

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

January 31, 2024

Company name: ATSUGI CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 3529 URL <https://www.atsugi.co.jp/>  
 Representative: President Shinji Nikko  
 Director, Executive Officer, Administration  
 Inquiries: division General manager Masahiro Furukawa TEL 046-235-8107  
 Scheduled date to file Quarterly Securities Report: February 9, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 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, 2023 (from April 1, 2023 to December 31, 2023)

#### (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, 2023	15,794	6.4	(342)	–	(29)	–	1,231	–
Nine months ended December 31, 2022	14,837	(4.8)	(1,612)	–	(1,014)	–	(812)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	76.86		–	
Nine months ended December 31, 2022	(50.71)		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	41,003	32,643	79.6
As of March 31, 2023	40,688	30,932	76.0

### 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, 2023	–	0.00	–	0.00	0.00
Year ending March 31, 2024	–	0.00	–		
Year ending March 31, 2024 (Forecast)				0.00	0.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	22,800	11.0	(300)	–	(100)	–	900	–	56.17

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2023  
(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: No
- 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, 2023	17,319,568 shares	As of March 31, 2023	17,319,568 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	1,298,300 shares	As of March 31, 2023	1,296,128 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, 2023	16,022,263 shares	Nine months ended December 31, 2022	16,024,420 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	4,787	4,128
Notes and accounts receivable - trade	4,241	3,767
Merchandise and finished goods	4,179	5,461
Work in process	1,029	1,012
Raw materials and supplies	635	716
Other	1,713	2,032
Allowance for doubtful accounts	(24)	(25)
Total current assets	16,562	17,093
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,685	1,596
Machinery, equipment and vehicles, net	1,817	1,887
Land	12,011	11,982
Construction in progress	420	746
Other, net	86	76
Total property, plant and equipment	16,020	16,289
Intangible assets	1,338	1,485
Investments and other assets		
Investment securities	6,621	5,667
Deferred tax assets	0	29
Other	144	438
Total investments and other assets	6,767	6,134
Total non-current assets	24,126	23,909
Total assets	40,688	41,003

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,957	1,669
Current portion of long-term borrowings	470	470
Income taxes payable	138	68
Provision for bonuses	43	27
Other	2,681	1,667
Total current liabilities	5,291	3,903
Non-current liabilities		
Long-term borrowings	909	556
Deferred tax liabilities	1,052	1,397
Deferred tax liabilities for land revaluation	1,286	1,286
Retirement benefit liability	967	902
Other	249	312
Total non-current liabilities	4,465	4,456
Total liabilities	9,756	8,359
<b>Net assets</b>		
Shareholders' equity		
Share capital	20,000	20,000
Capital surplus	10,272	10,272
Retained earnings	(2,076)	(834)
Treasury shares	(1,466)	(1,467)
Total shareholders' equity	26,728	27,970
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,839	1,817
Deferred gains or losses on hedges	411	747
Revaluation reserve for land	388	388
Foreign currency translation adjustment	1,563	1,720
Total accumulated other comprehensive income	4,203	4,673
Total net assets	30,932	32,643
Total liabilities and net assets	40,688	41,003

**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, 2022	Nine months ended December 31, 2023
Net sales	14,837	15,794
Cost of sales	11,036	10,744
Gross profit	3,801	5,049
Selling, general and administrative expenses	5,414	5,392
Operating loss	(1,612)	(342)
Non-operating income		
Interest and dividend income	228	174
Foreign exchange gains	299	71
Other	87	80
Total non-operating income	615	326
Non-operating expenses		
Interest expenses	6	6
Taxes and dues	2	0
Other	8	6
Total non-operating expenses	17	13
Ordinary loss	(1,014)	(29)
Extraordinary income		
Gain on sale of non-current assets	75	1,270
Gain on sale of investment securities	195	558
Total extraordinary income	271	1,829
Extraordinary losses		
Theft loss	-	18
Loss on retirement of non-current assets	25	1
Loss on sale of non-current assets	7	10
Loss on sale of investment securities	0	-
Total extraordinary losses	32	31
Profit (loss) before income taxes	(775)	1,768
Income taxes - current	74	411
Income taxes - deferred	(37)	125
Total income taxes	36	537
Profit (loss)	(812)	1,231
Profit (loss) attributable to owners of parent	(812)	1,231

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit (loss)	(812)	1,231
Other comprehensive income		
Valuation difference on available-for-sale securities	168	(22)
Deferred gains or losses on hedges	146	335
Foreign currency translation adjustment	(70)	157
Total other comprehensive income	244	470
Comprehensive income	(568)	1,701
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(568)	1,701