

Non-consolidated Financial Results for the Fiscal Year Ended June 30, 2024

[Japanese GAAP]

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Scheduled date of Annual General Meeting of Shareholders: September 21, 2024
 Scheduled date of payment of dividend: September 25, 2024
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 Preparation of supplementary materials for financial results: None
 Holding of financial results meeting: Yes

(All amounts are rounded down to the nearest million yen)

1. Non-consolidated Financial Results for the Fiscal Year Ended June 30, 2024 (July 1, 2023 to June 30, 2024)

(1) Results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended Jun. 30, 2024	1,601	(8.8)	164	(40.3)	178	(36.5)	120	(37.2)
Fiscal year ended Jun. 30, 2023	1,755	(6.0)	275	(36.4)	281	(36.6)	191	(38.2)

	Net income per share	Diluted net income per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended Jun. 30, 2024	24.03	-	1.5	2.0	10.3
Fiscal year ended Jun. 30, 2023	38.34	-	2.2	3.0	15.7

Reference: Equity in earnings of affiliates (millions of yen) Fiscal year ended Jun. 30, 2024: -
 Fiscal year ended Jun. 30, 2023: -

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of Jun. 30, 2024	8,946	8,188	91.5	1,632.29
As of Jun. 30, 2023	9,206	8,431	91.6	1,684.36

Reference: Shareholders' equity (millions of yen) As of Jun. 30, 2024: 8,188 As of Jun. 30, 2023: 8,431

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended Jun. 30, 2024	342	(138)	(500)	678
Fiscal year ended Jun. 30, 2023	422	(73)	(501)	975

2. Dividends

	Dividend per share					Total dividends	Dividend payout ratio	Dividends on equity
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended Jun. 30, 2023	-	0.00	-	100.00	100.00	501	260.8	5.9
Fiscal year ended Jun. 30, 2024	-	0.00	-	100.00	100.00	501	416.2	6.0
Fiscal year ending Jun. 30, 2025 (forecasts)	-	0.00	-	100.00	100.00		235.5	

3. Earnings Forecast for the Fiscal Year Ending June 30, 2025 (July 1, 2024 to June 30, 2025)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	855	5.7	119	10.6	129	13.0	90	15.2	17.94
Full year	1,800	12.4	283	72.0	305	70.4	213	76.7	42.46

*** Notes**

(1) Changes in accounting policies and accounting estimates, and restatements

- 1) Changes in accounting policies due to revisions in accounting standards, others: None
- 2) Changes in accounting policies other than 1) above: None
- 3) Changes in accounting estimates: None
- 4) Restatements: None

(2) Number of issued shares (common shares)

1) Number of issued shares as of the end of the period (including treasury shares)

As of Jun. 30, 2024:	5,300,000 shares	As of Jun. 30, 2023:	6,000,000 shares
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2) Number of treasury shares as of the end of the period

As of Jun. 30, 2024:	283,472 shares	As of Jun. 30, 2023:	994,460 shares
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3) Average number of outstanding shares during the period

Fiscal year ended Jun. 30, 2024:	5,015,195 shares	Fiscal year ended Jun. 30, 2023:	5,006,767 shares
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* The current financial results are not subject to the audit by certified public accountants or auditing firms.

* Explanation of appropriate use of earnings forecasts, and other special items

Forecasts of future performance in these materials are based on assumptions judged to be valid and information available to the A-One Seimitsu's management at the time these materials were prepared. Actual results may differ significantly from these forecasts for a number of reasons. Please refer to "1. Overview of Results of Operations, (4) Outlook" on page 4 for forecast assumptions and notes of caution for usage.

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1. Overview of Results of Operations

(1) Results of Operations for the Current Fiscal Year

During the fiscal year that ended in June 2024, the slowing growth of the global economy held down the growth of Japan's economy.

In China, there was an interest rate reduction and other measures in response to the severe real estate market downturn and the manufacturing sector was impacted by a decline in automobile sales due to weak consumer spending and by inventory reductions. In the United States, the economy remained sound even as interest rates rose. The Fed is currently considering an interest rate reduction as inflation decreases somewhat. However, the U.S. manufacturing sector is showing signs of weakness because consumer spending is beginning to slow down.

In Japan, consumer spending was sluggish as the prolonged yen's depreciation the cost of energy and imported goods. In the manufacturing sector, some categories performed well and others were weak. Automobile production increased despite the safety test scandal as automakers stepped up output following lower production caused by shortages of parts and other problems. In the semiconductor industry, there were signs of an end to the downturn of more than one year. AI, self-driving automobiles and other new sources of demand are expected to raise the output of semiconductors. As a result, companies are increasing orders for manufacturing equipment needed to raise output. Production of electronic components is also starting to recover after about one year of weakness. There was a downturn involving machine tools and industrial machinery as companies put off capital expenditures, other than for IT systems, and the Chinese economy remained sluggish. Output of equipment components declined too.

Sales and earnings at large manufacturers in Japan recovered during the past fiscal year, mainly at companies with a large share of export sales due to the yen's decline and price hikes, even though orders did not increase. However, the performance of small and midsize manufacturers in Japan remained low due to the decline in the volume of work that large companies subcontracted to these smaller companies.

Net sales in the fiscal year ended June 30, 2024 were 1,601 million yen, down 8.8% year on year. Operating profit decreased 40.3% to 164 million yen, ordinary profit decreased 36.5% to 178 million yen, and profit decreased 37.2% to 120 million yen.

Business segment performance was as follows.

(Collet Chucks)

Although there was a small recovery in automobile production, orders decreased in the second half of the fiscal year because there was no upturn in utilization rates of machinery in the other category for the processing of mass-produced components and the volume of business involving electronic components and machine tools was low.

Segment sales were 1,104 million yen, down 8.6% year on year, and segment profit was 421 million yen, down 15.7%.

(Cutting Tools)

In the market for the fabrication and regrinding of special-order cutting tools used for intricate processing and processing for unique shapes, we supplied cutting tools with flexibility and speed that can meet customers' demands for specific shapes of tools. However, sales were down because of the machinery utilization rates at customers declined. The result was a 5.8% decrease in sales from the previous fiscal year to 144 million yen.

In the market for regrinding general-purpose cutting tools, the utilization rate of machinery by customers decreased during the summer vacation period of big companies and orders received in the business category declined. For general-purpose cutting tools, most of the tools submitted for regrinding are used for mass production processing. The volume of this business continued to decrease slowly during the fiscal year. Sales were down 10.9% from the previous fiscal year to 339 million yen.

Segment sales were 483 million yen, down 9.5% year on year, and segment profit was 57 million yen, down 13.2%.

(Automatic Lathe Cams)

In the automatic lathe cams segment, there was a decline in mass-produced components processed by using cam-type automatic lathes in Japan and other countries. We are continuing to supply cams to companies in Japan that

use cam-type automatic lathes in order to fulfill our duty to maintain a reliable supply of these components. There was a small increase in sales because of a price increase in January 2024.

Segment sales were 13 million yen, up 5.8% year on year, and segment loss was 5 million yen compared with 1 thousand yen a year earlier.

(2) Financial Position for the Current Fiscal Year

Assets

Current assets amounted to 6,569 million yen at the end of the current fiscal year, a decrease of 969 million yen from 7,538 million yen at the end of the previous fiscal year. This is mainly due to decreases of 896 million yen in cash and deposits, 48 million yen in prepaid expenses, 29 million yen in accounts receivable – trade and 11 million yen in notes receivable – trade, which were partially offset by an increase of 18 million yen in work in process.

Non-current assets amounted to 2,377 million yen, an increase of 709 million yen from 1,668 million yen at the end of the previous fiscal year. This is mainly due to increases of 654 million yen in investment securities, 119 million yen in construction in progress, 47 million yen in software in progress and 2 million yen in tools, furniture and fixtures, which were partially offset by decreases of 39 million yen in long-term prepaid expenses, 31 million yen in machinery and equipment, 29 million yen in buildings and 12 million yen in deferred tax assets.

As a result, total assets at the end of the current fiscal year were 8,946 million yen, compared with 9,206 million yen at the end of the previous fiscal year.

Liabilities

Current liabilities amounted to 210 million yen at the end of the current fiscal year, an increase of 9 million yen from 201 million yen at the end of the previous fiscal year. This is mainly due to increases of 31 million yen in accounts payable – other and 6 million yen in deposits received, which were partially offset by decreases of 26 million yen in income taxes payable and 2 million yen in provision for bonuses for directors (and other officers).

Non-current liabilities amounted to 547 million yen, a decrease of 26 million yen from 573 million yen at the end of the previous fiscal year. This is mainly due to decreases of 137 million yen in provision for retirement benefits for directors (and other officers), 14 million yen in provision for retirement benefits and 904 thousand yen in long-term lease liabilities, which were partially offset by an increase of 126 million yen in long-term accounts payable – other.

As a result, total liabilities at the end of the current fiscal year were 758 million yen, compared with 775 million yen at the end of the previous fiscal year.

Net assets

Net assets totaled 8,188 million yen, a decrease of 242 million yen from 8,431 million yen at the end of the previous fiscal year. This was mainly due to decreases of 500 million yen in general reserve, 223 million yen in retained earnings brought forward and 124 million yen in gain of treasury stock disposal, which were partially offset by a decrease of 497 million yen in treasury shares and an increase of 107 million yen in valuation difference on available-for-sale securities.

(3) Cash Flows for the Current Fiscal Year

Cash and cash equivalents (hereinafter “net cash”) as of the end of the current fiscal year amounted to 678 million yen, a decrease of 296 million yen, or 30.4%, over the end of the previous fiscal year. Positive cash flows include net decrease in time deposits of 600 million yen, profit before income taxes of 176 million yen, depreciation of 153 million yen, share-based payment expenses of 126 million yen, a decrease in trade receivables of 41 million yen and interest and dividends received of 10 million yen. Negative cash flows include purchase of investment securities of 500 million yen, dividends paid of 499 million yen, purchase of property, plant and equipment of 188 million yen, a decrease in provision for retirement benefits for directors (and other officers) of 137 million yen, income taxes paid of 118 million yen and purchase of intangible assets of 49 million yen.

Cash flows from operating activities

Net cash provided by operating activities for the current fiscal year totaled 342 million yen (compared with net cash provided of 422 million yen in the previous fiscal year). Positive cash flows include profit before income taxes of 176 million yen, depreciation of 153 million yen, share-based payment expenses of 126 million yen, a decrease in trade receivables of 41 million yen. Negative factors were a decrease in provision for retirement benefits for directors (and other officers) of 137 million yen, income taxes paid of 118 million yen, a decrease in accounts payable – other of 16 million yen, and an increase in inventories of 15 million yen.

Cash flows from investing activities

Net cash used in investing activities for the current fiscal year totaled 138 million yen (compared with net cash used of 73 million yen in the previous fiscal year). This was mainly due to purchase of investment securities of 500 million yen, purchase of property, plant and equipment of 188 million yen and purchase of intangible assets of 49 million yen, while there was a net decrease in time deposits of 600 million yen.

Cash flows from financing activities

Net cash used in financing activities for the current fiscal year totaled 500 million yen (compared with net cash used of 501 million yen in the previous fiscal year). This was mainly due to dividends paid of 499 million yen and repayments of lease liabilities of 904 thousand yen.

(4) Outlook

In the fiscal year ending in June 2025, the pace of U.S. interest rate hikes is likely to slow down and rates may even be lowered. As worldwide monetary tightening comes to an end, the world will probably be able to avoid an economic downturn. Nevertheless, the effects of the rapid rise in interest rates to stop the rise in prices of assets and inflation in general, the result of many years of easy-money policies, are unlikely to disappear soon. Consequently, the negative effects on the economy of high interest rates will probably remain for some time.

In the manufacturing sector, the output of some existing products will probably decrease because of the soft global economy. Many new products are emerging that are necessary for various reasons. Examples include products involving climate change and protecting the environment, healthcare products and equipment, and products and equipment for conserving energy and using energy more efficiently. Many of these new products will create an even more diverse range of tools that require processing. We believe that we will be able to receive orders for this processing by responding to these changes in our markets with flexibility.

Based on this outlook, our earnings forecast for the fiscal year ending in June 2025 is as follows:

Net sales	1,800 million yen	(up 12.4% year on year)
Operating profit	283 million yen	(up 72.0% year on year)
Ordinary profit	305 million yen	(up 70.4% year on year)
Profit	213 million yen	(up 76.7% year on year)

2. Basic Approach to the Selection of Accounting Standards

A-One Seimitsu has applied Japanese GAAP because most of our stakeholders are shareholders, creditors and business partners located in Japan, and we do not foresee any need at this time to procure funds in overseas capital markets.

3. Non-consolidated Financial Statements and Notes**(1) Non-consolidated Balance Sheet**

	(Thousands of yen)	
	FY6/23 (As of Jun. 30, 2023)	FY6/24 (As of Jun. 30, 2024)
Assets		
Current assets		
Cash and deposits	6,814,158	5,917,303
Notes receivable - trade	80,488	68,860
Accounts receivable - trade	246,629	216,780
Finished goods	3,126	2,357
Raw materials	42,332	40,736
Work in process	255,511	273,540
Prepaid expenses	94,966	46,251
Other	1,253	3,479
Allowance for doubtful accounts	(10)	(81)
Total current assets	7,538,455	6,569,229
Non-current assets		
Property, plant and equipment		
Buildings	1,430,770	1,433,606
Accumulated depreciation	(1,027,493)	(1,059,580)
Buildings, net	403,277	374,025
Structures	112,928	113,978
Accumulated depreciation	(93,294)	(95,907)
Structures, net	19,634	18,070
Machinery and equipment	3,941,648	4,023,067
Accumulated depreciation	(3,513,651)	(3,627,051)
Machinery and equipment, net	427,997	396,015
Vehicles	4,796	4,796
Accumulated depreciation	(4,226)	(4,787)
Vehicles, net	570	9
Tools, furniture and fixtures	48,403	52,758
Accumulated depreciation	(43,080)	(44,569)
Tools, furniture and fixtures, net	5,322	8,188
Leased assets	5,754	5,754
Accumulated depreciation	(2,361)	(3,183)
Leased assets, net	3,393	2,571
Land	333,534	333,534
Construction in progress	2,420	122,006
Total property, plant and equipment	1,196,149	1,254,421
Intangible assets		
Software	2,291	3,078
Software in progress	-	47,745
Telephone subscription right	653	653
Total intangible assets	2,945	51,478
Investments and other assets		
Investment securities	218,888	873,002
Distressed receivables	540	113
Long-term prepaid expenses	42,470	3,412
Deferred tax assets	207,547	194,957
Other	134	157
Allowance for doubtful accounts	(540)	(113)
Total investments and other assets	469,041	1,071,530
Total non-current assets	1,668,136	2,377,430
Total assets	9,206,592	8,946,659

	(Thousands of yen)	
	FY6/23	FY6/24
	(As of Jun. 30, 2023)	(As of Jun. 30, 2024)
Liabilities		
Current liabilities		
Accounts payable - trade	15,497	14,850
Lease liabilities	904	904
Accounts payable - other	84,612	116,443
Accrued expenses	14,503	14,873
Income taxes payable	56,095	29,896
Advances received	58	238
Deposits received	22,931	29,070
Provision for bonuses for directors (and other officers)	6,900	4,380
Total current liabilities	201,502	210,657
Non-current liabilities		
Lease liabilities	2,903	1,999
Provision for retirement benefits	420,016	405,880
Provision for retirement benefits for directors (and other officers)	137,440	-
Long-term accounts payable - other	13,617	139,670
Total non-current liabilities	573,977	547,549
Total liabilities	775,480	758,206
Net assets		
Shareholders' equity		
Share capital	292,500	292,500
Capital surplus		
Legal capital surplus	337,400	337,400
Other capital surplus		
Gain of treasury stock disposal	143,850	19,227
Total capital surplus	481,250	356,627
Retained earnings		
Legal retained earnings	20,000	20,000
Other retained earnings		
General reserve	7,840,000	7,340,000
Retained earnings brought forward	398,743	175,265
Total retained earnings	8,258,743	7,535,265
Treasury shares	(692,283)	(194,566)
Total shareholders' equity	8,340,210	7,989,825
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	90,901	198,627
Total valuation and translation adjustments	90,901	198,627
Total net assets	8,431,111	8,188,452
Total liabilities and net assets	9,206,592	8,946,659

(2) Non-consolidated Statement of Income

	(Thousands of yen)	
	FY6/23	FY6/24
	(Jul. 1, 2022 – Jun. 30, 2023)	(Jul. 1, 2023 – Jun. 30, 2024)
Net sales	1,755,258	1,601,549
Cost of sales		
Beginning finished goods inventory	3,428	3,126
Cost of products manufactured	1,198,859	1,127,171
Total	1,202,287	1,130,297
Ending finished goods inventory	3,126	2,357
Total cost of sales	1,199,161	1,127,940
Gross profit	556,097	473,608
Selling, general and administrative expenses		
Advertising expenses	3,025	3,139
Freight and packing costs	38,722	35,971
Remuneration for directors (and other officers)	46,500	55,350
Salaries and allowances	42,071	52,133
Bonuses	10,408	9,124
Welfare expenses	16,979	19,316
Share-based payment expenses	10,502	32,296
Retirement benefit expenses	10,199	5,916
Provision of allowance for doubtful accounts	-	63
Provision for retirement benefits for directors (and other officers)	9,150	2,230
Provision for bonuses for directors (and other officers)	6,900	4,380
Depreciation	4,931	5,338
Taxes and dues	15,825	14,701
Fee expenses	21,630	19,942
Other	43,709	49,148
Total selling, general and administrative expenses	280,557	309,051
Operating profit	275,539	164,557
Non-operating income		
Interest income	186	174
Interest on securities	-	3,479
Dividend income	7,912	9,226
Electricity sale income	481	516
Reversal of allowance for doubtful accounts	104	-
Gain on sale of scraps	1,262	1,423
Other	2,394	670
Total non-operating income	12,341	15,490
Non-operating expenses		
Loss on extinguishment of share-based compensation expenses	6,187	1,069
Total non-operating expenses	6,187	1,069
Ordinary profit	281,694	178,978
Extraordinary losses		
Loss on retirement of non-current assets	0	902
Impairment losses	-	1,635
Total extraordinary losses	0	2,538
Profit before income taxes	281,694	176,439
Income taxes - current	131,900	89,714
Income taxes - deferred	(42,141)	(33,798)
Total income taxes	89,759	55,916
Profit	191,935	120,523

Manufacturing Statement

Category	Note	FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)		FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)	
		Amount (Thousands of yen)	Composition (%)	Amount (Thousands of yen)	Composition (%)
I Material cost	Note 1	110,729	9.1	119,954	10.5
II Labor cost		710,979	58.2	676,806	59.1
III Expenses		398,922	32.7	348,439	30.4
Total manufacturing costs		1,220,631	100.0	1,145,201	100.0
Beginning inventory of work in process		233,739		255,511	
Total		1,454,370		1,400,712	
Ending inventory of work in process		255,511		273,540	
Cost of products manufactured		1,198,859		1,127,171	

Note 1: Major breakdown is as follows:

Item	FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)		FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)	
	Amount (Thousands of yen)		Amount (Thousands of yen)	
Subcontract expenses	55,094		51,267	
Depreciation	156,319		147,798	
Supplies expenses	80,173		64,002	
Electricity expenses	64,911		49,663	

(Cost accounting)

A-One Seimitsu applies the simple process costing method. Pre-determined costs are used during the fiscal year and the difference is allocated to finished goods, work in process and cost of sales at the end of the fiscal year.

(3) Non-consolidated Statement of Changes in Net Assets

FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)

(Thousands of yen)

	Shareholders' equity			
	Share capital	Capital surplus		
		Legal capital surplus	Other capital surplus	Total capital surplus
		Gain of treasury stock disposal		
Balance at beginning of period	292,500	337,400	143,850	481,250
Changes during period				
Dividends of surplus				-
Profit				-
Reversal of general reserve				-
Purchase of treasury shares				-
Disposal of treasury shares				-
Cancellation of treasury shares				-
Net changes in items other than shareholders' equity				
Total changes during period	-	-	-	-
Balance at end of period	292,500	337,400	143,850	481,250

	Shareholders' equity			
	Retained earnings			Total retained earnings
	Legal retained earnings	Other retained earnings		
		General reserve	Retained earnings brought forward	
Balance at beginning of period	20,000	8,140,000	407,962	8,567,962
Changes during period				
Dividends of surplus			(501,154)	(501,154)
Profit			191,935	191,935
Reversal of general reserve		(300,000)	300,000	-
Purchase of treasury shares				-
Disposal of treasury shares				-
Cancellation of treasury shares				-
Net changes in items other than shareholders' equity				
Total changes during period	-	(300,000)	(9,218)	(309,218)
Balance at end of period	20,000	7,840,000	398,743	8,258,743

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of period	(692,283)	8,649,428	39,525	39,525	8,688,953
Changes during period					
Dividends of surplus		(501,154)		-	(501,154)
Profit		191,935		-	191,935
Reversal of general reserve		-		-	-
Purchase of treasury shares		-		-	-
Disposal of treasury shares		-		-	-
Cancellation of treasury shares		-		-	-
Net changes in items other than shareholders' equity			51,376	51,376	51,376
Total changes during period	-	(309,218)	51,376	51,376	(257,842)
Balance at end of period	(692,283)	8,340,210	90,901	90,901	8,431,111

FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)

(Thousands of yen)

	Shareholders' equity			
	Share capital	Capital surplus		
		Legal capital surplus	Other capital surplus	Total capital surplus
		Gain of treasury stock disposal		
Balance at beginning of period	292,500	337,400	143,850	481,250
Changes during period				
Dividends of surplus				-
Profit				-
Reversal of general reserve				-
Purchase of treasury shares				-
Disposal of treasury shares			19,227	19,227
Cancellation of treasury shares			(143,850)	(143,850)
Net changes in items other than shareholders' equity				
Total changes during period	-	-	(124,623)	(124,623)
Balance at end of period	292,500	337,400	19,227	356,627

	Shareholders' equity			
	Legal retained earnings	Retained earnings		Total retained earnings
		Other retained earnings		
		General reserve	Retained earnings brought forward	
Balance at beginning of period	20,000	7,840,000	398,743	8,258,743
Changes during period				
Dividends of surplus			(500,554)	(500,554)
Profit			120,523	120,523
Reversal of general reserve		(500,000)	500,000	-
Purchase of treasury shares				-
Disposal of treasury shares				-
Cancellation of treasury shares			(343,447)	(343,447)
Net changes in items other than shareholders' equity				-
Total changes during period	-	(500,000)	(223,478)	(723,478)
Balance at end of period	20,000	7,340,000	175,265	7,535,265

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of period	(692,283)	8,340,210	90,901	90,901	8,431,111
Changes during period					
Dividends of surplus		(500,554)		-	(500,554)
Profit		120,523		-	120,523
Reversal of general reserve		-		-	-
Purchase of treasury shares	(23)	(23)		-	(23)
Disposal of treasury shares	10,442	29,670		-	29,670
Cancellation of treasury shares	487,298	-		-	-
Net changes in items other than shareholders' equity			107,725	107,725	107,725
Total changes during period	497,716	(350,384)	107,725	107,725	(242,658)
Balance at end of period	(194,566)	7,989,825	198,627	198,627	8,188,452

(4) Non-consolidated Statement of Cash Flows

(Thousands of yen)

	FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)	FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)
Cash flows from operating activities		
Profit before income taxes	281,694	176,439
Depreciation	161,251	153,136
Impairment losses	-	1,635
Amortization of long-term prepaid expenses	682	1,312
Share-based payment expenses	103,875	126,071
Loss on retirement of non-current assets	0	902
Loss on extinguishment of share-based compensation expenses	6,187	1,069
Increase (decrease) in allowance for doubtful accounts	(148)	(356)
Increase (decrease) in provision for bonuses for directors (and other officers)	(3,800)	(2,520)
Increase (decrease) in provision for retirement benefits	43,491	(14,136)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(2,100)	(137,440)
Interest and dividend income	(8,098)	(12,880)
Decrease (increase) in trade receivables	59,169	41,476
Decrease (increase) in inventories	(31,895)	(15,664)
Increase (decrease) in trade payables	(3,091)	(647)
Increase (decrease) in accounts payable - other	(8,858)	(16,368)
Increase (decrease) in long-term accounts payable - other	-	139,670
Other, net	5,036	8,477
Subtotal	603,395	450,179
Interest and dividends received	8,098	10,348
Income taxes refund (paid)	(188,578)	(118,059)
Net cash provided by (used in) operating activities	422,915	342,468
Cash flows from investing activities		
Net decrease (increase) in time deposits	(152)	600,090
Purchase of property, plant and equipment	(69,885)	(188,295)
Purchase of intangible assets	-	(49,735)
Purchase of investment securities	-	(500,000)
Other, net	(3,054)	(998)
Net cash provided by (used in) investing activities	(73,092)	(138,938)
Cash flows from financing activities		
Purchase of treasury shares	-	(23)
Dividends paid	(500,777)	(499,367)
Repayments of lease liabilities	(904)	(904)
Net cash provided by (used in) financing activities	(501,682)	(500,295)
Net increase (decrease) in cash and cash equivalents	(151,858)	(296,764)
Cash and cash equivalents at beginning of period	1,127,547	975,689
Cash and cash equivalents at end of period	975,689	678,924

(5) Notes to Non-consolidated Financial Statements**Going Concern Assumption**

Not applicable.

Changes in Accounting Policies

Not applicable.

Non-consolidated Balance Sheet

Trade notes due on the balance sheet date are assumed to be settled on the maturity date. Since June 30, 2024 was a bank holiday, the following trade notes due on the balance sheet date were assumed instead to be settled on the maturity date.

(Thousands of yen)

	FY6/23 (As of Jun. 30, 2023)	FY6/24 (As of Jun. 30, 2024)
Notes receivable - trade	-	6,597

Non-consolidated Statement of Income

A-One Seimitsu acquired at no cost all 4,000 shares of its common stock that was distributed as restricted stock compensation to employees who subsequently resigned, as provided for in the restricted stock allocation contract. The cost of stock compensation for the 4,000 shares for the remaining portion of the contract period, which was recognized as prepaid expenses, was extinguished and a non-operating expense for a loss on the extinguishment of the cost of stock compensation was recognized.

Revenue Recognition

1. Information on revenue from contracts with customers broken down

FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)

(Thousands of yen)

	Reportable segment					Total
	Collet Chucks	Cutting Tools			Automatic Lathe Cams	
		Fabrication and Regrinding of Special-order Cutting Tools	Regrinding of general-purpose Cutting Tools	Subtotal		
Manufacture of tools	1,208,290	153,046	-	153,046	12,513	1,373,850
Other	-	-	381,408	381,408	-	381,408
Revenue from contracts with customers broken down	1,208,290	153,046	381,408	534,455	12,513	1,755,258
Other revenue	-	-	-	-	-	-
External sales	1,208,290	153,046	381,408	534,455	12,513	1,755,258

FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)

(Thousands of yen)

	Reportable segment					Total
	Collet Chucks	Cutting Tools			Automatic Lathe Cams	
		Fabrication and Regrinding of Special-order Cutting Tools	Regrinding of general-purpose Cutting Tools	Subtotal		
Manufacture of tools	1,104,515	144,133	-	144,133	13,243	1,261,893
Other	-	-	339,656	339,656	-	339,656
Revenue from contracts with customers broken down	1,104,515	144,133	339,656	483,790	13,243	1,601,549
Other revenue	-	-	-	-	-	-
External sales	1,104,515	144,133	339,656	483,790	13,243	1,601,549

2. Information concerning the basis for revenue from contracts with customers

As described in “3. Non-consolidated Financial Statements and Notes, (5) Notes to Non-consolidated Financial Statements.”

3. Relationship between fulfillment of contractual obligations to customers and the associated cash flows and information about revenue expected to be recognized in subsequent fiscal years, and timing of recognition, due to contracts with customers as of the end of June 2024

(1) Contractual assets and contractual liabilities, etc.

This information is omitted because the amounts of these assets and liabilities are immaterial.

(2) Transaction prices allocated to contractual obligations

Information about transaction prices allocated to remaining contractual obligations is omitted because there are no contracts with a period of more than one year.

Segment and Other Information

Segment information

1. Overview of reportable segment

(1) Method of determining the reportable segments

Segments used for financial reporting are the constituent units of A-One Seimitsu for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

There are three reportable segments: Collet Chucks, Cutting Tools, and Automatic Lathe Cams. Each segment is responsible for planning and other decision-making regarding its products and services.

(2) Products and services by each reportable segment

The Collet Chucks segment manufactures and sells collet chucks for small automatic lathes, general-purpose industrial machinery and specialized machinery. The Cutting Tools segment regrinds blades used in cutting processing and manufactures and regrinds specialty cutting tools. The Automatic Lathe Cams segment manufactures and sells cams used in small automatic lathes and specialized machinery.

(3) Information related to changes in reportable segments

To appropriately assess and manage performance of each reportable segment, A-One Seimitsu has reexamined part of methods for allocating common expenses and changed the method for calculating profit or loss for each segment from FY6/24.

Segment information for FY6/23 is disclosed based on the previous method for allocating common expenses as it is practically difficult to prepare the information using the method after the change.

2. Information related to net sales, profit or loss, assets, liabilities and other items for each reportable segment

FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)

(Thousands of yen)

	Reportable segment				Adjustment (Note 1)	Amounts shown on non-consolidated financial statements (Note 2)
	Collet Chucks	Cutting Tools	Automatic Lathe Cams	Total		
Net sales						
External sales	1,208,290	534,455	12,513	1,755,258	-	1,755,258
Inter-segment sales and transfers	-	-	-	-	-	-
Total	1,208,290	534,455	12,513	1,755,258	-	1,755,258
Segment profit or loss	499,745	66,132	(1)	565,876	(290,336)	275,539
Segment assets	951,506	611,007	24,661	1,587,175	7,619,416	9,206,592
Other items						
Depreciation	68,164	84,750	391	153,306	7,945	161,251
Increase in property, plant and equipment and intangible assets	50,656	7,234	2,935	60,826	9,867	70,693

Notes: 1. Adjustment includes followings:

- (1) The adjustment to segment profit or loss includes common expenses of (9,779) thousand yen at the manufacturing department and selling, general and administrative expenses that are not attributable to any of the reportable segments.
 - (2) The adjustment to segment assets is corporate assets that are not allocated to any of the reportable segments and mainly consist of cash and deposits and investment securities.
2. Segment profit or loss is adjusted to be consistent with operating profit shown on the non-consolidated statement of income.

FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)

(Thousands of yen)

	Reportable segment				Adjustment (Note 1)	Amounts shown on non-consolidated financial statements (Note 2)
	Collet Chucks	Cutting Tools	Automatic Lathe Cams	Total		
Net sales						
External sales	1,104,515	483,790	13,243	1,601,549	-	1,601,549
Inter-segment sales and transfers	-	-	-	-	-	-
Total	1,104,515	483,790	13,243	1,601,549	-	1,601,549
Segment profit or loss	421,405	57,423	(5,220)	473,608	(309,051)	164,557
Segment assets	926,674	636,519	20,833	1,584,027	7,362,632	8,946,659
Other items						
Depreciation	68,474	78,704	619	147,798	5,338	153,136
Impairment losses	-	-	1,635	1,635	-	1,635
Increase in property, plant and equipment and intangible assets	25,591	64,419	555	90,565	4,632	95,197

Notes: 1. Adjustment includes followings:

- (1) The adjustment to segment profit or loss includes selling, general and administrative expenses that are not attributable to any of the reportable segments.
 - (2) The adjustment to segment assets is corporate assets that are not allocated to any of the reportable segments and mainly consist of cash and deposits and investment securities.
2. Segment profit or loss is adjusted to be consistent with operating profit shown on the non-consolidated statement of income.

Related information

FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)

1. Information by product or service

This information is omitted because the same information is disclosed in the segment information.

2. Information by region

(1) Net sales

(Thousands of yen)		
Japan	Asia	Total
1,599,934	155,324	1,755,258

Note: Classification of net sales is based on the location of customers and categorized by country or region.

(2) Property, plant and equipment

Not applicable because there are no property, plant and equipment outside Japan.

3. Information by major client

No information is provided because no specific external customer accounts for 10% or more of net sales in the non-consolidated statement of income.

FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)

1. Information by product or service

This information is omitted because the same information is disclosed in the segment information.

2. Information by region

(1) Net sales

(Thousands of yen)		
Japan	Asia	Total
1,465,769	135,780	1,601,549

Note: Classification of net sales is based on the location of customers and categorized by country or region.

(2) Property, plant and equipment

Not applicable because there are no property, plant and equipment outside Japan.

3. Information by major client

No information is provided because no specific external customer accounts for 10% or more of net sales in the non-consolidated statement of income.

Information related to impairment losses on non-current assets for each reportable segment

This information is omitted because the same information is disclosed in the segment information.

Information related to goodwill amortization and the unamortized balance for each reportable segment

Not applicable.

Information related to gain on bargain purchase for each reportable segment

Not applicable.

Per-share Information

(Yen)

	FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)	FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)
Net assets per share	1,684.36	1,632.29
Net income per share	38.34	24.03

Notes: 1. Diluted net income per share is not presented because there are no potential shares with dilutive effects.

2. The basis for calculating net income per share is as follows.

(Thousands of yen, unless otherwise stated)

	FY6/23 (Jul. 1, 2022 – Jun. 30, 2023)	FY6/24 (Jul. 1, 2023 – Jun. 30, 2024)
Net income per share		
Profit	191,935	120,523
Amount not attributable to common shareholders	-	-
Profit attributable to common shares	191,935	120,523
Average number of common shares outstanding during the period (shares)	5,006,767	5,015,195

3. The basis for calculating net assets per share is as follows.

(Thousands of yen, unless otherwise stated)

	FY6/23 (As of Jun. 30, 2023)	FY6/24 (As of Jun. 30, 2024)
Total net assets	8,431,111	8,188,452
Deduction on total net assets	-	-
Net assets applicable to common shares at end of period	8,431,111	8,188,452
Number of common shares used in calculation of net assets per share at end of period (shares)	5,005,540	5,016,528

Material Subsequent Events

Not applicable.

This financial report is solely a translation of “Kessan Tanshin” (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.