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Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]



August 9, 2024

Company name: FUJIKURA COMPOSITES Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 5121

URL: <https://www.fujikuracomposites.jp/>

Representative: Kenji Morita, Representative Director, President and Chief Executive Officer

Contact: Hidetaka Takahashi, Director, Managing Executive Officer

Phone: +81-3-3527-8111

Scheduled date of commencing dividend payments: –

Availability of supplementary materials on financial results: Not available

Schedule of 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 June 30, 2024 (April 1, 2024 - June 30, 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 June 30, 2024	9,435	1.4	950	(11.9)	1,217	(0.6)	1,082	22.9
June 30, 2023	9,305	(3.4)	1,078	(5.4)	1,224	(18.2)	880	(26.4)

(Note) Comprehensive income: Three months ended June 30, 2024: ¥1,721 million [62.4%]

Three months ended June 30, 2023: ¥1,060 million [(35.9)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	51.55	–
June 30, 2023	38.03	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2024	43,817	31,796	72.6
As of March 31, 2024	44,075	36,499	82.8

(Reference) Equity: As of June 30, 2024: ¥31,796 million

As of March 31, 2024: ¥36,499 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	35.00	–	35.00	70.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecast)		30.00	–	30.00	60.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% 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
First half	19,000	(1.9)	1,600	(27.9)	1,900	(22.7)	1,400	(37.6)	60.47
Full year	39,200	3.7	3,900	7.6	4,300	10.3	3,200	(1.6)	138.21

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

* Notes:

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2024:	23,446,209 shares
March 31, 2024:	23,446,209 shares
 - 2) Total number of treasury shares at the end of the period:

June 30, 2024:	4,293,872 shares
March 31, 2024:	293,836 shares
 - 3) Average number of shares outstanding during the period:

Three months ended June 30, 2024:	20,998,502 shares
Three months ended June 30, 2023:	23,152,403 shares

(Note) The number of the Company's shares held by The Master Trust Bank of Japan (Trust Account) as the trust property of the ESOP trust for stock grant is included in the number of treasury shares, which is to be deducted from the number of common shares issued at the end of the year for the purpose of calculating net assets per share and from the average number of shares outstanding during the year for the purpose of calculating earnings per share.

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

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not in any way guarantee the achievement of the projections. In addition, actual results may differ significantly from these forecasts due to various factors.

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	10,228,991	9,868,277
Notes and accounts receivable - trade	10,166,876	9,983,821
Merchandise and finished goods	3,957,106	4,068,778
Work in process	2,675,597	2,842,767
Raw materials and supplies	911,766	832,623
Other	624,374	542,747
Allowance for doubtful accounts	(49,292)	(29,687)
Total current assets	28,515,419	28,109,329
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,382,023	4,401,335
Machinery, equipment and vehicles, net	2,786,417	2,808,564
Land	3,059,728	3,063,653
Construction in progress	879,826	945,118
Other, net	844,277	906,460
Total property, plant and equipment	11,952,273	12,125,132
Intangible assets		
Software	90,652	102,902
Other	80,728	89,860
Total intangible assets	171,380	192,762
Investments and other assets		
Retirement benefit asset	672,026	680,828
Other	4,309,815	4,354,375
Allowance for doubtful accounts	(1,545,030)	(1,645,121)
Total investments and other assets	3,436,810	3,390,082
Total non-current assets	15,560,464	15,707,978
Total assets	44,075,883	43,817,308

(Thousand yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,320,510	2,142,925
Short-term borrowings	—	5,000,000
Income taxes payable	8,191	211,161
Provision for bonuses	548,099	170,285
Provision for loss on business withdrawal	166,262	97,388
Asset retirement obligations	60,000	60,000
Other	2,279,489	1,894,102
Total current liabilities	5,382,553	9,575,862
Non-current liabilities		
Deferred tax liabilities	716,775	871,385
Provision for environmental measures	9,734	9,734
Provision for share awards	—	51,566
Retirement benefit liability	765,917	768,918
Asset retirement obligations	207,878	221,698
Other	493,964	521,955
Total non-current liabilities	2,194,270	2,445,259
Total liabilities	7,576,824	12,021,122
Net assets		
Shareholders' equity		
Share capital	3,804,298	3,804,298
Capital surplus	3,455,379	3,455,379
Retained earnings	26,487,403	26,749,245
Treasury shares	(413,427)	(6,017,478)
Total shareholders' equity	33,333,654	27,991,444
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	741,242	709,563
Foreign currency translation adjustment	2,093,327	2,767,138
Remeasurements of defined benefit plans	330,835	328,039
Total accumulated other comprehensive income	3,165,404	3,804,740
Total net assets	36,499,059	31,796,185
Total liabilities and net assets	44,075,883	43,817,308

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Three Months Ended June 30

(Thousand yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	9,305,364	9,435,012
Cost of sales	6,489,746	6,536,994
Gross profit	2,815,617	2,898,017
Selling, general and administrative expenses		
Packing and transportation costs	151,575	123,578
Salaries and allowances	575,351	625,156
Provision for bonuses	41,817	36,659
Retirement benefit expenses	19,769	28,604
Depreciation	35,951	52,419
Research and development expenses	108,729	123,928
Other	804,291	957,298
Total selling, general and administrative expenses	1,737,485	1,947,645
Operating profit	1,078,132	950,372
Non-operating income		
Interest income	8,457	11,875
Dividend income	36,079	87,061
Foreign exchange gains	77,407	141,355
Rental income	14,091	3,362
Other	26,276	39,843
Total non-operating income	162,311	283,499
Non-operating expenses		
Interest expenses	509	5,164
Rental costs	10,432	531
Loss on abandonment of non-current assets	—	4,638
Other	5,152	5,976
Total non-operating expenses	16,094	16,309
Ordinary profit	1,224,349	1,217,562
Extraordinary income		
Gain on sale of investment securities	—	279,164
Total extraordinary income	—	279,164
Profit before income taxes	1,224,349	1,496,726
Income taxes - current	259,699	255,217
Income taxes - deferred	84,195	159,049
Total income taxes	343,894	414,266
Profit	880,455	1,082,459
Profit attributable to		
Profit attributable to owners of parent	880,455	1,082,459
Other comprehensive income		
Valuation difference on available-for-sale securities	130,622	(31,679)
Foreign currency translation adjustment	46,337	673,810
Remeasurements of defined benefit plans, net of tax	2,965	(2,795)
Total other comprehensive income	179,925	639,335
Comprehensive income	1,060,381	1,721,795
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,060,381	1,721,795