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

February 07, 2023

Company name: PCI Holdings, INC.

Stock exchange listing: Tokyo

Code number: 3918

URL: <https://www.pci-h.co.jp/>

Representative: Kunio Yokoyama

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Scheduled date of filing quarterly securities report: February 13, 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

President

Director and General Manager of Corporate Planning
Headquarters

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

1. Consolidated Financial Results for the Three Months Ended December 31, 2022 (October 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	%
Three months ended December 31, 2022	6,644	13.1	267	16.2	278	9.8	149	(30.6)
December 31, 2021	5,877	54.8	230	-	253	502.3	215	-

(Note) Comprehensive income: Three months ended December 31, 2022: ¥ 180 million [(47.7) %]
Three months ended December 31, 2021: ¥ 346 million [- %]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
December 31, 2022	14.89	-
December 31, 2021	21.47	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
December 31, 2022	17,455	8,286	44.6	773.10
September 30, 2022	16,915	8,374	45.9	771.99

(Reference) Equity: As of December 31, 2022: ¥ 7,779 million
As of September 30, 2022: ¥ 7,768 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 September 30, 2022	-	15.00	-	16.00	31.00
Fiscal year ending September 30, 2023	-				
Fiscal year ending September 30, 2023 (Forecast)		16.00	-	17.00	33.00

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

(Note) Breakdown of the 1st quarter dividend for the fiscal year ending September 30, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2023(October 01, 2022 to September 30, 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
Six months ended March 31, 2023	14,000	10.4	725	(9.9)	740	(11.4)	420	(17.5)	41.74
Full year	30,000	19.2	1,800	24.6	1,830	18.1	1,070	66.4	106.34

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

* Notes:

(1) Changes in significant subsidiaries during the three 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: 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):

December 31, 2022: 10,322,400 shares

September 30, 2022: 10,322,400 shares

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

December 31, 2022: 259,885 shares

September 30, 2022: 259,885 shares

3) Average number of shares during the period:

Three months ended December 31, 2022: 10,062,515 shares

Three months ended December 31, 2021: 10,048,262 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of September 30,2022	As of December 31,2022
Assets		
Current assets		
Cash and deposits	2,629,966	2,306,125
Notes and accounts receivable - trade, and contract assets	4,779,257	4,613,183
Electronically recorded monetary claims - operating	1,344,586	1,700,463
Inventories	1,627,621	1,937,403
Income taxes refund receivable	26,038	214,703
Other	798,451	1,054,076
Total current assets	11,205,922	11,825,955
Non-current assets		
Property, plant and equipment	952,359	953,624
Intangible assets		
Goodwill	2,150,607	2,105,991
Other	111,350	107,958
Total intangible assets	2,261,957	2,213,950
Investments and other assets	2,495,295	2,461,888
Total non-current assets	5,709,612	5,629,463
Total assets	16,915,534	17,455,419
Liabilities		
Current liabilities		
Accounts payable - trade	2,091,271	2,613,560
Electronically recorded obligations - operating	888,030	1,219,192
Current portion of long-term borrowings	872,364	872,573
Accounts payable - other	506,466	590,445
Income taxes payable	174,844	9,262
Provision for bonuses	532,490	129,392
Provision for bonuses for directors (and other officers)	20,665	4,004
Provision for loss on orders received	-	5,611
Provision for after cost	3,741	1,483
Other	1,419,412	1,897,064
Total current liabilities	6,509,286	7,342,590
Non-current liabilities		
Long-term borrowings	1,052,747	841,656
Provision for retirement benefits for directors (and other officers)	15,730	17,638
Retirement benefit liability	128,891	128,713
Asset retirement obligations	457,218	457,818
Other	377,234	380,544
Total non-current liabilities	2,031,820	1,826,370
Total liabilities	8,541,107	9,168,961

(Thousand yen)

	As of September 30,2022	As of December 31,2022
Net assets		
Shareholders' equity		
Share capital	2,091,897	2,091,897
Capital surplus	3,670,161	3,674,025
Retained earnings	2,388,876	2,377,694
Treasury shares	(337,933)	(337,933)
Total shareholders' equity	7,813,002	7,805,684
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(1,513)	28,665
Remeasurements of defined benefit plans	(43,314)	(54,988)
Total accumulated other comprehensive income	(44,827)	(26,323)
Share acquisition rights	47,790	52,215
Non-controlling interests	558,461	454,880
Total net assets	8,374,426	8,286,457
Total liabilities and net assets	16,915,534	17,455,419

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousand yen)

	For the three months ended December 31,2021	For the three months ended December 31,2022
Net sales	5,877,132	6,644,345
Cost of sales	4,404,122	5,216,406
Gross profit	1,473,009	1,427,939
Selling, general and administrative expenses	1,242,334	1,159,977
Operating profit	230,675	267,961
Non-operating income		
Interest and dividend income	17,949	16,509
Subsidy income	1,831	1,464
Surrender value of insurance policies	10,543	-
Other	3,041	844
Total non-operating income	33,366	18,819
Non-operating expenses		
Interest expenses	2,658	1,829
Foreign exchange losses	6,580	5,763
Other	917	467
Total non-operating expenses	10,155	8,060
Ordinary profit	253,885	278,720
Extraordinary losses		
Loss on retirement of non-current assets	105	1,042
Loss on redemption of investment securities	1,520	-
Other	703	-
Total extraordinary losses	2,329	1,042
Profit before income taxes	251,556	277,678
Income taxes - current	2,995	2,278
Income taxes - deferred	(80,267)	112,927
Total income taxes	(77,271)	115,206
Profit	328,828	162,471
Profit attributable to non-controlling interests	113,102	12,653
Profit attributable to owners of parent	215,725	149,818

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

(Thousand yen)

	For the three months ended December 31,2021	For the three months ended December 31,2022
Profit	328,828	162,471
Other comprehensive income		
Valuation difference on available-for-sale securities	33,292	30,178
Remeasurements of defined benefit plans, net of tax	(16,074)	(11,674)
Total other comprehensive income	17,217	18,504
Comprehensive income	346,046	180,976
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	232,943	168,322
Comprehensive income attributable to non-controlling interests	113,102	12,653