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## Consolidated Financial Results for the Nine Months Ended September 30, 2023 [Japanese GAAP]



November 14, 2023

Company name: Future Innovation Group, Inc.

Stock exchange listing: Tokyo and Fukuoka

Code number: 4392

URL: <https://www.figinc.jp/>

Representative: MURAI Yuji, President and CEO

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Scheduled date of filing quarterly securities report: November 14, 2023

Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

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

### 1. Consolidated Financial Results for the Nine Months Ended September 30, 2023 (January 1, 2023 - September 30, 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 September 30, 2023	10,273	7.4	586	(28.5)	587	(26.5)	412	(22.9)
September 30, 2022	9,564	10.3	821	102.6	799	95.7	534	100.6

(Note) Comprehensive income: Nine months ended September 30, 2023: ¥427 million [(3.1)%]

Nine months ended September 30, 2022: ¥440 million [(16.4)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2023	13.68	13.50
September 30, 2022	18.22	17.98

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2023	22,928	9,867	42.4
As of December 31, 2022	21,463	9,709	44.6

(Reference) Equity: As of September 30, 2023: ¥9,725 million

As of December 31, 2022: ¥9,576 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	–	0.00	–	10.00	10.00
Fiscal year ending December 31, 2023	–	0.00	–		
Fiscal year ending December 31, 2023 (Forecast)				5.00	5.00

(Note) Revision to the forecast for dividends announced most recently: None

The breakdown of dividends for the fiscal year ending December 31, 2022 is as follows:

Ordinary dividend: ¥5.00

Commemorative dividend: ¥5.00

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2023 (January 1, 2023 - 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
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	13,500	4.5	800	(14.2)	765	(20.7)	535	(22.0)	17.40

(Note) Revision to the financial results forecast announced most recently: None



## (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of December 31, 2022	As of September 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	2,199	2,166
Notes and accounts receivable, and contract assets	4,631	5,615
Investments in leases	4,441	4,330
Inventories	2,089	2,308
Other	740	602
Allowance for doubtful accounts	(44)	(78)
<b>Total current assets</b>	<b>14,058</b>	<b>14,946</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,928	1,913
Land	1,718	1,753
Other, net	435	515
<b>Total property, plant and equipment</b>	<b>4,082</b>	<b>4,183</b>
Intangible assets		
Goodwill	282	238
Other	539	605
<b>Total intangible assets</b>	<b>821</b>	<b>844</b>
Investments and other assets		
Investment securities	1,338	1,725
Deferred tax assets	93	172
Long-term accounts receivable	883	882
Other	196	184
Allowance for doubtful accounts	(11)	(11)
<b>Total investments and other assets</b>	<b>2,501</b>	<b>2,954</b>
<b>Total non-current assets</b>	<b>7,405</b>	<b>7,981</b>
<b>Total assets</b>	<b>21,463</b>	<b>22,928</b>

(Million yen)

	As of December 31, 2022	As of September 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable	1,759	1,541
Short-term borrowings	1,925	2,733
Current portion of bonds payable	17	8
Current portion of long-term borrowings	930	1,222
Income taxes payable	249	123
Accrued consumption taxes	128	204
Provision for bonuses	58	237
Provision for bonuses for directors (and other officers)	-	12
Provision for product warranties	29	33
Other	705	585
<b>Total current liabilities</b>	<b>5,803</b>	<b>6,702</b>
Non-current liabilities		
Long-term borrowings	5,681	6,074
Provision for retirement benefits for directors (and other officers)	57	67
Retirement benefit liability	135	144
Deferred tax liabilities	59	43
Provision for repairs	11	21
Other	5	6
<b>Total non-current liabilities</b>	<b>5,951</b>	<b>6,357</b>
<b>Total liabilities</b>	<b>11,754</b>	<b>13,060</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	2,030	2,044
Capital surplus	4,008	4,022
Retained earnings	3,575	3,686
Treasury shares	(312)	(312)
<b>Total shareholders' equity</b>	<b>9,301</b>	<b>9,440</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	269	270
Foreign currency translation adjustment	5	13
<b>Total accumulated other comprehensive income</b>	<b>275</b>	<b>284</b>
Share acquisition rights	124	124
Non-controlling interests	8	17
<b>Total net assets</b>	<b>9,709</b>	<b>9,867</b>
<b>Total liabilities and net assets</b>	<b>21,463</b>	<b>22,928</b>

(2) Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income  
Nine Months Ended September 30

(Million yen)

	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Net sales	9,564	10,273
Cost of sales	6,600	7,250
Gross profit	2,964	3,023
Selling, general and administrative expenses	2,143	2,436
Operating profit (loss)	821	586
Non-operating income		
Interest income	0	0
Settlement income	-	20
Other	27	33
Total non-operating income	27	53
Non-operating expenses		
Interest expenses	35	32
Commission expenses	-	11
Other	13	8
Total non-operating expenses	48	52
Ordinary profit	799	587
Extraordinary income		
Gain on sale of investment securities	-	70
Total extraordinary income	-	70
Extraordinary losses		
Settlement payments	-	57
Total extraordinary losses	-	57
Profit before income taxes	799	600
Income taxes - current	314	266
Income taxes - deferred	(44)	(81)
Total income taxes	269	184
Profit	530	416
Profit (loss) attributable to non-controlling interests	(3)	3
Profit attributable to owners of parent	534	412

Quarterly Consolidated Statements of Comprehensive Income  
 Nine Months Ended September 30

(Million yen)

	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Profit	530	416
Other comprehensive income		
Valuation difference on available-for-sale securities	(89)	0
Foreign currency translation adjustment	0	10
Total other comprehensive income	(89)	11
Comprehensive income	440	427
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	442	421
Comprehensive income attributable to non-controlling interests	(2)	5