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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 [Under Japanese GAAP]

February 7, 2025

Company name: SINKO INDUSTRIES LTD.  
 Listing: Tokyo Stock Exchange  
 Securities code: 6458  
 URL: <https://www.sinko.co.jp/>  
 Representative: Satoshi Suenaga Chief Executive Officer  
 Inquiries: Tokuji Aota Executive Vice President, Chief Financial Officer  
 Telephone: +81-3-5640-4159  
 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	39,108	7.8	6,824	27.5	7,403	28.0	5,527	31.5
December 31, 2023	36,286	18.8	5,353	63.8	5,783	53.6	4,201	66.5

  

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
December 31, 2024	75.63	—
December 31, 2023	56.37	—

#### (2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2024	85,575	64,008	71.2	848.34
March 31, 2024	88,038	63,907	69.4	823.10

### 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	—	35.00	—	70.00	105.00
Fiscal year ending March 31, 2025	—	54.00	—		
Fiscal year ending March 31, 2025 (Forecast)				32.00	—

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

(Percentages indicate year-on-year changes.)

	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
Full year	55,000	5.9	9,500	10.1	10,000	9.6	7,350	11.7	100.51

\* Notes:

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

As of December 31, 2024: 77,373,705 shares

As of March 31, 2024: 81,636,789 shares

2) Number of treasury shares at the end of the period:

As of December 31, 2024: 5,523,257 shares

As of March 31, 2024: 7,417,461 shares

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

Nine months ended December 31, 2024: 73,083,204 shares

Nine months ended December 31, 2023: 74,545,887 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	17,735	15,191
Notes and accounts receivable - trade, and contract assets	18,593	16,381
Electronically recorded monetary claims - operating	7,416	7,986
Securities	4,999	2,999
Merchandise and finished goods	823	1,503
Work in process	844	1,453
Raw materials	2,033	2,046
Other	407	819
Allowance for doubtful accounts	(1,160)	(1,184)
Total current assets	51,693	47,197
Non-current assets		
Property, plant and equipment		
Land	9,059	9,059
Other, net	10,017	11,149
Total property, plant and equipment	19,076	20,208
Intangible assets	1,097	1,068
Investments and other assets		
Investment securities	14,687	15,542
Other	1,504	1,580
Allowance for doubtful accounts	(22)	(22)
Total investments and other assets	16,170	17,101
Total non-current assets	36,344	38,378
Total assets	88,038	85,575

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	5,369	5,498
Electronically recorded obligations - operating	5,744	3,413
Short-term borrowings	600	900
Current portion of long-term borrowings	395	338
Income taxes payable	1,865	1,031
Provision for bonuses	749	691
Provision for shareholder benefit program	17	-
Other	3,712	3,622
<b>Total current liabilities</b>	<b>18,455</b>	<b>15,495</b>
Non-current liabilities		
Long-term borrowings	1,599	1,352
Provision for retirement benefits for directors (and other officers)	19	8
Provision for share awards	236	264
Retirement benefit liability	859	861
Other	2,960	3,585
<b>Total non-current liabilities</b>	<b>5,675</b>	<b>6,071</b>
<b>Total liabilities</b>	<b>24,130</b>	<b>21,566</b>
Net assets		
Shareholders' equity		
Share capital	5,822	5,822
Capital surplus	6,096	3,215
Retained earnings	46,959	49,415
Treasury shares	(3,793)	(4,159)
<b>Total shareholders' equity</b>	<b>55,085</b>	<b>54,293</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,928	6,495
Revaluation reserve for land	(725)	(725)
Foreign currency translation adjustment	801	890
<b>Total accumulated other comprehensive income</b>	<b>6,004</b>	<b>6,659</b>
Non-controlling interests	2,817	3,055
<b>Total net assets</b>	<b>63,907</b>	<b>64,008</b>
<b>Total liabilities and net assets</b>	<b>88,038</b>	<b>85,575</b>

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Net sales	36,286	39,108
Cost of sales	23,344	24,071
Gross profit	12,942	15,037
Selling, general and administrative expenses	7,588	8,212
Operating profit	5,353	6,824
Non-operating income		
Interest income	12	11
Dividend income	249	344
Share of profit of entities accounted for using equity method	31	130
Miscellaneous income	209	215
Total non-operating income	503	702
Non-operating expenses		
Interest expenses	16	20
Commission for purchase of treasury shares	2	49
Rental expenses	21	33
Miscellaneous expenses	32	19
Total non-operating expenses	73	123
Ordinary profit	5,783	7,403
Extraordinary income		
Gain on sale of non-current assets	-	368
Gain on sale of investment securities	440	531
Total extraordinary income	440	900
Extraordinary losses		
Loss on retirement of non-current assets	-	99
Total extraordinary losses	-	99
Profit before income taxes	6,224	8,203
Income taxes - current	1,814	2,176
Income taxes - deferred	120	312
Total income taxes	1,934	2,489
Profit	4,290	5,713
Profit attributable to non-controlling interests	88	186
Profit attributable to owners of parent	4,201	5,527

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Profit	4,290	5,713
Other comprehensive income		
Valuation difference on available-for-sale securities	653	567
Foreign currency translation adjustment	351	138
Share of other comprehensive income of entities accounted for using equity method	88	19
Total other comprehensive income	1,093	725
Comprehensive income	5,383	6,439
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,119	6,182
Comprehensive income attributable to non-controlling interests	263	256