

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 13, 2025

Company name: Innovation Holdings CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 3484 URL <https://www.ihd.co.jp>
 Representative: President Yasuo Hara
 Inquiries: Senior Managing Director Yohei Shimura TEL 03-6274-8733
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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	12,462	18.4	1,057	46.8	1,084	42.5	724	39.5
Nine months ended December 31, 2023	10,521	6.6	720	(29.6)	761	(28.6)	519	(28.9)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	43.18	–
Nine months ended December 31, 2023	30.87	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	14,561	3,711	25.4
As of March 31, 2024	13,697	3,324	24.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	0.00	–	20.00	20.00
Year ending March 31, 2025	–	0.00	–		
Year ending March 31, 2025 (Forecast)				21.00	21.00

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	16,657	16.8	1,228	26.1	1,250	23.6	832	24.9	49.42

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2024	17,674,400 shares	As of March 31, 2024	17,674,400 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	900,608 shares	As of March 31, 2024	900,608 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	16,773,792 shares	Nine months ended December 31, 2023	16,821,076 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	3,331,233	3,561,722
Real estate for sale	823,765	1,026,165
Prepaid expenses	1,195,477	1,278,363
Other	129,281	182,391
Total current assets	5,479,757	6,048,642
Non-current assets		
Property, plant and equipment	676,760	643,763
Intangible assets	31,165	33,589
Investments and other assets		
Guarantee deposits	6,841,860	7,158,349
Other	667,767	677,523
Total investments and other assets	7,509,628	7,835,872
Total non-current assets	8,217,554	8,513,224
Total assets	13,697,311	14,561,867
Liabilities		
Current liabilities		
Income taxes payable	162,074	180,696
Provision for bonuses	39,453	58,169
Unearned revenue	1,515,682	1,615,444
Other	674,587	682,333
Total current liabilities	2,391,797	2,536,643
Non-current liabilities		
Retirement benefit liability	37,000	44,000
Guarantee deposits received	7,506,961	7,754,521
Other	437,509	515,079
Total non-current liabilities	7,981,471	8,313,601
Total liabilities	10,373,269	10,850,244
Net assets		
Shareholders' equity		
Share capital	308,394	308,394
Capital surplus	539,930	539,930
Retained earnings	3,547,222	3,936,096
Treasury shares	(1,078,830)	(1,078,830)
Total shareholders' equity	3,316,717	3,705,590
Share acquisition rights	2,358	2,358
Non-controlling interests	4,967	3,674
Total net assets	3,324,042	3,711,622
Total liabilities and net assets	13,697,311	14,561,867

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	10,521,694	12,462,427
Cost of sales	8,663,792	10,090,821
Gross profit	1,857,901	2,371,605
Selling, general and administrative expenses	1,137,406	1,314,132
Operating profit	720,495	1,057,473
Non-operating income		
Penalty income	22,599	32,981
Compensation income	49,144	5,799
Other	6,825	2,910
Total non-operating income	78,570	41,691
Non-operating expenses		
Compensation expenses	23,041	7,269
Non-deductible consumption tax	8,144	7,193
Other	6,668	—
Total non-operating expenses	37,853	14,463
Ordinary profit	761,212	1,084,700
Profit before income taxes	761,212	1,084,700
Income taxes	241,940	361,645
Profit	519,272	723,055
Loss attributable to non-controlling interests	—	(1,293)
Profit attributable to owners of parent	519,272	724,349

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	519,272	723,055
Comprehensive income	519,272	723,055
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	519,272	724,349
Comprehensive income attributable to non-controlling interests	—	(1,293)