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## Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2024 (under IFRS)

November 2, 2023

Company name: **F.C.C. CO., LTD.**  
 Listing: Tokyo Stock Exchange  
 Securities code: 7296  
 URL: <https://www.fcc-net.co.jp/>  
 Representative: Yoshitaka Saito, President and Representative Director  
 Contact: Yasutaka Oishi, Operating Officer, Head of Management and Administration  
 TEL: +81-53-523-2400

Scheduled date to file Quarterly Securities Report: November 10, 2023

Scheduled date to commence dividend payments: November 27, 2023

Preparation of supplementary results briefing material on quarterly financial results: Yes

Holding of quarterly financial results presentation meeting: Yes (for institutional investors and analysts)

(Millions of yen with fractional amounts rounded, unless otherwise noted)

### 1. Consolidated financial results for the Second quarter of the fiscal year ending March 31, 2024 (from April 1, 2023 to September 30, 2023)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before income taxes		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended												
September 30, 2023	116,960	9.2	6,453	52.3	8,980	56.9	6,168	77.3	5,977	77.1	19,411	18.7
September 30, 2022	107,148	35.0	4,236	(23.9)	5,723	(4.0)	3,480	(17.2)	3,374	(18.6)	16,356	226.0

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	120.18	—
September 30, 2022	67.87	—

#### (2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
September 30, 2023	233,890	178,781	177,501	75.9	3,568.17
March 31, 2023	210,626	162,124	160,055	76.0	3,218.63

## 2. Cash dividends

	Annual cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	–	26.00	–	30.00	56.00
Fiscal year ending March 31, 2024	–	30.00			
Fiscal year ending March 31, 2024 (Forecast)			–	30.00	60.00

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

## 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before income taxes		Profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2024	234,000	6.9	14,000	17.6	17,000	24.6	11,200	14.3	11,000	15.0	221.15

Note: Revisions to the consolidated earnings forecast most recently announced: Yes

**\* Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: None

Excluded: None

- (2) Changes in accounting policies and changes in accounting estimates

a. Changes in accounting policies required by IFRS: Yes

b. Changes in accounting policies other than the above: None

c. Changes in accounting estimates: None

- (3) Number of shares issued (ordinary shares)

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

As of September 30, 2023	52,644,030 shares
As of March 31, 2023	52,644,030 shares

- b. Number of treasury shares at the end of the period

As of September 30, 2023	2,898,207 shares
As of March 31, 2023	2,916,364 shares

- c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

For the six months ended September 30, 2023	49,734,943 shares
For the six months ended September 30, 2022	49,712,331 shares

- \* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

- \* Proper use of earnings forecasts, and other special matters

*Caution regarding forward-looking statements*

The forward-looking statements including earnings forecasts contained in these materials are based on information currently available to the Company and certain assumptions deemed reasonable by the Company, and are not intended as the Company's commitment to achieve such forecasts. Actual business and other results may differ significantly from these forecasts due to a wide range of factors.

*How to obtain supplementary results briefing material on quarterly financial results*

The Company plans to hold a quarterly financial results presentation meeting on November 13, 2023.

The Company also plans to post to its website the materials that are used at the meeting on the same day.

## Condensed quarterly consolidated financial statements

### (1) Condensed quarterly consolidated statement of financial position

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and cash equivalents	53,738	67,566
Trade and other receivables	38,739	40,468
Other financial assets	3,902	4,130
Inventories	32,715	33,529
Other current assets	3,091	4,453
Total current assets	132,189	150,148
Non-current assets		
Property, plant and equipment	57,483	59,485
Goodwill and intangible assets	3,447	3,229
Investments accounted for using the equity method	161	134
Other financial assets	14,395	17,727
Deferred tax assets	2,554	2,809
Other non-current assets	394	355
Total non-current assets	78,437	83,741
Total assets	210,626	233,890

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	18,204	19,751
Borrowings	6,100	6,100
Other financial liabilities	313	479
Income taxes payable	2,019	2,577
Provisions	3,478	5,932
Other current liabilities	8,187	8,690
Total current liabilities	<u>38,302</u>	<u>43,531</u>
Non-current liabilities		
Other financial liabilities	1,096	1,316
Defined benefit liability	1,527	1,654
Provisions	14	14
Deferred tax liabilities	7,087	8,066
Other non-current liabilities	472	524
Total non-current liabilities	<u>10,199</u>	<u>11,577</u>
Total liabilities	<u>48,502</u>	<u>55,108</u>
Equity		
Issued capital	4,175	4,175
Retained earnings	139,639	143,989
Treasury shares	(4,723)	(4,694)
Other components of equity	20,963	34,030
Total equity attributable to owners of parent	<u>160,055</u>	<u>177,501</u>
Non-controlling interests	<u>2,069</u>	<u>1,280</u>
Total equity	<u>162,124</u>	<u>178,781</u>
Total liabilities and equity	<u>210,626</u>	<u>233,890</u>

**(2) Condensed quarterly consolidated statement of income**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Revenue	107,148	116,960
Cost of sales	(92,362)	(97,938)
Gross profit	14,786	19,022
Selling, general and administrative expenses	(10,765)	(12,726)
Other income	298	350
Other expense	(82)	(192)
Operating profit	4,236	6,453
Finance income	1,515	2,539
Finance costs	(22)	(10)
Share of profit (loss) of investments accounted for using equity method	(5)	(2)
Profit before income taxes	5,723	8,980
Income tax expense	(2,243)	(2,811)
Profit	3,480	6,168
Profit attributable to		
Owners of parent	3,374	5,977
Non-controlling interests	106	191
Profit	3,480	6,168
Earnings per share		
Basic earnings per share (Yen)	67.87	120.18
Diluted earnings per share (Yen)	—	—

**(3) Condensed quarterly consolidated statement of comprehensive income**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	3,480	6,168
Other comprehensive income		
Components that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	393	25
Changes in the fair value of financial assets measured at fair value through other comprehensive income	(388)	2,368
Total	<u>5</u>	<u>2,393</u>
Components that may be reclassified to profit or loss		
Exchange differences of foreign operations	12,874	10,857
Share of other comprehensive income of associates accounted for using equity method	(4)	(8)
Total	<u>12,870</u>	<u>10,848</u>
Total other comprehensive income	<u>12,876</u>	<u>13,242</u>
Comprehensive income	<u>16,356</u>	<u>19,411</u>
Comprehensive income attributable to		
Owners of parent	16,085	19,069
Non-controlling interests	271	342
Comprehensive income	<u>16,356</u>	<u>19,411</u>

**(4) Condensed quarterly consolidated statement of changes in equity**  
Six months ended September 30, 2022

	Equity attributable to owners of parent					
	Issued capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Exchange differences of foreign operations	Changes in the fair value of financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2022	4,175	–	132,252	(4,764)	10,480	4,481
Profit	–	–	3,374	–	–	–
Other comprehensive income	–	–	–	–	12,700	(383)
Total comprehensive income	–	–	3,374	–	12,700	(383)
Purchase of treasury shares	–	–	–	(0)	–	–
Disposal of treasury shares	–	–	(7)	41	–	–
Dividends	–	–	(1,292)	–	–	–
Increase (decrease) through changes in interests	–	–	–	–	–	–
Transfer from other components of equity	–	–	393	–	–	–
Total transactions with the owners	–	–	(906)	41	–	–
Balance as of September 30, 2022	4,175	–	134,720	(4,723)	23,181	4,098

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total		
	Remeasurements of defined benefit plans	Total			
	Millions of yen	Millions of yen	Millions of yen		
Balance as of April 1, 2022	–	14,962	146,625	1,906	148,532
Profit	–	–	3,374	106	3,480
Other comprehensive income	393	12,711	12,711	165	12,876
Total comprehensive income	393	12,711	16,085	271	16,356
Purchase of treasury shares	–	–	(0)	–	(0)
Disposal of treasury shares	–	–	33	–	33
Dividends	–	–	(1,292)	(103)	(1,396)
Increase (decrease) through changes in interests	–	–	–	–	–
Transfer from other components of equity	(393)	(393)	–	–	–
Total transactions with the owners	(393)	(393)	(1,258)	(103)	(1,362)
Balance as of September 30, 2022	–	27,279	161,452	2,074	163,527



Six months ended September 30, 2023

	Equity attributable to owners of parent					
	Issued capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Exchange differences of foreign operations	Changes in the fair value of financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2023	4,175	—	139,639	(4,723)	16,180	4,782
Profit	—	—	5,977	—	—	—
Other comprehensive income	—	—	—	—	10,721	2,345
Total comprehensive income	—	—	5,977	—	10,721	2,345
Purchase of treasury shares	—	—	—	(0)	—	—
Disposal of treasury shares	—	3	—	29	—	—
Dividends	—	—	(1,491)	—	—	—
Increase (decrease) through changes in interests	—	(3)	(160)	—	—	—
Transfer from other components of equity	—	—	25	—	—	—
Total transactions with the owners	—	—	(1,627)	29	—	—
Balance as of September 30, 2023	4,175	—	143,989	(4,694)	26,902	7,128

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total		
	Remeasurements of defined benefit plans	Total	Total		
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance as of April 1, 2023	—	20,963	160,055	2,069	162,124
Profit	—	—	5,977	191	6,168
Other comprehensive income	25	13,092	13,092	150	13,242
Total comprehensive income	25	13,092	19,069	342	19,411
Purchase of treasury shares	—	—	(0)	—	(0)
Disposal of treasury shares	—	—	32	—	32
Dividends	—	—	(1,491)	(0)	(1,492)
Increase (decrease) through changes in interests	—	—	(163)	(1,130)	(1,293)
Transfer from other components of equity	(25)	(25)	—	—	—
Total transactions with the owners	(25)	(25)	(1,622)	(1,131)	(2,753)
Balance as of September 30, 2023	—	34,030	177,501	1,280	178,781

**(5) Condensed quarterly consolidated statement of cash flows**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Cash flows from (used in) operating activities		
Profit before income taxes	5,723	8,980
Depreciation and amortization expense	6,805	6,636
Finance income and finance costs	(1,034)	(2,084)
Share of loss (profit) in investments accounted for using the equity method	5	2
Loss (gain) on sales and retirement of non-current assets	14	6
Decrease (Increase) in inventories	(1,106)	2,071
Decrease (Increase) in trade and other receivables	(2,782)	1,782
Increase (decrease) in trade and other payables	422	(176)
Increase (decrease) in defined benefit liability	118	(2)
Increase (decrease) in provisions	1,367	2,454
Other	(24)	(160)
Subtotal	9,510	19,512
Interest and dividend income received	385	691
Interest expenses paid	(6)	(6)
Income taxes paid	(2,422)	(3,643)
Income taxes refund and interest on refund received	19	16
Net cash flows from (used in) operating activities	7,487	16,571
Cash flows from (used in) investing activities		
Payments into time deposits	(863)	(919)
Proceeds from withdrawal of time deposits	1,368	1,503
Purchase of property, plant and equipment	(4,427)	(4,394)
Proceeds from sales of property, plant and equipment	33	66
Purchase of intangible assets	(429)	(299)
Payments of loans receivable	(38)	(31)
Collection of loans receivable	49	100
Purchase of investments	(268)	(148)
Proceeds from sale and redemption of investments	—	36
Other	(62)	(1)
Net cash flows from (used in) investing activities	(4,637)	(4,088)
Cash flows from (used in) financing activities		
Repayments of lease liabilities	(239)	(251)
Payments for acquisition of interests in subsidiaries from non-controlling interests	—	(1,292)
Purchase of treasury shares	(0)	(0)
Cash dividends paid	(1,292)	(1,491)
Cash dividends paid to non-controlling shareholders	(103)	(0)
Net cash flows from (used in) financing activities	(1,635)	(3,035)
Net increase (decrease) in cash and cash equivalents	1,214	9,446
Cash and cash equivalents at beginning of period	44,627	53,738
Effect of exchange rate change on cash and cash equivalents	3,523	4,380
Cash and cash equivalents at end of period	49,364	67,566