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Consolidated Financial Results for the Three Months Ended March 31, 2023 [Japanese GAAP]

May 11, 2023

Company name: Altech Corporation
 Stock exchange listing: Tokyo
 Code number: 4641
 URL: <https://www.alpsgiken.co.jp/>
 Representative: Atsushi Imamura President
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 Scheduled date of filing quarterly securities report: May 12, 2023
 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on quarterly financial results: No
 Schedule of quarterly financial results briefing session: No

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

1. Consolidated Financial Results for the Three Months Ended March 31, 2023 (January 1, 2023 to March 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2023	11,138	10.4	1,473	25.2	1,511	26.8	1,244	55.6
March 31, 2022	10,089	8.0	1,177	22.5	1,191	(0.8)	800	0.1

(Note) Comprehensive income: Three months ended March 31, 2023: ¥ 1,201 million [51.9%]
 Three months ended March 31, 2022: ¥ 790 million [(14.8)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2023	61.80	-
March 31, 2022	39.51	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
March 31, 2023	24,857	15,996	64.1
December 31, 2022	24,274	15,741	64.6

(Reference) Equity: As of March 31, 2023: ¥ 15,936 million
 As of December 31, 2022: ¥ 15,687 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 December 31, 2022	-	38.00	-	47.00	85.00
Fiscal year ending December 31, 2023	-				
Fiscal year ending December 31, 2023 (Forecast)		52.00	-	43.00	95.00

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

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending December 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2023(January 1, 2023 to December 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending June 30, 2023	22,200	6.7	2,200	0.2	2,200	6.2	1,400	(11.0)	69.43
Full year	46,600	6.8	5,000	7.5	5,060	10.9	3,420	0.1	169.62

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended March 31, 2023

(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: No
- 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):

March 31, 2023:	21,746,675 shares
December 31, 2022:	21,746,675 shares

2) Number of treasury shares at the end of the period:

March 31, 2023:	1,602,643 shares
December 31, 2022:	1,600,065 shares

3) Average number of shares outstanding during the period:

Three months ended March 31, 2023:	20,144,576 shares
Three months ended March 31, 2022:	20,251,192 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of December 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	10,696,566	10,681,794
Notes and accounts receivable - trade, and contract assets	6,622,872	6,730,225
Merchandise and finished goods	1,074	1,074
Work in process	238,003	369,550
Raw materials and supplies	57,597	67,642
Other	535,665	606,327
Total current assets	18,151,780	18,456,616
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,301,101	3,355,710
Accumulated depreciation	(1,737,179)	(1,803,608)
Buildings and structures, net	1,563,922	1,552,102
Land	1,527,337	1,541,637
Other	560,786	624,969
Accumulated depreciation	(473,658)	(468,766)
Other, net	87,127	156,202
Total property, plant and equipment	3,178,388	3,249,941
Intangible assets		
Goodwill	243,122	222,119
Other	141,115	148,730
Total intangible assets	384,237	370,850
Investments and other assets		
Investment securities	1,049,802	820,714
Shares of subsidiaries and associates	32,218	32,218
Deferred tax assets	862,242	1,348,717
Other	661,449	577,965
Accumulated depreciation	(45,592)	-
Other, net	615,857	577,965
Total investments and other assets	2,560,120	2,779,616
Total non-current assets	6,122,746	6,400,408
Total assets	24,274,526	24,857,024

(Thousands of yen)

	As of December 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	459,100	524,415
Short-term borrowings	274,391	248,536
Accounts payable - other	1,978,431	1,245,925
Income taxes payable	897,393	1,045,988
Provision for bonuses	1,704,119	3,012,867
Provision for bonuses for directors (and other officers)	28,497	7,875
Other	2,791,114	2,395,163
Total current liabilities	8,133,048	8,480,771
Non-current liabilities		
Long-term borrowings	45,276	36,286
Deferred tax liabilities	4,012	4,098
Retirement benefit liability	177,916	170,342
Other	172,331	169,254
Total non-current liabilities	399,535	379,981
Total liabilities	8,532,583	8,860,753
Net assets		
Shareholders' equity		
Share capital	2,347,163	2,347,163
Capital surplus	2,784,651	2,784,700
Retained earnings	11,973,136	12,271,217
Treasury shares	(1,987,433)	(1,988,032)
Total shareholders' equity	15,117,517	15,415,049
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	385,442	319,622
Foreign currency translation adjustment	184,722	201,796
Total accumulated other comprehensive income	570,165	521,419
Non-controlling interests	54,259	59,802
Total net assets	15,741,943	15,996,271
Total liabilities and net assets	24,274,526	24,857,024

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended March 31, 2022	For the three months ended March 31, 2023
Net sales	10,089,592	11,138,013
Cost of sales	7,626,404	8,278,882
Gross profit	2,463,188	2,859,131
Selling, general and administrative expenses	1,285,975	1,385,830
Operating profit	1,177,212	1,473,300
Non-operating income		
Interest income	1,678	1,870
Dividend income	100	100
Subsidy income	11,188	4,381
Foreign exchange gains	-	19,914
Other	26,213	22,361
Total non-operating income	39,179	48,627
Non-operating expenses		
Interest expenses	1,154	345
Loss on extinguishment share-based compensation expenses	2,394	4,032
Loss on investments in investment partnerships	12,089	4,789
Foreign exchange losses	4,623	-
Other	4,143	1,024
Total non-operating expenses	24,406	10,192
Ordinary profit	1,191,986	1,511,736
Extraordinary income		
Gain on sale of non-current assets	27	299
Gain on sale of investment securities	-	257,611
Total extraordinary income	27	257,911
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	1,192,013	1,769,648
Income taxes - current	856,146	961,705
Income taxes - deferred	(465,424)	(442,058)
Total income taxes	390,721	519,646
Profit	801,292	1,250,001
Profit attributable to non-controlling interests	1,122	5,081
Profit attributable to owners of parent	800,169	1,244,920

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

(Thousands of yen)

	For the three months ended March 31, 2022	For the three months ended March 31, 2023
Profit	801,292	1,250,001
Other comprehensive income		
Valuation difference on available-for-sale securities	(67,795)	(65,820)
Foreign currency translation adjustment	57,450	17,535
Total other comprehensive income	(10,345)	(48,284)
Comprehensive income	790,946	1,201,716
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	788,865	1,196,173
Comprehensive income attributable to non-controlling interests	2,081	5,543