

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

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

January 31, 2023

Company name: Aichi Tokei Denki Co., Ltd.

Stock exchange listing: Tokyo, Nagoya

Code number: 7723

URL: <https://www.aichitokei.co.jp/>

Representative: Kenji Kunishima

President and Representative Director, President Executive Officer

Contact: Kazuki Sugino

Director, Managing Executive Officer, General Manager of Administration Headquarters

Phone: 052-661-5151

Scheduled date of filing quarterly securities report: February 09, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to 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	35,312	5.9	1,939	(11.4)	2,399	(4.6)	1,756	(5.6)
December 31, 2021	33,339	5.7	2,189	64.2	2,515	62.5	1,862	17.8

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ 2,280 million [439.1%]
 Nine months ended December 31, 2021: ¥ 422 million [(84.0)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	114.45	114.35
December 31, 2021	121.03	120.90

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of December 31, 2022	52,539	36,822	70.1
March 31, 2022	52,227	35,228	67.4

(Reference) Equity: As of December 31, 2022: ¥ 36,810 million
 As of March 31, 2022: ¥ 35,216 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	-	50.00	-	26.00	-
Fiscal year ending March 31, 2023	-	21.00	-		
Fiscal year ending March 31, 2023 (Forecast)				21.00	42.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to 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	49,340	6.1	3,050	(7.2)	3,730	(2.2)	2,730	(2.1)	177.73

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(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: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

December 31, 2022: 15,420,000 shares

March 31, 2022: 15,420,000 shares

2) Total number of treasury shares at the end of the period:

December 31, 2022: 59,816 shares

March 31, 2022: 85,254 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 15,351,728 shares

Nine months ended December 31, 2021: 15,386,139 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	10,737	10,631
Notes and accounts receivable - trade, and contract assets	12,559	11,840
Finished goods	1,431	1,416
Work in process	7,557	8,793
Raw materials and supplies	290	234
Other	334	460
Allowance for doubtful accounts	(6)	(6)
Total current assets	32,904	33,371
Non-current assets		
Property, plant and equipment	7,990	8,044
Intangible assets	76	80
Investments and other assets		
Investment securities	6,879	6,826
Other	4,381	4,222
Allowance for doubtful accounts	(4)	(4)
Total investments and other assets	11,256	11,043
Total non-current assets	19,323	19,168
Total assets	52,227	52,539
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,360	6,127
Short-term borrowings	704	937
Income taxes payable	806	109
Provision for bonuses for directors (and other officers)	57	42
Other	2,817	2,371
Total current liabilities	10,744	9,589
Non-current liabilities		
Long-term borrowings	27	45
Retirement benefit liability	5,851	5,794
Asset retirement obligations	6	6
Other	369	281
Total non-current liabilities	6,254	6,127
Total liabilities	16,999	15,716

(Million yen)

	As of March 31,2022	As of December 31,2022
Net assets		
Shareholders' equity		
Share capital	3,218	3,218
Capital surplus	311	311
Retained earnings	29,407	30,433
Treasury shares	(147)	(103)
Total shareholders' equity	32,789	33,860
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,055	2,017
Foreign currency translation adjustment	110	669
Remeasurements of defined benefit plans	259	262
Total accumulated other comprehensive income	2,426	2,949
Share acquisition rights	12	12
Total net assets	35,228	36,822
Total liabilities and net assets	52,227	52,539

Quarterly Consolidated Statements of Income and Comprehensive Income
 Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Net sales	33,339	35,312
Cost of sales	24,962	27,174
Gross profit	8,376	8,137
Selling, general and administrative expenses	6,186	6,198
Operating profit	2,189	1,939
Non-operating income		
Dividend income	193	190
Foreign exchange gains	107	172
Other	114	130
Total non-operating income	415	493
Non-operating expenses		
Interest expenses	30	5
Loss on sale of non-current assets	28	1
Rental expenses on real estate	8	8
Other	22	17
Total non-operating expenses	90	32
Ordinary profit	2,515	2,399
Profit before income taxes	2,515	2,399
Income taxes - current	367	365
Income taxes - deferred	285	277
Total income taxes	653	642
Profit	1,862	1,756
Profit attributable to owners of parent	1,862	1,756

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	1,862	1,756
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,700)	(37)
Foreign currency translation adjustment	184	559
Remeasurements of defined benefit plans, net of tax	76	2
Total other comprehensive income	(1,439)	523
Comprehensive income	422	2,280
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	422	2,280