

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 10, 2023

Company name: Aica Kogyo Company, Limited
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 4206 URL <https://www.aica.co.jp>
 Representative: President Kenji Ebihara
 Inquiries: General Manager, Financial Management Department Yousuke Mori TEL 052-533-3135
 Scheduled date to file Quarterly Securities Report: February 14, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2022	180,818	18.4	14,795	4.1	15,680	2.7	9,722	2.0
Nine months ended December 31, 2021	152,771	22.8	14,212	21.3	15,264	25.4	9,530	33.9

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	152.01		151.96	
Nine months ended December 31, 2021	145.95		145.90	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	260,328	162,537	57.1
As of March 31, 2022	240,388	162,734	60.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	50.00	–	58.00	108.00
Year ending March 31, 2023	–	50.00	–		
Year ending March 31, 2023 (Forecast)				59.00	109.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	237,000	10.5	21,500	5.7	22,000	0.7	13,300	1.4	207.95

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2022	67,590,664 shares	As of March 31, 2022	67,590,664 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	3,627,411 shares	As of March 31, 2022	2,292,410 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	63,961,628 shares	Nine months ended December 31, 2021	65,297,371 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	47,178	46,122
Notes receivable - trade	19,365	21,939
Accounts receivable - trade	50,107	52,277
Merchandise and finished goods	13,689	17,148
Work in process	1,397	2,132
Raw materials and supplies	13,463	15,772
Other	7,262	9,264
Allowance for doubtful accounts	(757)	(1,034)
Total current assets	151,706	163,622
Non-current assets		
Property, plant and equipment	57,090	64,768
Intangible assets		
Goodwill	4,799	4,880
Other	9,441	10,083
Total intangible assets	14,241	14,964
Investments and other assets		
Other	17,351	16,973
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	17,350	16,972
Total non-current assets	88,682	96,705
Total assets	240,388	260,328
Liabilities		
Current liabilities		
Notes and accounts payable - trade	31,451	33,791
Electronically recorded obligations - operating	5,284	7,509
Short-term borrowings	14,462	9,220
Income taxes payable	3,306	1,543
Provision for bonuses	2,035	1,398
buy-sell transaction liabilities	2,056	2,041
Other	7,729	9,424
Total current liabilities	66,327	64,928
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	–	18,076
Long-term borrowings	2,173	4,022
Retirement benefit liability	1,585	1,816
Other	7,567	8,946
Total non-current liabilities	11,326	32,862
Total liabilities	77,654	97,791

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Net assets		
Shareholders' equity		
Share capital	9,891	9,891
Capital surplus	13,294	8,585
Retained earnings	116,626	119,359
Treasury shares	(2,150)	(6,142)
Total shareholders' equity	137,663	131,694
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,979	3,947
Deferred gains or losses on hedges	11	(14)
Foreign currency translation adjustment	3,353	12,889
Remeasurements of defined benefit plans	214	165
Total accumulated other comprehensive income	7,558	16,987
Share acquisition rights	23	23
Non-controlling interests	17,489	13,830
Total net assets	162,734	162,537
Total liabilities and net assets	240,388	260,328

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	152,771	180,818
Cost of sales	113,653	138,982
Gross profit	39,118	41,835
Selling, general and administrative expenses	24,905	27,039
Operating profit	14,212	14,795
Non-operating income		
Interest income	133	136
Dividend income	341	397
Foreign exchange gains	31	322
Other	878	742
Total non-operating income	1,384	1,599
Non-operating expenses		
Interest expenses	157	189
Other	174	524
Total non-operating expenses	332	714
Ordinary profit	15,264	15,680
Extraordinary losses		
Business restructuring costs	122	–
Total extraordinary losses	122	–
Profit before income taxes	15,142	15,680
Income taxes - current	4,231	4,662
Income taxes - deferred	581	646
Total income taxes	4,813	5,309
Profit	10,328	10,371
Profit attributable to non-controlling interests	798	648
Profit attributable to owners of parent	9,530	9,722

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	10,328	10,371
Other comprehensive income		
Valuation difference on available-for-sale securities	(215)	(31)
Deferred gains or losses on hedges	3	(25)
Foreign currency translation adjustment	3,754	11,773
Remeasurements of defined benefit plans, net of tax	292	(48)
Share of other comprehensive income of entities accounted for using equity method	29	(2)
Total other comprehensive income	3,865	11,665
Comprehensive income	14,194	22,037
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,465	19,152
Comprehensive income attributable to non-controlling interests	1,728	2,885