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Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]



February 9, 2023

Company name: FUJIKURA COMPOSITES Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 5121

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

Representative: Kenji Morita, Representative Director and President

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Scheduled date of filing quarterly securities report: February 9, 2023

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Not 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 Nine Months Ended December 31, 2022 (April 1, 2022 - December 31, 2022)

(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	%
Nine months ended December 31, 2022	31,401	15.6	3,711	7.2	4,373	11.5	3,231	8.2
December 31, 2021	27,153	30.0	3,462	549.3	3,920	422.5	2,986	489.9

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥4,635 million [13.4%]

Nine months ended December 31, 2021: ¥4,089 million [270.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	149.72	–
December 31, 2021	129.99	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2022	40,410	32,356	80.1
As of March 31, 2022	37,750	27,473	72.8

(Reference) Equity: As of December 31, 2022: ¥32,350 million

As of March 31, 2022: ¥27,464 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, 2022	–	10.00	–	16.00	26.00
Fiscal year ending March 31, 2023	–	20.00	–		
Fiscal year ending March 31, 2023 (Forecast)				20.00	40.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - March 31, 2023)

(% 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
Full year	40,600	9.2	4,600	10.6	5,300	10.9	4,300	5.8	202.16

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

* Notes:

- (1) Changes in significant subsidiaries during the period under review: None
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
- (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: Yes
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
 (Note) For details, please see “Quarterly Consolidated Financial Statements and Principal Notes (3) Notes to Quarterly Consolidated Financial Statements (Changes in accounting policies)” on page 7 of the attachments.
- (4) Total number of issued and outstanding shares (common shares)
 - 1) Total number of issued and outstanding shares at the end of the period (including treasury shares):

December 31, 2022:	23,446,209 shares
March 31, 2022:	23,446,209 shares
 - 2) Total number of treasury shares at the end of the period:

December 31, 2022:	1,249,390 shares
March 31, 2022:	2,388,768 shares
 - 3) Average number of shares during the period:

Nine months ended December 31, 2022:	21,580,043 shares
Nine months ended December 31, 2021:	22,971,351 shares

* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

* 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, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	6,905,294	6,830,690
Notes and accounts receivable - trade	10,710,980	10,950,673
Merchandise and finished goods	2,223,842	3,285,085
Work in process	2,613,550	3,286,550
Raw materials and supplies	836,011	1,185,827
Other	512,947	463,107
Allowance for doubtful accounts	(66,816)	(76,839)
Total current assets	23,735,810	25,925,094
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,755,661	4,838,912
Machinery, equipment and vehicles, net	3,096,580	3,304,979
Land	3,200,630	3,060,959
Construction in progress	206,684	148,622
Other, net	548,933	674,470
Total property, plant and equipment	11,808,489	12,027,944
Intangible assets		
Software	74,696	87,072
Other	26,234	22,437
Total intangible assets	100,931	109,510
Investments and other assets		
Retirement benefit asset	180,881	244,783
Other	3,324,739	3,677,739
Allowance for doubtful accounts	(1,399,993)	(1,574,410)
Total investments and other assets	2,105,627	2,348,113
Total non-current assets	14,015,048	14,485,568
Total assets	37,750,859	40,410,662

(Thousand yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,805,854	2,824,774
Short-term borrowings	2,759,004	764,478
Income taxes payable	591,426	304,229
Provision for bonuses	545,471	184,872
Provision for loss on disaster	69,528	4,443
Other	1,865,072	2,074,384
Total current liabilities	8,636,357	6,157,182
Non-current liabilities		
Long-term borrowings	85,870	44,984
Deferred tax liabilities	509,521	651,917
Provision for environmental measures	27,780	26,793
Retirement benefit liability	770,414	784,702
Asset retirement obligations	164,953	205,741
Other	82,873	183,038
Total non-current liabilities	1,641,414	1,897,178
Total liabilities	10,277,772	8,054,360
Net assets		
Shareholders' equity		
Share capital	3,804,298	3,804,298
Capital surplus	3,212,485	3,255,422
Retained earnings	21,341,327	23,791,484
Treasury shares	(2,074,304)	(1,085,324)
Total shareholders' equity	26,283,806	29,765,880
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	317,556	310,171
Foreign currency translation adjustment	837,185	2,240,999
Remeasurements of defined benefit plans	25,508	33,650
Total accumulated other comprehensive income	1,180,250	2,584,821
Share acquisition rights	9,030	5,600
Total net assets	27,473,087	32,356,302
Total liabilities and net assets	37,750,859	40,410,662

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
 Nine Months Ended December 31

(Thousand yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Net sales	27,153,503	31,401,051
Cost of sales	19,296,600	22,546,475
Gross profit	7,856,903	8,854,576
Selling, general and administrative expenses		
Packing and transportation costs	466,673	501,894
Salaries and allowances	1,523,219	1,811,216
Provision for bonuses	26,290	40,598
Retirement benefit expenses	49,518	51,224
Depreciation	125,591	144,445
Research and development expenses	281,212	344,824
Other	1,922,077	2,249,343
Total selling, general and administrative expenses	4,394,583	5,143,549
Operating profit	3,462,319	3,711,027
Non-operating income		
Interest income	23,916	22,764
Dividend income	68,764	56,862
Foreign exchange gains	247,904	535,573
Rental income	45,642	54,366
Subsidy income	13,136	17,762
Other	105,192	49,136
Total non-operating income	504,557	736,467
Non-operating expenses		
Interest expenses	8,077	14,548
Rental costs	21,080	34,837
Loss on retirement of non-current assets	3,977	15,623
Other	13,240	9,346
Total non-operating expenses	46,377	74,356
Ordinary profit	3,920,499	4,373,138
Extraordinary income		
Gain on sale of non-current assets	–	148,020
Total extraordinary income	–	148,020
Profit before income taxes	3,920,499	4,521,158
Income taxes - current	826,714	1,180,471
Income taxes - deferred	107,695	109,674
Total income taxes	934,409	1,290,145
Profit	2,986,089	3,231,012
Profit attributable to		
Profit attributable to owners of parent	2,986,089	3,231,012
Other comprehensive income		
Valuation difference on available-for-sale securities	44,288	(7,385)
Foreign currency translation adjustment	1,041,926	1,403,814
Remeasurements of defined benefit plans, net of tax	16,956	8,141
Total other comprehensive income	1,103,171	1,404,570
Comprehensive income	4,089,261	4,635,583
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,089,261	4,635,583