

Consolidated Financial Results for the Three Months Ended April 30, 2021 [Japanese GAAP]



June 7, 2021

Company name: ACCESS CO., LTD.

Stock exchange listing: Tokyo Stock Exchange

Securities code: 4813

URL: <https://www.access-company.com>

Representative: Kiyoyasu Oishi, Representative Director, President & CEO

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Scheduled date of filing quarterly securities report: June 8, 2021

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Not available

Schedule of quarterly financial results briefing session: Not scheduled

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

1. Consolidated Financial Results for the Three Months Ended April 30, 2021 (February 1, 2021 to April 30, 2021)

(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								
April 30, 2021	1,737	30.4	(1,017)	-	(950)	-	(981)	-
April 30, 2020	1,332	(16.0)	(1,081)	-	(1,089)	-	(1,110)	-

(Note) Comprehensive income: Three months ended April 30, 2021: ¥(383) million [-%]

Three months ended April 30, 2020: ¥(1,299) million [-%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended				
April 30, 2021	(25.16)		-	
April 30, 2020	(28.58)		-	

(2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio	
	Million yen		Million yen		%	
As of April 30, 2021	28,919		26,961		93.1	
As of January 31, 2021	29,262		27,321		93.2	

(Reference) Equity: As of April 30, 2021: ¥26,911 million

As of January 31, 2021: ¥27,275 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended January 31, 2021	Yen -	Yen 0.00	Yen -	Yen 0.00	Yen 0.00
Fiscal year ending January 31, 2022	-				
Fiscal year ending January 31, 2022 (Forecast)		-	-	-	-

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

Cash dividend amounts have yet to be determined for the fiscal year ending January 31, 2022.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending January 31, 2022 (February 1, 2021 to January 31, 2022)

(% 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
2nd quarter (cumulative)	4,050	30.3	(1,660)	-	(1,675)	-	(1,700)	-	(43.62)
Full year	11,900	58.3	100	-	70	-	10	-	0.26

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

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

Newly added: - (Name) - Excluded: - (Name) -

(2) Accounting policies adopted specifically 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 stock)

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

April 30, 2021: 39,481,700 shares

January 31, 2021: 39,481,700 shares

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

April 30, 2021: 467,380 shares

January 31, 2021: 508,480 shares

3) Average number of shares during the period:

Three months ended April 30, 2021: 38,990,241 shares

Three months ended April 30, 2020: 38,848,258 shares

* The number of treasury shares includes the number of the Company's shares held by the Employee Stock Ownership Plan (three months ended April 30, 2021: 466,100 shares, fiscal year ended January 31, 2021: 507,200 shares).

* These quarterly financial results are outside the scope of quarterly review by certified public accountants or audit firms

* Explanation of the proper use of financial results forecast and other notes

Financial results forecasts stated herein are determined based on information available to the Company and the Group as of the disclosure date of this document and contain various inherent risks and uncertainties. Please be advised that actual results may differ significantly from the financial results forecasts stated herein due to various factors including the economic conditions surrounding the Company and the Group's business, market trends, and exchange rates.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of January 31, 2021	As of April 30, 2021
Assets		
Current assets		
Cash and deposits	16,569,484	16,598,871
Notes and accounts receivable - trade	2,461,426	1,502,076
Securities	93,402	95,974
Merchandise and finished goods	44,131	55,618
Work in process	107,435	171,003
Other	603,934	733,706
Allowance for doubtful accounts	(85,651)	(87,874)
Total current assets	19,794,164	19,069,376
Non-current assets		
Property, plant and equipment		
Buildings and structures	421,060	402,583
Accumulated depreciation	(224,778)	(231,133)
Buildings and structures, net	196,282	171,450
Tools, furniture and fixtures	919,798	899,843
Accumulated depreciation	(731,363)	(708,248)
Tools, furniture and fixtures, net	188,435	191,594
Leased assets	45,332	48,830
Accumulated depreciation	(24,945)	(28,596)
Leased assets, net	20,386	20,233
Right of use assets	106,458	93,431
Accumulated depreciation	(59,861)	(39,846)
Right of use assets, net	46,597	53,584
Total property, plant and equipment	451,702	436,863
Intangible assets		
Software	5,792,611	6,108,895
Goodwill	960,750	959,889
Other	333,862	332,941
Total intangible assets	7,087,224	7,401,726
Investments and other assets		
Investment securities	644,529	704,273
Deferred tax assets	242,010	243,871
Other	1,059,445	1,079,902
Allowance for doubtful accounts	(16,495)	(16,495)
Total investments and other assets	1,929,489	2,011,552
Total non-current assets	9,468,415	9,850,142
Total assets	29,262,580	28,919,519

(Thousand yen)

	As of January 31, 2021	As of April 30, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	190,017	160,099
Income taxes payable	11,741	25,892
Provision for bonuses	124,448	132,896
Provision for share-based remuneration	24,711	37,764
Asset retirement obligations	43,177	28,729
Provision for loss on litigation	4,216	4,311
Other	1,064,793	1,075,920
Total current liabilities	1,463,107	1,465,614
Non-current liabilities		
Deferred tax liabilities	12,680	9,896
Retirement benefit liability	174,744	173,533
Asset retirement obligations	94,881	94,813
Long-term accounts payable - other	65,071	68,535
Other	130,380	145,554
Total non-current liabilities	477,758	492,333
Total liabilities	1,940,866	1,957,948
Net assets		
Shareholders' equity		
Share capital	29,472,663	29,472,663
Capital surplus	87,742	87,742
Retained earnings	864,971	(116,201)
Treasury shares	(302,513)	(278,663)
Total shareholders' equity	30,122,863	29,165,541
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	22,031	30,298
Foreign currency translation adjustment	(2,869,875)	(2,284,102)
Total accumulated other comprehensive income	(2,847,843)	(2,253,803)
Share acquisition rights	39,312	39,312
Non-controlling interests	7,381	10,520
Total net assets	27,321,714	26,961,571
Total liabilities and net assets	29,262,580	28,919,519

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended April 30

(Thousand yen)

	For the three months ended April 30, 2020	For the three months ended April 30, 2021
Net sales	1,332,438	1,737,065
Cost of sales	1,406,351	1,698,974
Gross profit (loss)	(73,912)	38,091
Selling, general and administrative expenses	1,007,699	1,055,525
Operating loss	(1,081,612)	(1,017,433)
Non-operating income		
Interest income	3,536	1,858
Gain on investments in investment partnerships	–	42,669
Share of profit of entities accounted for using equity method	13,370	7,099
Foreign exchange gains	–	15,598
Consumption taxes refund	2,001	–
Fair value adjustment of contingent consideration	9,815	–
Other	368	404
Total non-operating income	29,092	67,630
Non-operating expenses		
Interest expenses	1,026	372
Loss on investments in investment partnerships	95	–
Foreign exchange losses	26,143	–
Fair value adjustment of contingent consideration	10,034	–
Other	32	206
Total non-operating expenses	37,332	579
Ordinary loss	(1,089,853)	(950,382)
Extraordinary income		
Gain on sales of non-current assets	–	83
Gain on sales of investment securities	–	45
Total extraordinary income	–	128
Extraordinary losses		
Loss on retirement of non-current assets	–	6,003
Total extraordinary losses	–	6,003
Loss before income taxes	(1,089,853)	(956,256)
Income taxes - current	22,190	28,843
Income taxes - deferred	(2,450)	(6,664)
Total income taxes	19,740	22,179
Loss	(1,109,593)	(978,436)
Profit attributable to non-controlling interests	590	2,736
Loss attributable to owners of parent	(1,110,184)	(981,172)

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended April 30

(Thousand yen)

	For the three months ended April 30, 2020	For the three months ended April 30, 2021
Loss	(1,109,593)	(978,436)
Other comprehensive income		
Valuation difference on available-for-sale securities	(5,691)	8,267
Foreign currency translation adjustment	(183,787)	586,176
Total other comprehensive income	(189,479)	594,443
Comprehensive income	(1,299,073)	(383,993)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,299,618)	(387,132)
Comprehensive income attributable to non-controlling interests	545	3,139