

Financial Results for Six Months Ended September 30, 2024 [Based on Japanese Accounting Standards] (Consolidated)

Listed Company: PIOLAX Inc.

Code No.: 5988 (URL <https://www.piolax.co.jp>)

Representative: President Satoshi Yamada

Contact person in charge: General Manager, Management & Planning Department Toshihiro Fukuda (Tel. 045-577-3880)

Estimated submission date of semiannual report: November 8, 2024

Date scheduled to start dividend payment: December 2, 2024

Preparation of supplementary materials for financial results: Yes

Information meeting for financial results to be held: Yes (for corporate investors and investment analysts)

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for Six Months (April 1, 2024 to September 30, 2024)

(1) Consolidated business results (Total sum)

(Percentage changes from the same period the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of PIOLAX Inc.	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY3/25 1st half	31,946	3.2	1,271	-32.4	1,807	-23.2	1,225	-38.1
FY3/24 1st half	30,966	11.8	1,881	13.9	2,354	14.1	1,980	37.6

Note: Comprehensive income FY3/25 1st half 5,653 million yen (-6.8%), FY 3/24 1st half 6,064 million yen (-18.3%)

	Net income per share		Net income per share-diluted	
	Yen		Yen	
FY3/25 1st half	36.00		-	
FY3/24 1st half	58.18		-	

(2) Consolidate financial position

	Total assets		Net assets		Equity capital ratio	
	Millions of yen		Millions of yen		%	
FY3/25 1st half	124,099		111,655		88.5	
FY3/24	121,416		107,944		87.5	

(Reference) Equity capital: FY3/25 1st half 109,868 million yen, FY 3/24 106,297 million yen

2. Cash dividends

	Annual dividends				
	End of first quarter	End of second quarter	End of third quarter	Term end	Full year
	Yen				
FY3/24	-	69.00	-	59.00	128.00
FY3/25	-	39.00	-	-	-
FY3/25 (Forecast)	-	-	-	53.00	92.00

Note: 1. Changes in the latest forecasts released: None

2. The end of second quarter dividend for the fiscal year ending March 31, 2024 includes a 90th anniversary commemorative dividend of 10.00 yen.

3. Forecast consolidated performance for the year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(Percentage changes from the same period of the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of PIOLAX Inc.		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Annual	63,500	-1.6	2,400	-49.5	3,400	-39.8	2,200	-45.2	64.59

Note: Changes in the latest forecasts released: Yes

2. [Semiannual consolidated financial statements]

(1) Semiannual consolidated balance sheet

(Millions of Yen)

	Prior fiscal year (March 31, 2024)	Current first half year (September 30, 2024)
Assets		
Current assets		
Cash and cash equivalents	35,652	37,386
Notes and accounts receivable-trade	13,442	13,521
Electronically recorded monetary claims-operating	2,213	1,906
Marketable securities	1,620	1,215
Goods and Finished products	5,980	6,330
Material in progress	2,238	2,255
Raw materials and inventory goods	3,148	3,178
Income taxes receivable	34	205
Other	2,769	2,530
Allowance for bad loans	-38	-38
Total current assets	67,062	68,492
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	12,144	12,360
Machinery equipment and vehicles (net)	7,868	8,322
Tools, furniture and fixture (net)	2,514	2,590
Land	5,885	5,937
Lease asset (net)	448	424
Construction in progress	1,304	1,764
Total tangible fixed assets	30,165	31,400
Intangible fixed assets		
Other	1,565	1,532
Total intangible fixed assets	1,565	1,532
Investments and other assets		
Investment account securities	21,311	21,347
Other	1,315	1,330
Allowance for bad loans	-4	-4
Total investments and other assets	22,623	22,673
Total fixed assets	54,353	55,606
Total assets	121,416	124,099

(Millions of Yen)

	Prior fiscal year (March 31, 2024)	Current first half year (September 30, 2024)
Liabilities		
Current liabilities		
Accounts payable-trade	3,151	2,853
Accrued income taxes	689	355
Allowance reserve	938	956
Asset removal liabilities	12	-
Other	4,650	5,265
Total current liabilities	9,442	9,432
Long-term liabilities		
Provision for share-based remuneration for directors	159	112
Provision for share-based remuneration	17	33
Net defined benefit liability	323	390
Asset removal liabilities	100	101
Other	3,428	2,374
Total long-term liabilities	4,029	3,011
Total liabilities	13,472	12,443
Total equity		
Equity		
Common stock	2,960	2,960
Capital surplus	2,634	2,572
Retained earnings	94,068	91,823
Treasury stock	-4,732	-3,141
Total shareholders' equity	94,932	94,215
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	1,791	1,377
Deferred gains or losses on hedges	-0	0
Foreign currency translation adjustments	9,469	14,165
Remeasurements of defined benefit plans	104	109
Total accumulated other comprehensive income	11,365	15,652
Non-controlling interests	1,646	1,787
Total equity	107,944	111,655
Total liabilities and equity	121,416	124,099

(2) Semiannual Consolidated Statement of Income
[FY2025 first half year]

(Millions of Yen)

	Prior first half year (April 1, 2023 to September 30, 2023)	Current first half year (April 1, 2024 to September 30, 2024)
Net sales	30,966	31,946
Cost of sales	23,510	24,636
Gross profit	7,455	7,310
Selling, general and administrative expenses	5,574	6,038
Operating income	1,881	1,271
Non-operating income		
Interest income	245	335
Dividend income	37	47
Equity method investment gain	335	175
Other	204	203
Total non-operating income	822	762
Non-operating expenses		
Interest expense	5	4
Loss on disposal of property and equipment	12	2
Loss on valuation of derivatives	1	-
Cost of lease revenue	2	3
Foreign exchange loss	192	100
Building demolition expense	115	72
Other	19	44
Total non-operating expenses	349	226
Ordinary income	2,354	1,807
Net income before taxes and other adjustments	2,354	1,807
Corporate taxes	347	557
Net income before non-controlling interests	2,006	1,249
Net income attributable to non-controlling interests	25	24
Net income attributable to owners of PIOLAX Inc.	1,980	1,225