

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

January 31, 2025

## Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: RIKEN TECHNOS CORPORATION  
 Listing: Tokyo Stock Exchange  
 Securities code: 4220  
 URL: <https://www.rikentechnos.co.jp>  
 Representative: Kazuaki Tokiwa, Representative Director, President & CEO  
 Inquiries: Ryoichi Takami, Accounting General Manager  
 Telephone: +81-3-5297-1650  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on financial results: None  
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

#### (1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2024	95,877	1.7	7,843	20.4	8,336	18.7	5,117	(8.1)
December 31, 2023	94,271	2.2	6,516	15.6	7,022	16.1	5,569	56.4

Note: Comprehensive income For the nine months ended December 31, 2024: ¥6,217 million [(36.7)%]  
 For the nine months ended December 31, 2023: ¥9,817 million [15.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	94.83	-
December 31, 2023	90.12	-

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	114,475	74,427	56.5
March 31, 2024	115,650	74,017	55.7

Reference: Equity  
 As of December 31, 2024: ¥64,713 million  
 As of March 31, 2024: ¥64,440 million

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	12.00	-	20.00	32.00
Fiscal year ending March 31, 2025	-	14.00	-		
Fiscal year ending March 31, 2025 (Forecast)				23.00	37.00

Note: Revisions to the forecast of cash dividends most recently announced: None

## 3. Consolidated financial forecasts for the fiscal year ending March 31, 2025(from April 1, 2024 to March 31, 2025)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	130,000	3.4	10,000	14.0	10,000	4.8	5,600	(18.6)	104.40

Note: Revisions to the consolidated financial forecast most recently announced: None

\* **Notes**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies (-)

Excluded: - companies (-)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements:  
Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(I) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of December 31, 2024	53,275,019 shares
As of March 31, 2024	55,775,107 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2024	670,764 shares
As of March 31, 2024	773,800 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	53,960,132 shares
Nine months ended December 31, 2023	61,796,423 shares

\* Review of the Japanese-language originals of quarterly financial results reports by certified public accountants or an audit firm: None

\* Proper use of earnings forecasts, and other special matters

The earnings forecasts and other forward-looking statements herein are based on information currently available to RIKEN TECHNOS CORPORATION (the "Company") and on certain assumptions deemed to be reasonable. Actual results, etc. may differ materially from the forecasts due to various factors.

## Table of Contents – Attachments

1. Qualitative Information on Quarterly Financial Results .....	2
(1) Explanation of Operating Results .....	2
(2) Explanation of Financial Position .....	3
(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information .....	3
2. Quarterly Consolidated Financial Statements and Principal Notes .....	4
(1) Consolidated Balance Sheets .....	4
(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income .....	6
Consolidated Statements of Income .....	6
Consolidated Statements of Comprehensive Income .....	7
(3) Notes to Quarterly Consolidated Financial Statements .....	8
(Notes on the going concern assumption) .....	8
(Notes in Case of Significant Changes in Shareholders' Equity) .....	8
(Special Accounting Applied for Preparing Quarterly Consolidated Financial Statements) .....	8
(Changes in Accounting Policies) .....	8
(Additional Information) .....	9
(Notes to Consolidated Balance Sheets) .....	10
(Shareholders' Equity and Others) .....	11
(Segment Information and Others) .....	12
(Notes to Consolidated Statements of Cash Flows) .....	13
(Revenue recognition) .....	13
(Per Share Information) .....	13
(Significant Subsequent Events) .....	13

# 1. Qualitative Information on Quarterly Financial Results

## (1) Explanation of Operating Results

During the nine months ended December 31, 2024, the Japanese economy was on a moderate recovery track with steady growth in consumer spending on cars, home appliances and other durables as well as a pickup in capital investment, on the back of better employment and income situations.

Economies abroad picked up on the whole thanks to the steady growth in consumer spending and capital investment in the U.S., despite ongoing uncertainties such as the continuing high interest rates in the U.S. and Europe, worries concerning the outlook for the Chinese economy and the situation in the Middle East, and how the U.S. policies will develop in the times ahead.

Under such circumstances, the Company and its group companies (the “Group”) have been making tangible efforts for the Medium-term Business Plan, “Challenge Now for Change New 2024” which is now in its final year, under the four strategies of “Intensify global management and generate synergies,” “Stay ahead of customers’ expectations,” “Take on the challenge toward new businesses and products,” and “Contribute to solving environmental and social issues.”

As a result, net sales were 95,877 million yen (up 1.7% from the same period in the previous fiscal year; hereinafter “year-on-year”), operating profit was 7,843 million yen (up 20.4% year-on-year), ordinary profit was 8,336 million yen (up 18.7% year-on-year), and profit attributable to owners of parent was 5,117 million yen (down 8.1% year-on-year).

Operating results by segment are as shown below.

The name, abbreviation, and main markets of each respective reportable segment are as follows:

Transportation (TR): automobile, railroad, and shipping markets, etc.

Daily Life & Healthcare (DH): healthcare, materials for daily life, and food wrapping film markets, etc.

Electronics (EL): energy, communications, and IT equipment markets, etc.

Building & Construction (BC): housing, buildings, construction materials, and civil engineering markets

(Note) The terms in parentheses are abbreviations for the reportable segments.

### <Transportation>

Domestic revenue increased due to the progress in transferring soaring raw material costs into sales prices of elastomer compounds in the automobile production market, despite the fall in automobile production.

Overseas revenue increased due to higher automobile production by Japanese manufacturers in North America and the progress in transferring soaring raw material costs into sales prices, despite a decline in sales owing to the fall in automobile production by Japanese manufacturers in the ASEAN market.

Segment profit increased due to expanded sales of elastomer compounds to new customers in Japan and revision of sales prices in Japan and overseas to fair and reasonable levels.

As a result, net sales amounted to 30,561 million yen (up 4.1% year-on-year) and segment profit was 3,596 million yen (up 42.4% year-on-year).

### <Daily Life & Healthcare>

Domestic revenue increased due to higher sales of small-roll wrap products and elastomer compounds for consumer goods, despite lower sales of PVC compounds for consumer goods.

Overseas revenue increased due to higher sales of PVC compounds for medical and consumer goods.

Segment profit increased due to the revision of sales prices of food wrapping film products and also of overseas sales prices of PVC compounds for medical and consumer goods to fair and reasonable levels.

As a result, net sales amounted to 27,813 million yen (up 6.8% year-on-year) and segment profit was 2,720 million yen (up 27.8% year-on-year).

#### <Electronics>

Domestic revenue decreased due to lower sales of functional films, despite higher sales of PVC compounds for electric power and industrial wires.

Overseas revenue increased due to higher sales of PVC compounds in the U.S., China and Thailand markets.

Revenue for the segment as a whole decreased as a consequence of the Company's absorption-type merger of RIKEN TECHNOS INTERNATIONAL CORPORATION, which had been its consolidated subsidiary until the first quarter of the previous fiscal year.

Segment profit decreased due to lower sales of functional films.

As a result, net sales amounted to 18,462 million yen (down 0.9% year-on-year) and segment profit was 745 million yen (down 21.7% year-on-year).

#### <Building & Construction>

Domestic revenue decreased due to the settling down of extraordinary demand for PVC compounds for resin sashes and the resulting decline in sales, as well as lower sales of films for building materials owing to the sluggishness in the building materials market.

Overseas revenue decreased due to lower sales of PVC compounds in the U.S. building materials market.

Segment profit decreased due to lower sales of PVC compounds and films for building materials in Japan.

As a result, net sales amounted to 18,997 million yen (down 5.9% year-on-year) and segment profit was 747 million yen (down 13.3% year-on-year).

## **(2) Explanation of Financial Position**

### (Assets)

Total assets as of December 31, 2024, were 114,475 million yen (a decrease of 1,174 million yen from the end of the previous fiscal year). This was attributable to the decreases in cash and deposits, trade receivables including accounts receivable – trade, and investment securities, despite increases in inventories of merchandise and finished goods and property, plant and equipment, among other factors.

### (Liabilities)

Total liabilities as of December 31, 2024, were 40,048 million yen (a decrease of 1,584 million yen from the end of the previous fiscal year). This was mainly attributable to the decreases in income taxes payable and provision for bonuses, among other factors.

### (Net Assets)

Net assets as of December 31, 2024, were 74,427 million yen (an increase of 410 million yen from the end of the previous fiscal year). This was attributable to the decrease in valuation difference on available-for-sale securities, despite the increases in retained earnings and foreign currency translation adjustment, among other factors.

## **(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information**

With regard to the consolidated financial results forecast, there has been no change to the full-year financial results forecast announced in the Consolidated Financial Results released on October 31, 2024.

## 2. Quarterly Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	21,879,258	19,748,757
Notes receivable - trade	868,089	789,866
Accounts receivable - trade	23,761,066	22,690,272
Electronically recorded monetary claims - operating	5,300,359	5,102,194
Merchandise and finished goods	10,138,020	11,208,265
Work in process	1,008,173	1,077,005
Raw materials and supplies	8,230,160	9,441,267
Other	718,438	1,460,435
Allowance for doubtful accounts	(82,722)	(86,170)
Total current assets	71,820,844	71,431,894
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,083,903	10,790,528
Machinery, equipment and vehicles, net	8,525,426	8,144,337
Land	6,460,388	6,516,696
Leased assets, net	55,690	89,948
Construction in progress	1,585,065	2,565,100
Other, net	764,655	825,955
Total property, plant and equipment	28,475,130	28,932,565
Intangible assets		
Goodwill	4,365	3,273
Leased assets	6,642	4,018
Other	2,236,103	2,534,261
Total intangible assets	2,247,110	2,541,553
Investments and other assets		
Investment securities	10,509,751	9,043,060
Long-term loans receivable	1,483	1,254
Retirement benefit asset	1,270,649	1,347,985
Deferred tax assets	468,292	478,693
Other	859,896	704,606
Allowance for doubtful accounts	(2,399)	(5,699)
Total investments and other assets	13,107,672	11,569,899
Total non-current assets	43,829,913	43,044,018
Total assets	115,650,757	114,475,912

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	21,666,723	21,405,072
Electronically recorded obligations - operating	155,619	341,506
Short-term borrowings	7,749,221	8,125,637
Current portion of long-term borrowings	577,563	415,226
Lease liabilities	23,633	39,003
Income taxes payable	1,799,290	369,119
Provision for bonuses	1,083,302	546,250
Provision for bonuses for directors (and other officers)	116,592	85,625
Other	2,260,686	2,521,631
Total current liabilities	35,432,634	33,849,073
Non-current liabilities		
Long-term borrowings	1,768,768	2,098,326
Lease liabilities	32,936	53,772
Deferred tax liabilities	2,765,927	2,438,011
Provision for share awards for directors (and other officers)	246,935	263,302
Retirement benefit liability	948,199	920,300
Asset retirement obligations	340,682	344,447
Other	97,346	81,246
Total non-current liabilities	6,200,796	6,199,409
Total liabilities	41,633,430	40,048,482
<b>Net assets</b>		
Shareholders' equity		
Share capital	8,514,018	8,514,018
Capital surplus	6,597,580	6,597,580
Retained earnings	39,535,079	40,342,059
Treasury shares	(364,877)	(314,097)
Total shareholders' equity	54,281,800	55,139,561
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,526,875	5,536,897
Foreign currency translation adjustment	3,223,620	3,647,979
Remeasurements of defined benefit plans	407,855	388,998
Total accumulated other comprehensive income	10,158,350	9,573,875
Non-controlling interests	9,577,176	9,713,993
Total net assets	74,017,327	74,427,430
Total liabilities and net assets	115,650,757	114,475,912



**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income**  
**Consolidated Statements of Income**

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	94,271,596	95,877,691
Cost of sales	77,978,690	77,622,017
Gross profit	16,292,906	18,255,674
Selling, general and administrative expenses	9,776,353	10,412,470
Operating profit	6,516,552	7,843,203
Non-operating income		
Interest income	46,942	64,671
Dividend income	300,929	225,094
Foreign exchange gains	203,172	384,495
Other	205,131	90,993
Total non-operating income	756,176	765,255
Non-operating expenses		
Interest expenses	195,338	216,639
Other	54,808	54,786
Total non-operating expenses	250,147	271,639
Ordinary profit	7,022,581	8,336,819
Extraordinary income		
Gain on sale of non-current assets	3,181	2,403
Gain on sale of investment securities	1,881,569	121,955
Total extraordinary income	1,884,751	124,358
Extraordinary losses		
Loss on sale of non-current assets	52	961
Loss on retirement of non-current assets	20,949	151,350
Total extraordinary losses	21,001	152,311
Profit before income taxes	8,886,331	8,308,866
Income taxes	2,243,136	1,815,575
Profit	6,643,195	6,493,291
Profit attributable to non-controlling interests	1,074,003	1,376,025
Profit attributable to owners of parent	5,569,191	5,117,265

## Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	6,643,195	6,493,291
Other comprehensive income		
Valuation difference on available-for-sale securities	654,827	(990,207)
Foreign currency translation adjustment	2,509,724	733,120
Remeasurements of defined benefit plans, net of tax	9,828	(18,856)
Total other comprehensive income	3,174,381	(275,944)
Comprehensive income	9,817,576	6,217,347
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,847,836	4,532,790
Comprehensive income attributable to non-controlling interests	1,969,740	1,684,556

### **(3) Notes to Quarterly Consolidated Financial Statements**

(Notes on the going concern assumption)

Not applicable.

(Notes in Case of Significant Changes in Shareholders' Equity)

The Company cancelled 2,500 thousand shares of its treasury stock, effective December 6, 2024, based on the resolution of the Board of Directors Meeting held on November 25, 2024. As a consequence of this cancellation, retained earnings and treasury shares each decreased by 2,428,066 thousand yen during the nine months ended December 31, 2024.

(Special Accounting Applied for Preparing Quarterly Consolidated Financial Statements)

The Company computes the taxes first by reasonably estimating the effective tax rate after applying tax effect accounting against profit before income taxes for the fiscal year including the period under review, and next by multiplying profit before income taxes by such estimated effective tax rate.

However, in cases where the calculation of taxes using such estimated effective tax rate yields a result that is not reasonable to a significant extent, the effective statutory tax rate is used.

(Changes in Accounting Policies)

(Application of Accounting Standard for Current Income Taxes)

The Company has applied the Accounting Standard for Current Income Taxes (ASBJ Statement No. 27, October 28, 2022; hereinafter referred to as the "2022 Revised Accounting Standard") and other standards from the beginning of the period under review.

Regarding the revisions to the categories in which to record income taxes (taxation on other comprehensive income), the Company follows the transitional treatment stipulated in the proviso to Paragraph 20-3 of the 2022 Revised Accounting Standard and the transitional treatment stipulated in the proviso to Paragraph 65-2 (2) of the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022; hereinafter referred to as the "2022 Revised Guidance"). This change in accounting policies has no impact on the quarterly consolidated financial statements.

In addition, with regard to revisions related to the treatment in consolidated financial statements of gains or losses arising from the sale of subsidiary shares, etc. between consolidated companies when they are deferred for tax purposes, the Company has applied the 2022 Revised Guidance from the beginning of the period under review. This change in accounting policies applies retroactively, and it has applied retroactively to the quarterly consolidated financial statements for the previous corresponding period and the consolidated financial statements for the previous fiscal year. It has no impact on the quarterly consolidated financial statements for the previous corresponding period and the consolidated financial statements for the previous fiscal year.

(Additional Information)

(Transactions of delivering the Company's own stock to employees etc. through trusts)

(1) Board Benefit Trust (BBT)

In accordance with the resolution at the 87th Ordinary General Meeting of Shareholders held on June 24, 2016, the Company introduced a new stock-based compensation plan "Board Benefit Trust (BBT)" on September 14, 2016, for the purpose of raising awareness of Directors who execute business (excluding Directors who are Audit & Supervisory Committee Members) and Executive Officers toward their contributions to improving the mid- to long-term corporate performance and increasing the corporate value as well as making Directors who do not execute business (excluding Directors who are Audit & Supervisory Committee Members) and Directors who are Audit & Supervisory Committee Members contribute to increasing the mid- to long-term corporate value through supervision or audit.

i) Overview of transactions

Based on the officers' stock benefit plan which was established in advance, the Company and its group companies (the "Group") grant points to Directors, etc. (Directors and Executive Officers). At the time of their retirement, the Group provides shares in the Company to the Directors, etc. who satisfy requirements for beneficiaries in proportion to the points which the Group has granted to them. With regard to the shares which will be provided to Directors etc. in the future, a trust bank acquires the Company's treasury shares through third-party allotment by using the money contributed by the Company. Such shares are managed as trust assets separately.

ii) Shares in the Company remaining at the trust

The shares in the Company remaining at the trust are recorded as the treasury shares in net assets with the book value (excluding associated costs) at the trust. The book value and number of these treasury shares as of the end of the previous fiscal year were 270,072 thousand yen and 587 thousand shares, respectively, while those as of the end of the period under review were 254,361 thousand yen and 553 thousand shares, respectively.

iii) Book value of borrowings recorded due to the application of the gross method

Not applicable.

(2) Stock Benefit Trust (Employee Stockholding Association Purchase-type)

For the purpose of promoting welfare benefits for employees and giving incentives pertaining to the improvement of corporate value of the Company, the Company introduced "Stock Benefit Trust (Employee Stockholding Association Purchase-type)" (hereinafter referred to as the "Plan"), pursuant to the resolution at the Board of Directors meeting held on February 22, 2021.

i) Overview of transactions

The Plan is an incentive plan under which the benefits of a rise in the Company's stock price are passed along to all the employees who are members of the "RIKEN TECHNOS Employee Stockholding Association" (hereinafter referred to as the "Stockholding Association").

A trust bank as the trustee of the Plan acquires shares in the Company that are expected to be acquired by the Stockholding Association over the five years after the establishment of the trust, in advance, and sells those shares in the Company to the Stockholding Association as needed when it acquires the shares. If the amount equivalent to gain on sales of shares by the trust bank was accumulated in trust assets by the termination of this trust through the sale of shares to the Stockholding Association, the accumulated amount is distributed as residual assets to the members of the Company's employee Stockholding Association who satisfy eligibility requirements for beneficiaries. The Company has guaranteed loans that the trust bank received to acquire shares in the Company. Therefore, if there is remaining loan amount that is equivalent to loss on sales of shares in the Company due to a decline in the Company's stock price at the time of termination of the trust, the Company is required to pay the remaining loan amount under the guarantee agreement.

ii) Shares in the Company remaining at the trust

The shares in the Company remaining at the trust are recorded as the treasury shares in net assets with the book value (excluding associated costs) at the trust. The book value and number of these treasury shares as of the end of the previous fiscal year were 94,804 thousand yen and 185 thousand shares, respectively, while those as of the end of the period under review were 59,667 thousand yen and 117 thousand shares, respectively.

iii) Book value of borrowings recorded due to the application of the gross method

27,436 thousand yen as of the end of the period under review

(Notes to Consolidated Balance Sheets)

\*1. Overdraft agreements and unused overdraft facility balance

To flexibly secure working capital, the Company and its domestic consolidated subsidiaries have entered into overdraft agreements with banks with which they do business.

The unused balance of these prescribed limit agreements at the end of the period under review is as follows:

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Total overdraft facility limit	9,130,000	8,980,000
Outstanding borrowings within the limit	3,765,000	3,815,000
Unused balance	5,365,000	5,165,000

\*2. Notes maturing on the balance sheet date

When the quarterly balance sheet date falls on a holiday of financial institutions, the notes maturing on the quarterly balance sheet date will be accounted for as if they were settled on the maturity date.

The amount of notes matured on December 31, 2024 is as follows:

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Notes receivable - trade	118,715	79,135
Electronically recorded monetary claims - operating	574,997	427,909
Notes payable - trade	25,478	—
Electronically recorded obligations - operating	2,938	2,643

(Shareholders' Equity and Others)

I. Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

1. Dividends paid

(Resolution)	Type of shares	Total dividends (Thousands of yen)	Dividends per share (Yen)	Cut-off date	Effective date	Source of dividends
Ordinary General Meeting of Shareholders held on June 16, 2023	Common stock	1,025,815	16	March 31, 2023	June 19, 2023	Retained earnings

(Note) Total dividends include 13,668 thousand yen of dividends to the Company's own shares held in Trust Account E.

(Resolution)	Type of shares	Total dividends (Thousands of yen)	Dividends per share (Yen)	Cut-off date	Effective date	Source of dividends
Board of Directors meeting held on October 30, 2023	Common stock	769,357	12	September 30, 2023	November 29, 2023	Retained earnings

(Note) Total dividends include 9,702 thousand yen of dividends to the Company's own shares held in Trust Account E.

II. Nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

1. Dividends paid

(Resolution)	Type of shares	Total dividends (Thousands of yen)	Dividends per share (Yen)	Cut-off date	Effective date	Source of dividends
Ordinary General Meeting of Shareholders held on June 21, 2024	Common stock	1,115,502	20	March 31, 2024	June 24, 2024	Retained earnings

(Note) Total dividends include 15,476 thousand yen of dividends to the Company's own shares held in Trust Account E.

(Resolution)	Type of shares	Total dividends (Thousands of yen)	Dividends per share (Yen)	Cut-off date	Effective date	Source of dividends
Board of Directors meeting held on October 31, 2024	Common stock	754,996	14	September 30, 2024	November 29, 2024	Retained earnings

(Note) Total dividends include 9,773 thousand yen of dividends to the Company's own shares held in Trust Account E.

(Segment Information and Others)

[Segment information]

I. Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

1. Information about net sales and profit or loss by reportable segment, and revenue breakdown

(Thousands of yen)

	Reportable segment					Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded on the consolidated statements of income (Note 3)
	TR	DH	EL	BC	Total				
Net sales									
Revenue generated from contracts with customers	29,368,862	26,050,917	18,628,340	20,193,151	94,241,272	30,324	94,271,596	—	94,271,596
Sales to external customers	29,368,862	26,050,917	18,628,340	20,193,151	94,241,272	30,324	94,271,596	—	94,271,596
Intersegment sales or transfers	—	—	—	—	—	846,150	846,150	(846,150)	—
Total	29,368,862	26,050,917	18,628,340	20,193,151	94,241,272	876,475	95,117,747	(846,150)	94,271,596
Segment profit	2,525,827	2,128,234	952,036	862,871	6,468,970	53,687	6,522,658	(6,105)	6,516,552

- (Notes) 1. The “Other” category is the business segment that is not included in the reportable segments, and represents the purchase and sales of raw materials, etc.  
2. The adjustment to segment profit represents negative 6,105 thousand yen in inter-segment eliminations.  
3. Segment profit is adjusted to operating profit in the consolidated statements of income.

2. Information about impairment loss on non-current assets or goodwill and others by reportable segment

Not applicable.

II. Nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

1. Information about net sales and profit or loss by reportable segment, and revenue breakdown

(Thousands of yen)

	Reportable segment					Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded on the consolidated statements of income (Note 3)
	TR	DH	EL	BC	Total				
Net sales									
Revenue generated from contracts with customers	30,561,828	27,813,481	18,462,250	18,997,577	95,835,137	42,553	95,877,691	—	95,877,691
Sales to external customers	30,561,828	27,813,481	18,462,250	18,997,577	95,835,137	42,553	95,877,691	—	95,877,691
Intersegment sales or transfers	—	—	—	—	—	449,083	449,083	(449,083)	—
Total	30,561,828	27,813,481	18,462,250	18,997,577	95,835,137	491,637	96,326,775	(449,083)	95,877,691
Segment profit	3,596,410	2,720,274	745,805	747,880	7,810,370	1,673	7,812,044	31,159	7,843,203

- (Notes) 1. The “Other” category is the business segment that is not included in the reportable segments, and represents the purchase and sales of raw materials, etc.  
2. The adjustment to segment profit represents 31,159 thousand yen in inter-segment eliminations.  
3. Segment profit is adjusted to operating profit in the consolidated statements of income.

2. Information about impairment loss on non-current assets or goodwill and others by reportable segment

Not applicable.

(Notes to Consolidated Statements of Cash Flows)

The consolidated statements of cash flows for the period under review were not prepared.

Depreciation (including amortization of intangible assets except for goodwill) and amortization of goodwill for the period under review are as follows:

	(Thousands of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Depreciation	2,801,932	2,983,199
Amortization of goodwill	1,091	1,091

(Revenue recognition)

Information on the breakdown of revenue generated from contracts with customers is as stated in “Segment Information and Others.”

(Per Share Information)

Basic earnings per share and the basis for calculation thereof are as follows:

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Basic earnings per share (Yen)	90.12	94.83
(Basis for calculation)		
Profit attributable to owners of parent (Thousands of yen)	5,569,191	5,117,265
Amount not attributable to common shareholders (Thousands of yen)	-	-
Profit attributable to owners of parent regarding common stock (Thousands of yen)	5,569,191	5,117,265
Average number of shares of common stock outstanding during the period (Thousands of shares)	61,796	53,960

(Notes) 1. Shares in the Company remaining at the trust that were recorded as treasury shares under shareholders' equity have been included in the treasury shares that should be deducted in calculating the average number of shares outstanding during the period for the purpose of calculating basic earnings per share.

The average number of treasury shares during the period that were deducted for the purpose of calculating basic earnings per share was 2,317 thousand shares for the nine months ended December 31, 2023 and 1,564 thousand shares for the nine months ended December 31, 2024.

2. Diluted earnings per share are not presented because there are no potential shares.

(Significant Subsequent Events)

Not applicable.