

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.

Consolidated Financial Results for the Three Months Ended December 31, 2024 [Japanese GAAP]

February 12, 2025

Company name: PCI Holdings,INC.

Listing: Tokyo

Securities code: 3918

URL: <https://www.pci-h.co.jp/>

Representative: Kunio Yokoyama

Inquiries: Naohiro Iguchi

Telephone: +81-3-6858-0530

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

President

Director and General Manager of Corporate Planning
Headquarters

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

1. Consolidated Financial Results for the Three Months Ended December 31, 2024 (October 1, 2024 to December 31, 2024)

(1) Consolidated Operating Results

(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	%
Three months ended December 31, 2024	6,236	2.7	313	75.0	348	67.0	258	123.1
December 31, 2023	6,071	(8.6)	179	(33.1)	208	(25.2)	115	(22.6)

(Note) Comprehensive income: Three months ended December 31, 2024: ¥ 247 million [14.0%]
Three months ended December 31, 2023: ¥ 217 million [20.2%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended December 31, 2024	26.10	-
December 31, 2023	11.58	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	15,478	9,205	56.5	882.60
September 30, 2024	15,503	9,251	56.6	885.60

(Reference) Equity: As of December 31, 2024: ¥ 8,741 million
As of September 30, 2024: ¥ 8,771 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended September 30, 2024	-	17.00	-	28.00	45.00
Fiscal year ending September 30, 2025	-				
Fiscal year ending September 30, 2025 (Forecast)		-	-	18.00	18.00

(Note) Revision of dividend forecast from the most recently announced forecast: None

(Note) The Company changed its fiscal year end from September 30 to March 31 effective from the current fiscal year, following the approval of “Partial Amendments to the Articles of Incorporation” at the 20th Ordinary General Meeting of Shareholders held on December 20, 2024. The dividend forecast for the fiscal year ending March 31, 2025 is based on this six-month accounting period.

(Note) Breakdown of year-end dividends for the fiscal year ending September 30, 2024

Ordinary dividend	18 yen
Commemorative dividend	10 yen (for the 20th anniversary of the company's founding)

3. Consolidated Financial Results Forecast for the Fiscal Year Ending September 30, 2025(October 1, 2024 to September 30, 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	12,700	0.7	590	1.1	590	(2.8)	365	10.5	36.85

(Note) Revision of earnings forecast from the most recently announced forecast: None

(Note) The Company changed its fiscal year end from September 30 to March 31 effective from the current fiscal year, following the approval of “Partial Amendments to the Articles of Incorporation” at the 20th Ordinary General Meeting of Shareholders held on December 20, 2024. As a result, the fiscal year ending March 31, 2025 will be a six-month period. Therefore, the percentage change from the previous fiscal year is compared with the first half of the fiscal year ending September 30, 2024.

* Notes:

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

Newly included:	-	(Company name:)
Excluded:	-	(Company name:)

(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: Yes
- 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):

December 31, 2024:	10,122,400 shares
September 30, 2024:	10,122,400 shares

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

December 31, 2024:	218,320 shares
September 30, 2024:	218,320 shares

3) Average number of shares outstanding during the period:

Three months ended December 31, 2024:	9,904,080 shares
Three months ended December 31, 2023:	10,011,660 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of September 30, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	3,966,467	3,817,346
Notes and accounts receivable - trade, and contract assets	4,238,070	4,134,037
Electronically recorded monetary claims - operating	1,412,808	1,555,458
Inventories	1,179,326	1,468,339
Other	870,755	816,578
Total current assets	11,667,429	11,791,760
Non-current assets		
Property, plant and equipment	853,126	828,200
Intangible assets		
Goodwill	1,598,394	1,553,051
Other	91,544	91,917
Total intangible assets	1,689,939	1,644,968
Investments and other assets	1,291,669	1,212,845
Total non-current assets	3,834,736	3,686,013
Deferred assets	904	800
Total assets	15,503,070	15,478,574
Liabilities		
Current liabilities		
Accounts payable - trade	1,681,289	1,984,283
Electronically recorded obligations - operating	507,322	615,949
Current portion of bonds payable	30,000	30,000
Current portion of long-term borrowings	359,392	262,558
Accounts payable - other	407,702	504,459
Income taxes payable	259,523	10,234
Provision for bonuses	410,065	59,581
Provision for bonuses for directors (and other officers)	4,650	5,094
Provision for loss on orders received	859	-
Other	1,434,967	1,759,146
Total current liabilities	5,095,772	5,231,307
Non-current liabilities		
Bonds payable	45,000	30,000
Long-term borrowings	321,500	303,650
Provision for retirement benefits for directors (and other officers)	37,000	37,000
Retirement benefit liability	157,677	142,800
Asset retirement obligations	495,235	495,980
Other	99,799	32,070
Total non-current liabilities	1,156,212	1,041,501
Total liabilities	6,251,984	6,272,809

(Thousands of yen)

	As of September 30, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	2,091,897	2,091,897
Capital surplus	3,516,644	3,516,644
Retained earnings	3,468,503	3,449,705
Treasury shares	(257,544)	(257,544)
Total shareholders' equity	8,819,502	8,800,704
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,290	8,359
Remeasurements of defined benefit plans	(56,727)	(67,695)
Total accumulated other comprehensive income	(48,437)	(59,336)
Share acquisition rights	41,939	41,375
Non-controlling interests	438,080	423,021
Total net assets	9,251,085	9,205,765
Total liabilities and net assets	15,503,070	15,478,574

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	For the three months ended December 31, 2023	For the three months ended December 31, 2024
Net sales	6,071,837	6,236,193
Cost of sales	4,705,803	4,758,649
Gross profit	1,366,034	1,477,543
Selling, general and administrative expenses	1,186,804	1,163,808
Operating profit	179,229	313,735
Non-operating income		
Interest and dividend income	20,834	1,439
Foreign exchange gains	11,652	24,231
Subsidy income	965	3,889
Other	4,750	6,247
Total non-operating income	38,202	35,807
Non-operating expenses		
Interest expenses	1,774	1,201
Commission expenses	6,139	125
Other	1,107	104
Total non-operating expenses	9,021	1,431
Ordinary profit	208,411	348,111
Extraordinary income		
Gain on sale of investment securities	21,805	-
Total extraordinary income	21,805	-
Extraordinary losses		
Loss on retirement of non-current assets	8,434	313
Special expens	-	55,551
Total extraordinary losses	8,434	55,864
Profit before income taxes	221,781	292,247
Income taxes - current	10,803	5,329
Income taxes - deferred	87,180	74,095
Refund of income taxes for prior periods	-	(46,011)
Total income taxes	97,983	33,413
Profit	123,797	258,833
Profit attributable to non-controlling interests	7,910	317
Profit attributable to owners of parent	115,887	258,516

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

(Thousands of yen)

	For the three months ended December 31, 2023	For the three months ended December 31, 2024
Profit	123,797	258,833
Other comprehensive income		
Valuation difference on available-for-sale securities	104,315	69
Remeasurements of defined benefit plans, net of tax	(10,587)	(10,968)
Total other comprehensive income	93,728	(10,898)
Comprehensive income	217,525	247,934
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	209,615	247,617
Comprehensive income attributable to non-controlling interests	7,910	317