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Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Japanese GAAP]



February 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 and President
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 Phone: +81-3-3527-8111
 Scheduled date of filing quarterly securities report: February 9, 2024
 Scheduled date of commencing dividend payments: –
 Availability of supplementary 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, 2023 (April 1, 2023 - December 31, 2023)

(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, 2023	29,338	(6.6)	3,211	(13.5)	3,381	(22.7)	2,938	(9.0)
December 31, 2022	31,401	15.6	3,711	7.2	4,373	11.5	3,231	8.2

(Note) Comprehensive income: Nine months ended December 31, 2023: ¥3,989 million [(13.9)%]
 Nine months ended December 31, 2022: ¥4,635 million [13.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	126.93	–
December 31, 2022	149.72	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2023	43,138	36,055	83.6
As of March 31, 2023	40,374	33,342	82.6

(Reference) Equity: As of December 31, 2023: ¥36,055 million
 As of March 31, 2023: ¥33,339 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, 2023	–	20.00	–	20.00	40.00
Fiscal year ending March 31, 2024	–	35.00	–		
Fiscal year ending March 31, 2024 (Forecast)				35.00	70.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	39,900	(1.9)	4,100	(7.5)	4,200	(18.4)	3,400	(13.9)	146.85

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

* Notes:

- (1) Changes in significant subsidiaries during the period under review (Changes in specified subsidiaries resulting in changes in scope of consolidation): 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):

December 31, 2023:	23,446,209 shares
March 31, 2023:	23,446,209 shares
 - 2) Total number of treasury shares at the end of the period:

December 31, 2023:	293,836 shares
March 31, 2023:	293,790 shares
 - 3) Average number of shares outstanding during the period:

Nine months ended December 31, 2023:	23,152,383 shares
Nine months ended December 31, 2022:	21,580,043 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, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	7,228,636	9,312,224
Notes and accounts receivable - trade	10,866,033	10,381,689
Merchandise and finished goods	3,528,920	3,935,995
Work in process	3,020,149	3,068,403
Raw materials and supplies	1,095,114	977,229
Other	532,783	537,723
Allowance for doubtful accounts	(87,518)	(66,585)
Total current assets	26,184,118	28,146,681
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,571,252	4,539,454
Machinery, equipment and vehicles, net	2,953,027	2,790,483
Land	3,055,961	3,062,930
Construction in progress	140,299	830,832
Other, net	895,881	918,078
Total property, plant and equipment	11,616,422	12,141,779
Intangible assets		
Software	84,798	99,265
Other	25,058	44,882
Total intangible assets	109,857	144,148
Investments and other assets		
Retirement benefit asset	302,151	321,668
Other	3,643,336	3,987,146
Allowance for doubtful accounts	(1,481,734)	(1,602,971)
Total investments and other assets	2,463,753	2,705,842
Total non-current assets	14,190,033	14,991,770
Total assets	40,374,152	43,138,452

(Thousand yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,648,771	2,282,620
Short-term borrowings	82,964	43,546
Income taxes payable	148,649	160,271
Provision for bonuses	567,300	178,742
Provision for loss on business withdrawal	107,000	107,000
Asset retirement obligations	—	60,000
Other	1,644,817	2,161,211
Total current liabilities	5,199,503	4,993,391
Non-current liabilities		
Long-term borrowings	3,810	1,447
Deferred tax liabilities	371,620	559,638
Provision for environmental measures	12,233	9,734
Retirement benefit liability	771,185	778,502
Asset retirement obligations	191,438	216,857
Other	482,326	523,661
Total non-current liabilities	1,832,613	2,089,842
Total liabilities	7,032,117	7,083,234
Net assets		
Shareholders' equity		
Share capital	3,804,298	3,804,298
Capital surplus	3,297,314	3,297,314
Retained earnings	24,508,444	26,173,714
Treasury shares	(255,321)	(255,362)
Total shareholders' equity	31,354,736	33,019,965
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	362,469	503,233
Foreign currency translation adjustment	1,548,040	2,449,056
Remeasurements of defined benefit plans	74,064	82,962
Total accumulated other comprehensive income	1,984,575	3,035,252
Share acquisition rights	2,724	—
Total net assets	33,342,035	36,055,217
Total liabilities and net assets	40,374,152	43,138,452

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

(Thousand yen)

	For the nine months ended December 31, 2022	For the nine months ended December 31, 2023
Net sales	31,401,051	29,338,294
Cost of sales	22,546,475	20,637,936
Gross profit	8,854,576	8,700,358
Selling, general and administrative expenses		
Packing and transportation costs	501,894	459,516
Salaries and allowances	1,811,216	1,886,010
Provision for bonuses	40,598	34,606
Retirement benefit expenses	51,224	54,704
Depreciation	144,445	114,914
Research and development expenses	344,824	342,622
Other	2,249,343	2,596,811
Total selling, general and administrative expenses	5,143,549	5,489,185
Operating profit	3,711,027	3,211,172
Non-operating income		
Interest income	22,764	44,110
Dividend income	56,862	54,978
Foreign exchange gains	535,573	8,459
Rental income	54,366	42,908
Subsidy income	17,762	685
Other	49,136	69,435
Total non-operating income	736,467	220,577
Non-operating expenses		
Interest expenses	14,548	1,483
Rental costs	34,837	33,519
Loss on retirement of non-current assets	15,623	4,058
Other	9,346	11,356
Total non-operating expenses	74,356	50,417
Ordinary profit	4,373,138	3,381,332
Extraordinary income		
Gain on sale of non-current assets	148,020	—
Subsidy income	—	592,129
Total extraordinary income	148,020	592,129
Profit before income taxes	4,521,158	3,973,462
Income taxes - current	1,180,471	902,107
Income taxes - deferred	109,674	132,703
Total income taxes	1,290,145	1,034,810
Profit	3,231,012	2,938,651
Profit attributable to		
Profit attributable to owners of parent	3,231,012	2,938,651
Other comprehensive income		
Valuation difference on available-for-sale securities	(7,385)	140,763
Foreign currency translation adjustment	1,403,814	901,015
Remeasurements of defined benefit plans, net of tax	8,141	8,897
Total other comprehensive income	1,404,570	1,050,676
Comprehensive income	4,635,583	3,989,328
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,635,583	3,989,328