

Consolidated Financial Results for the Nine Months Ended October 31, 2022 [Japanese GAAP]



November 30, 2022

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

Contact: Mitsuhiro Okada, Executive Officer, CFO, VP of Corporate Administration Unit

Phone: +81-3-6853-9088

Scheduled date of filing quarterly securities report: December 7, 2022

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 Nine Months Ended October 31, 2022 (February 1, 2022 to October 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	%
Nine months ended								
October 31, 2022	9,545	64.6	(1,690)	-	(1,271)	-	(1,346)	-
October 31, 2021	5,798	21.4	(2,819)	-	(2,305)	-	(2,380)	-

(Note) Comprehensive income: Nine months ended October 31, 2022: ¥340 million [-%]

Nine months ended October 31, 2021: ¥(1,682) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
October 31, 2022	(34.76)	-
October 31, 2021	(60.89)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of October 31, 2022	27,476	24,685	89.7
As of January 31, 2022	27,962	25,393	90.6

(Reference) Equity: As of October 31, 2022: ¥24,638 million

As of January 31, 2022: ¥25,339 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 January 31, 2022	-	0.00	-	0.00	0.00
Fiscal year ending January 31, 2023	-	0.00	-		
Fiscal year ending January 31, 2023 (Forecast)				0.00	0.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending January 31, 2023 (February 1, 2022 to January 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
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	11,800	19.8	(1,500)	-	(1,550)	-	(1,750)	-	(44.68)

(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: Yes
 - 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):
 October 31, 2022: 39,633,000 shares
 January 31, 2022: 39,633,000 shares
 - 2) Total number of treasury shares at the end of the period:
 October 31, 2022: 1,975,321 shares
 January 31, 2022: 466,421 shares
 - 3) Average number of shares during the period:
 Nine months ended October 31, 2022: 38,722,744 shares
 Nine months ended October 31, 2021: 39,095,375 shares

* The number of treasury shares includes the number of the Company's shares held by the Employee Stock Ownership Plan (nine months ended October 31, 2022: 404,800 shares, fiscal year ended January 31, 2022: 465,100 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, 2022	As of October 31, 2022
Assets		
Current assets		
Cash and deposits	15,148,137	12,657,881
Notes and accounts receivable - trade, and contract assets	—	4,497,361
Notes and accounts receivable - trade	2,920,779	—
Securities	95,999	—
Merchandise and finished goods	61,618	205,015
Work in process	215,544	114,967
Other	633,265	859,724
Allowance for doubtful accounts	(90,641)	(72,796)
Total current assets	18,984,703	18,262,153
Non-current assets		
Property, plant and equipment		
Buildings and structures	347,440	379,848
Accumulated depreciation	(196,797)	(239,865)
Buildings and structures, net	150,643	139,982
Tools, furniture and fixtures	1,093,923	1,357,192
Accumulated depreciation	(827,470)	(990,722)
Tools, furniture and fixtures, net	266,453	366,470
Leased assets	3,602	3,602
Accumulated depreciation	(2,041)	(2,581)
Leased assets, net	1,560	1,020
Right of use assets	90,784	85,712
Accumulated depreciation	(53,051)	(23,926)
Right of use assets, net	37,733	61,785
Total property, plant and equipment	456,391	569,258
Intangible assets		
Software	5,110,043	5,346,699
Goodwill	605,715	570,089
Other	260,221	230,692
Total intangible assets	5,975,980	6,147,481
Investments and other assets		
Investment securities	854,959	651,804
Deferred tax assets	339,375	307,626
Other	1,367,269	1,575,932
Allowance for doubtful accounts	(16,509)	(38,033)
Total investments and other assets	2,545,095	2,497,329
Total non-current assets	8,977,466	9,214,070
Total assets	27,962,170	27,476,224

(Thousand yen)

	As of January 31, 2022	As of October 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	215,348	211,867
Income taxes payable	223,988	9,824
Provision for bonuses	180,270	177,970
Provision for share awards	37,764	115
Provision for loss on litigation	4,335	4,727
Other	1,427,667	1,748,796
Total current liabilities	2,089,374	2,153,301
Non-current liabilities		
Deferred tax liabilities	4,238	16,908
Retirement benefit liability	172,833	209,673
Provision for share awards	—	8,972
Asset retirement obligations	95,264	98,170
Long-term accounts payable - other	30,031	14,989
Other	176,522	289,162
Total non-current liabilities	478,891	637,877
Total liabilities	2,568,266	2,791,179
Net assets		
Shareholders' equity		
Share capital	29,538,781	17,000,000
Capital surplus	153,860	12,132,404
Retained earnings	(2,184,137)	(2,951,636)
Treasury shares	(278,180)	(1,346,307)
Total shareholders' equity	27,230,324	24,834,460
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	36,706	86,050
Foreign currency translation adjustment	(1,927,212)	(282,076)
Total accumulated other comprehensive income	(1,890,505)	(196,025)
Share acquisition rights	39,312	39,312
Non-controlling interests	14,771	7,297
Total net assets	25,393,904	24,685,044
Total liabilities and net assets	27,962,170	27,476,224

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Nine Months Ended October 31

(Thousand yen)

	For the nine months ended October 31, 2021	For the nine months ended October 31, 2022
Net sales	5,798,770	9,545,308
Cost of sales	5,610,007	7,246,641
Gross profit	188,763	2,298,667
Selling, general and administrative expenses	3,008,231	3,988,711
Operating loss	(2,819,468)	(1,690,044)
Non-operating income		
Interest income	5,449	7,268
Gain on investments in investment partnerships	459,694	—
Share of profit of entities accounted for using equity method	34,740	29,446
Foreign exchange gains	8,755	673,425
Consumption taxes refund	548	153
Other	6,622	3,471
Total non-operating income	515,812	713,764
Non-operating expenses		
Interest expenses	775	801
Loss on investments in investment partnerships	—	285,986
Other	858	8,126
Total non-operating expenses	1,633	294,913
Ordinary loss	(2,305,290)	(1,271,193)
Extraordinary income		
Gain on sale of non-current assets	83	217
Gain on sale of investment securities	45	—
Total extraordinary income	129	217
Extraordinary losses		
Loss on retirement of non-current assets	6,242	871
Total extraordinary losses	6,242	871
Loss before income taxes	(2,311,403)	(1,271,846)
Income taxes - current	74,884	83,029
Income taxes - deferred	(11,017)	1,543
Total income taxes	63,866	84,573
Loss	(2,375,270)	(1,356,419)
Profit (loss) attributable to non-controlling interests	5,415	(10,237)
Loss attributable to owners of parent	(2,380,685)	(1,346,182)

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended October 31

(Thousand yen)

	For the nine months ended October 31, 2021	For the nine months ended October 31, 2022
Loss	(2,375,270)	(1,356,419)
Other comprehensive income		
Valuation difference on available-for-sale securities	11,763	49,343
Foreign currency translation adjustment	681,206	1,647,898
Total other comprehensive income	692,970	1,697,242
Comprehensive income	(1,682,299)	340,822
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,688,111)	348,297
Comprehensive income attributable to non-controlling interests	5,811	(7,474)