securities	1,641	1,890
Deferred gains or losses on hedges	1,316	7,089
Foreign currency translation adjustment	14,531	16,185
Remeasurements of defined benefit plans, net of tax	50	54
Total other comprehensive income	17,540	25,219
Comprehensive income	42,466	67,516
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	42,329	67,439
Comprehensive income attributable to non-controlling interests	136	77

**(3) Consolidated Statement of Cash Flows**

(Millions of yen)

	Six months ended June 30, 2023	Six months ended June 30, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	33,399	58,058
Depreciation and amortization	8,721	9,934
Impairment losses	60	—
Amortization of goodwill	322	356
Increase (decrease) in allowance for doubtful accounts	87	150
Increase (decrease) in retirement benefit liability	65	(224)
Increase (decrease) in provision for bonuses	772	3,186
Loss (gain) on valuation of investment securities	90	28
Loss (gain) on sale of investment securities	(0)	(257)
Interest and dividend income	(1,455)	(2,342)
Interest expenses	2,244	2,724
Foreign exchange losses (gains)	(104)	(115)
Loss (gain) on sale and retirement of non-current assets	6	(7)
Other loss (gain)	1,533	779
Decrease (increase) in trade receivables	(9,312)	(24,709)
Decrease (increase) in inventories	5,997	4,548
Decrease (increase) in other assets	961	(3,396)
Increase (decrease) in trade payables	(6,201)	7,422
Increase (decrease) in accrued consumption taxes	1,941	2,636
Increase (decrease) in other liabilities	(4,541)	(7,363)
Subtotal	34,588	51,411
Interest and dividends received	1,301	2,046
Interest paid	(2,189)	(2,746)
Income taxes paid	(4,351)	(7,496)
Net cash provided by (used in) operating activities	29,348	43,215
<b>Cash flows from investing activities</b>		
Payments into time deposits	(0)	(1,686)
Proceeds from withdrawal of time deposits	732	584
Purchase of property, plant and equipment	(1,674)	(4,649)
Payments for retirement of property, plant and equipment	(39)	(42)
Proceeds from sale of property, plant and equipment	51	90
Purchase of intangible assets	(4,514)	(5,823)
Purchase of investment securities	(176)	(143)
Proceeds from sale and redemption of investment securities	0	894
Proceeds from distributions from investment partnerships	—	0
Net decrease (increase) in short-term loans receivable	4	1,431
Long-term loan advances	(0)	—
Proceeds from collection of long-term loans receivable	4	7
Decrease (increase) in investments and other assets	267	(1,006)
Net cash provided by (used in) investing activities	(5,344)	(10,341)

(Millions of yen)

	Six months ended June 30, 2023	Six months ended June 30, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(11,000)	4,000
Repayments of long-term borrowings	(222)	(87)
Redemption of bonds	—	(20,000)
Repurchase of treasury shares	(2)	(15,012)
Proceeds from sale of treasury shares	0	0
Repayments of lease liabilities	(7,057)	(7,576)
Dividends paid	(4,393)	(7,320)
Dividends paid to non-controlling interests	(149)	(208)
Net cash provided by (used in) financing activities	(22,825)	(46,205)
Effect of exchange rate change on cash and cash equivalents	2,381	4,297
Net increase (decrease) in cash and cash equivalents	3,560	(9,034)
Cash and cash equivalents at beginning of period	65,804	113,301
Cash and cash equivalents at end of period	69,364	104,267

#### (4) Notes for Consolidated Financial Statements

(Application of accounting treatment peculiar to six-month consolidated financial statement preparation)

Tax expenses are calculated by making a reasonable estimate of the effective tax rate after applying tax effect accounting to profit before income taxes for the consolidated fiscal year that includes the six-month period and multiplying the six-month profit before taxes by the estimated effective tax rate.

(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 Profit (Loss) of Reportable Segments

Six months ended June 30, 2023	Millions of yen					
	Japan	North America	Europe	Greater China	Oceania	Southeast and South Asia
Net sales:						
Sales to customers	¥52,446	¥55,921	¥78,363	¥40,280	¥18,883	¥13,442
Intersegment	16,664	—	15	132	—	1
Total sales	69,111	55,921	78,379	40,413	18,883	13,443
Segment Profit (loss)	¥8,010	¥505	¥7,953	¥8,490	¥3,139	¥2,970

Six months ended June 30, 2023	Millions of yen			
	Others	Total	Adjustments	Consolidated
Net sales:				
Sales to customers	¥24,208	¥283,546	¥6,532	¥290,079
Intersegment	0	16,815	(16,815)	—
Total sales	24,209	300,362	(10,283)	290,079
Segment Profit (loss)	¥2,661	¥33,732	¥(121)	¥33,610

Millions of yen						
Six months ended June 30, 2024	Japan	North America	Europe	Greater China	Oceania	Southeast and South Asia
<b>Net sales:</b>						
Sales to customers	¥59,949	¥67,748	¥91,583	¥53,043	¥20,662	¥17,631
Intersegment	19,928	—	13	6	—	0
<b>Total sales</b>	<b>79,878</b>	<b>67,748</b>	<b>91,597</b>	<b>53,049</b>	<b>20,662</b>	<b>17,631</b>
<b>Segment Profit (loss)</b>	<b>¥13,014</b>	<b>¥6,714</b>	<b>¥15,081</b>	<b>¥11,954</b>	<b>¥3,721</b>	<b>¥3,957</b>

Millions of yen				
Six months ended June 30, 2024	Others	Total	Adjustments	Consolidated
<b>Net sales:</b>				
Sales to customers	¥24,387	¥335,005	¥7,193	¥342,199
Intersegment	—	19,949	(19,949)	—
<b>Total sales</b>	<b>24,387</b>	<b>354,954</b>	<b>(12,755)</b>	<b>342,199</b>
<b>Segment Profit (loss)</b>	<b>¥4,372</b>	<b>¥58,816</b>	<b>¥180</b>	<b>¥58,996</b>

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

The Company carried out the repurchase of treasury shares 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 as follows.

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

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

Treasury shares increased by ¥15,012 million during the six months ended June 30, 2024 due to the repurchase of treasury stock and the repurchase of odd-lot shares, although decreased by ¥9 million due to the exercise of stock options. As a result, treasury shares held as of June 30, 2024 totaling ¥24,720 million.

(Notes on matters related to going concern assumption)

Not applicable.



(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 June 30, 2024 under this agreement is as follows.

	Millions of yen	
	As of December 31, 2023	As of June 30, 2024
Overdraft maximum amount	¥205,500	¥195,500
Balance of used loans	—	4,000
Unused balance	¥205,500	¥191,500

(Consolidated Income Statement)

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

	Millions of yen	
	Six months ended June 30, 2023	Six months ended June 30, 2024
Packing and transportation	¥12,913	¥13,654
Advertising	19,259	23,315
Commission fee	17,940	22,503
Provision for bad debt	201	317
Salaries and wages	25,322	26,222
Provision for bonus	1,742	4,324
Retirement benefit	570	512
Rent	6,279	6,942
Depreciation and amortization	8,505	9,784

(Subsequent event)

(Stock Split, Partial Amendment to Articles of Association)

Based on the resolution made at the Board of Directors' meeting held on May 10, 2024, the Company has carried out a stock split on the effective date of July 1, 2024.

1) Stock split

(1) Purpose of the stock split

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 the stock split

Each share of common stock held by shareholders recorded on the final shareholders' register as of June 30, 2024, has been 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) Stock Split Schedule

1. Public notice of record date	Friday, June 14, 2024
2. Record date	Sunday, June 30, 2024
3. Effective date	Monday, July 1, 2024

(5) Effect on per share information

The information about the effect on per share is shown in the corresponding section.

(6) Others

i) Change in the amount of capital

There is 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 paid 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) has been 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 adjustments (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 Audit and Supervisory Committee Members 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 has been adjusted as follows, effective on July 1, 2024.

Maximum total number before adjustments (shares)	Maximum total number after adjustments (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, has been 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

(Sale of investment securities)

At the Board of Directors meeting held on July 12, 2024, the Board resolved to sell investment securities (25 listed securities) held by the Company.

(1) Reason for the sale of investment securities

To improve asset efficiency and reinforce financial strength through review of cross-shareholdings based on the Corporate Governance Code.

(2) Period of the sale of investment securities

Until the end of December 2024 (planned)

(3) Impact on profit or loss

Gain on sale of investment securities of ¥6,195 million will be recorded as extraordinary income.

※ This is the estimate calculated based on share prices of these investment securities and the market trend as of the end of August 7, 2024, and it may vary depending on circumstances.

(Repurchase of treasury shares)

At a meeting of the Board of Directors held on August 13, 2024, the Company resolved on matters relating to repurchase its shares pursuant to provisions of Article 459-1-1 of the Companies Act of Japan and Article 39 of the Company's Articles of Association.

1) Reasons for Repurchasing Shares

- To improve capital efficiency and shareholder returns based on our shareholder return policy in Mid-Term plan 2026.
- The numerical targets of the Mid-Term Plan 2026 are expected to be achieved in the first year ahead of schedule.
- Expect a reasonable amount of gain on sales of all cross-shareholdings held by the Company by the end of the year.
- Dealing with potential share dilution from the disposal of treasury stock upon the establishment of a general incorporated foundation under consideration.

2) Details of Matters Relating to repurchase

- |  |  |
|--|--|
| (1) Class of shares to be repurchased  | Shares of Common stock of the Company  |
| (2) Number of shares to be repurchased | Up to 10,000,000 shares<br>(Represents 1.38% of the total number of issued shares<br>(excluding treasury stock)) |
| (3) Total amount                       | Up to JPY 20,000,000,000   |
| (4) Repurchase period                  | From August 14, 2024 to October 31, 2024   |
| (5) Repurchase method                  | Purchase on the Tokyo Stock Exchange   |

### 3. Supplemental Information

#### (1) Net Sales per Regions

Net sales	Millions of yen					Consolidated
	Japan	North America	Europe	Greater China	Others	
Six months ended June 30, 2023	¥56,985	¥57,640	¥78,854	¥40,340	¥56,258	¥290,079
<b>Six months ended June 30, 2024</b>	<b>¥64,373</b>	<b>¥69,916</b>	<b>¥86,307</b>	<b>¥53,084</b>	<b>¥68,517</b>	<b>¥342,199</b>

#### (2) Foreign Currency Exchange Rates

	USD	EUR	RMB	AUD	SGD
Six months ended June 30, 2023	¥135.98	¥147.19	¥19.54	¥91.39	¥101.55
<b>Six months ended June 30, 2024</b>	<b>¥152.14</b>	<b>¥164.69</b>	<b>¥21.13</b>	<b>¥100.61</b>	<b>¥113.03</b>
Increase or (Decrease)	¥16.16	¥17.50	¥1.59	¥9.22	¥11.48
Ratio (%)	11.9	11.9	8.1	10.1	11.3

#### (3) Net Sales and Segment Profit Ratio

	Japan	North America	Europe	Greater China	Oceania	
Net Sales	(Local Currency)	—	8.1	4.4	21.1	(0.6)
vs Six months ended June 30, 2023 (%)	(Yen)	15.6	21.1	16.9	31.3	9.4
Segment Profit	(Local Currency)	—	1,111.2	68.9	29.7	7.5
vs Six months ended June 30, 2023 (%)	(Yen)	62.5	1,227.7	89.6	40.8	18.6
<b>Segment Profit Ratio (%)</b>		<b>16.3</b>	<b>9.9</b>	<b>16.5</b>	<b>22.5</b>	<b>18.0</b>

	Southeast and South Asia	Others	
Net Sales	(Local Currency)	20.8	(8.5)
vs Six months ended June 30, 2023 (%)	(Yen)	31.1	0.7
Segment Profit	(Local Currency)	21.5	49.6
vs Six months ended June 30, 2023 (%)	(Yen)	33.2	64.3
<b>Segment Profit Ratio (%)</b>		<b>22.4</b>	<b>17.9</b>