

Brief Financial Report for the First Quarter Ending March 2024 [Based on Japanese Accounting Standards] (Consolidated)

Listed Company: PIOLAX Inc.

Code No.: 5988 (URL <https://www.piolax.co.jp>)

Representative: President Yukihiko Shimazu

Contact person in charge: General Manager, Management & Planning Department Toru Nagashima (Tel. 045-577-3880)

Estimated submission date of quarterly report: August 9, 2023

Date scheduled to start dividend payment: -

Preparation of supplementary materials for quarterly financial results: None

Information meeting for quarterly financial results to be held: None

(Amounts are rounded to the nearest million yen)

1. Consolidated performance for the first quarter ending March 31, 2023 (April 1, 2023 to June 30, 2023)

(1) Consolidated business results (Total sum)

(Percentage changes from the same period the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of PIOLAX Inc.	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY3/24 1Q	15,100	8.5	901	-27.1	1,089	-23.5	999	-6.0
FY3/23 1Q	13,911	-3.0	1,236	-22.3	1,423	-28.4	1,063	-30.6

Note: Comprehensive income FY3/24 1Q 1,954 million yen (-49.4%), FY 3/23 1Q 3,861 million yen (6.0%)

	Quarter net income per share	Quarter net income per share-diluted
	Yen	Yen
FY3/24 1Q	29.35	-
FY3/23 1Q	31.23	-

(2) Consolidate financial position

	Total assets	Net assets	Equity capital ratio
	Millions of yen	Millions of yen	%
FY3/24 1Q	117,757	104,259	87.2
FY3/23	115,458	104,250	88.9

(Reference) Equity capital: FY3/24 1Q 102,691 million yen, FY 3/23 102,670 million yen

2. Cash dividends

	Annual dividends				
	End of first quarter	End of second quarter	End of third quarter	Term end	Full year
	Yen	Yen	Yen	Yen	Yen
FY3/23	-	43.00	-	57.00	100.00
FY3/24	-	-	-	-	-
FY3/24 (Forecast)	-	55.00	-	47.00	102.00

Note: 1. Changes in the latest forecasts released: Yes

2. The end of second quarter dividend for the fiscal year ending March 31, 2024 (forecast) includes a 90th anniversary commemorative dividend of 10.00 yen.

3. Forecast consolidated performance for the year ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(Percentage changes from previous period, and changes from the previous first half term for the same term)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of PIOLAX Inc.		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half (total sum)	30,500	10.1	1,600	-3.1	2,000	-3.0	1,500	4.2	44.06
Annual	63,000	7.8	4,000	1.3	4,600	-5.5	3,100	-8.2	91.06

Note: Changes in the latest forecasts released: Yes

2. Quarterly consolidated financial statement

(1) Quarterly consolidated balance sheet

(Millions of Yen)

	Previous consolidated FY (March 31, 2023)	Current first quarter (June 30, 2023)
Assets		
Current assets		
Cash and cash equivalents	36,973	36,927
Notes and accounts receivable-trade	13,549	13,424
Electronically recorded monetary claims-operating	1,640	1,851
Marketable securities	1,864	2,070
Goods and Finished products	5,554	5,538
Material in progress	2,186	1,986
Raw materials and inventory goods	3,047	3,015
Income taxes receivable	322	603
Other	1,806	1,960
Allowance for bad loans	-38	-34
Total current assets	66,906	67,343
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	7,816	7,700
Machinery equipment and vehicles (net)	6,796	6,709
Tools, furniture and fixture (net)	2,431	2,417
Land	5,830	5,839
Lease asset (net)	415	392
Construction in progress	2,224	4,034
Total tangible fixed assets	25,514	27,093
Intangible fixed assets		
Other	1,607	1,583
Total intangible fixed assets	1,607	1,583
Investments and other assets		
Investment account securities	20,064	20,402
Other	1,374	1,335
Allowance for bad loans	-8	-0
Total investments and other assets	21,429	21,737
Total fixed assets	48,551	50,414
Total assets	115,458	117,757

	Previous consolidated FY (March 31, 2023)	Current first quarter (June 30, 2023)
Liabilities		
Current liabilities		
Accounts payable-trade	2,756	3,070
Accrued income taxes	282	298
Allowance reserve	936	476
Asset removal liabilities	18	-
Other	4,287	6,777
Total current liabilities	8,281	10,623
Long-term liabilities		
Allowance reserve	113	120
Net defined benefit liability	269	279
Asset removal liabilities	100	100
Other	2,443	2,373
Total long-term liabilities	2,927	2,874
Total liabilities	11,208	13,497
Total equity		
Equity		
Common stock	2,960	2,960
Capital surplus	2,572	2,572
Retained earnings	94,362	93,416
Treasury stock	-4,670	-4,670
Total shareholders' equity	95,225	94,279
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	1,009	1,372
Deferred gains or losses on hedges	-0	-3
Foreign currency translation adjustments	6,375	6,978
Remeasurements of defined benefit plans	59	64
Total accumulated other comprehensive income	7,445	8,411
Minority interests in consolidated subsidiaries	1,579	1,568
Total equity	104,250	104,259
Total liabilities and equity	115,458	117,757

(2) Quarterly Consolidated Statements of (Comprehensive) Income
 (Quarterly Consolidated Statements of Income)
 [FY2024 first quarter]

(Millions of Yen)

	Previous first quarter (April 1, 2022 to June 30, 2022)	Current first quarter (April 1, 2023 to June 30, 2023)
Net sales	13,911	15,100
Cost of sales	10,106	11,433
Gross profit	3,805	3,666
Selling, general and administrative expenses	2,568	2,765
Operating income	1,236	901
Non-operating income		
Interest income	36	99
Dividend income	29	37
Equity method investment gain	177	166
Other	57	90
Total non-operating income	300	394
Non-operating expenses		
Interest expense	3	2
Loss on disposal of property and equipment	4	1
Loss on valuation of derivatives	-	11
Cost of lease revenue	1	1
Foreign exchange loss	99	71
Building demolition expense	-	115
Other	4	2
Total non-operating expenses	113	206
Ordinary income	1,423	1,089
Quarterly net income before taxes and other adjustments	1,423	1,089
Corporate taxes	348	76
Net income before non-controlling interests	1,075	1,013
Net income attributable to non-controlling interests	12	14
Net income attributable to owners of PIOLAX Inc.	1,063	999