

Consolidated Financial Results for the Nine Months Ended October 31, 2023 [Japanese GAAP]



November 29, 2023

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: December 6, 2023
 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, 2023 (February 1, 2023 to October 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	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended								
October 31, 2023	10,771	12.8	(1,568)	-	(1,407)	-	(1,493)	-
October 31, 2022	9,545	64.6	(1,690)	-	(1,271)	-	(1,346)	-

(Note) Comprehensive income: Nine months ended October 31, 2023: ¥ (320) million [-%]
 Nine months ended October 31, 2022: ¥ 340 million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
October 31, 2023	(39.81)	-
October 31, 2022	(34.76)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of October 31, 2023	25,826	21,887	84.6
As of January 31, 2023	25,240	22,062	87.2

(Reference) Equity: As of October 31, 2023: ¥21,845 million
 As of January 31, 2023: ¥22,018 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, 2023	-	0.00	-	0.00	0.00
Fiscal year ending January 31, 2024	-	0.00	-		
Fiscal year ending January 31, 2024 (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, 2024 (February 1, 2023 to January 31, 2024)

(% 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	15,500	18.7	500	-	450	-	270	-	7.22

(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, 2023: 39,806,000 shares
 January 31, 2023: 39,633,000 shares
 - 2) Total number of treasury shares at the end of the period:
 October 31, 2023: 2,212,255 shares
 January 31, 2023: 2,212,255 shares
 - 3) Average number of shares during the period:
 Nine months ended October 31, 2023: 37,521,503 shares
 Nine months ended October 31, 2022: 38,722,744 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, 2023: 404,800 shares, fiscal year ended January 31, 2023: 404,800 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, 2023	As of October 31, 2023
Assets		
Current assets		
Cash and deposits	11,876,088	11,376,291
Notes and accounts receivable - trade, and contract assets	5,074,126	5,208,047
Merchandise and finished goods	196,807	163,499
Work in process	67,223	155,608
Other	614,620	598,184
Allowance for doubtful accounts	(72,396)	(80,817)
Total current assets	17,756,469	17,420,812
Non-current assets		
Property, plant and equipment		
Buildings and structures	365,693	385,301
Accumulated depreciation	(232,234)	(264,841)
Buildings and structures, net	133,459	120,459
Tools, furniture and fixtures	1,339,421	1,709,415
Accumulated depreciation	(967,344)	(1,256,787)
Tools, furniture and fixtures, net	372,077	452,628
Leased assets	3,602	3,602
Accumulated depreciation	(2,761)	(3,302)
Leased assets, net	840	300
Right of use assets	583,212	660,794
Accumulated depreciation	(282,508)	(424,447)
Right of use assets, net	300,704	236,347
Total property, plant and equipment	807,082	809,735
Intangible assets		
Software	4,705,718	5,621,372
Goodwill	497,430	425,261
Other	192,974	152,267
Total intangible assets	5,396,123	6,198,901
Investments and other assets		
Investment securities	634,371	689,472
Deferred tax assets	344,938	334,867
Other	326,844	394,399
Allowance for doubtful accounts	(25,528)	(21,564)
Total investments and other assets	1,280,626	1,397,175
Total non-current assets	7,483,832	8,405,813
Total assets	25,240,301	25,826,626

(Thousand yen)

	As of January 31, 2023	As of October 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	270,460	584,363
Income taxes payable	26,851	24,877
Provision for bonuses	177,961	175,604
Provision for loss on orders received	13,020	31,857
Provision for share awards	115	20,821
Provision for loss on litigation	4,699	5,248
Other	1,919,107	2,348,225
Total current liabilities	2,412,216	3,190,998
Non-current liabilities		
Deferred tax liabilities	6,265	620
Retirement benefit liability	208,811	220,327
Provision for share awards	8,972	8,972
Asset retirement obligations	98,397	99,251
Other	442,837	419,423
Total non-current liabilities	765,284	748,595
Total liabilities	3,177,500	3,939,594
Net assets		
Shareholders' equity		
Share capital	17,000,000	17,072,141
Capital surplus	12,132,404	12,204,545
Retained earnings	(4,289,577)	(5,783,438)
Treasury shares	(1,533,797)	(1,533,797)
Total shareholders' equity	23,309,030	21,959,450
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	59,470	88,949
Foreign currency translation adjustment	(1,350,344)	(203,089)
Total accumulated other comprehensive income	(1,290,874)	(114,139)
Share acquisition rights	39,312	39,312
Non-controlling interests	5,332	2,408
Total net assets	22,062,800	21,887,032
Total liabilities and net assets	25,240,301	25,826,626

(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, 2022	For the nine months ended October 31, 2023
Net sales	9,545,308	10,771,839
Cost of sales	7,246,641	7,332,645
Gross profit	2,298,667	3,439,194
Selling, general and administrative expenses	3,988,711	5,008,074
Operating loss	(1,690,044)	(1,568,879)
Non-operating income		
Interest income	7,268	19,767
Share of profit of entities accounted for using equity method	29,446	39,321
Foreign exchange gains	673,425	100,639
Consumption taxes refund	153	112
Other	3,471	4,640
Total non-operating income	713,764	164,481
Non-operating expenses		
Interest expenses	801	2,446
Loss on investments in investment partnerships	285,986	995
Other	8,126	48
Total non-operating expenses	294,913	3,491
Ordinary loss	(1,271,193)	(1,407,889)
Extraordinary income		
Gain on sale of non-current assets	217	-
Total extraordinary income	217	-
Extraordinary losses		
Loss on retirement of non-current assets	871	22
Extra retirement payments	-	21,040
Total extraordinary losses	871	21,062
Loss before income taxes	(1,271,846)	(1,428,952)
Income taxes - current	83,029	76,327
Income taxes - deferred	1,543	(7,914)
Total income taxes	84,573	68,412
Loss	(1,356,419)	(1,497,364)
Loss attributable to non-controlling interests	(10,237)	(3,503)
Loss attributable to owners of parent	(1,346,182)	(1,493,861)

Quarterly Consolidated Statements of Comprehensive Income

Nine Months Ended October 31

(Thousand yen)

	For the nine months ended October 31, 2022	For the nine months ended October 31, 2023
Loss	(1,356,419)	(1,497,364)
Other comprehensive income		
Valuation difference on available-for-sale securities	49,343	29,478
Foreign currency translation adjustment	1,647,898	1,147,835
Total other comprehensive income	1,697,242	1,177,313
Comprehensive income	340,822	(320,050)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	348,297	(317,126)
Comprehensive income attributable to non-controlling interests	(7,474)	(2,923)