

January 30, 2025

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

Company name: Sekisui Jushi Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 4212
 URL: <https://www.sekisuijushi.co.jp>
 Representative: Hiroshi Baba, President and Representative Director, CEO
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 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	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	51,712	19.5	3,028	(22.6)	3,393	(20.5)	1,729	(40.4)
December 31, 2023	43,283	(4.3)	3,913	(31.6)	4,267	(30.4)	2,902	(28.6)

Note: Comprehensive income For the nine months ended December 31, 2024: ¥ 2,268 million [(44.9) %]
 For the nine months ended December 31, 2023: ¥ 4,114 million [(7.4) %]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	54.32	-
December 31, 2023	79.57	-

(Reference) EBITDA (Operating income + Depreciation and amortization + Amortization of goodwill)

The third quarter of the fiscal year ending March 31, 2025: 5,657 million yen (17.3%) the third quarter of the fiscal year ending March 31, 2024: 4,824 million yen (-26.6%)

Net income before amortization of goodwill (Net income attributable to owners of the parent + Amortization of goodwill)

The third quarter of the fiscal year ending March 31, 2025: 3,086 million yen (6.3%) the third quarter of the fiscal year ending March 31, 2024: 2,902 million yen (-28.6%)

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	132,893	95,085	70.3
March 31, 2024	133,269	98,829	72.9

Reference: Equity
 As of December 31, 2024: ¥ 93,403 million
 As of March 31, 2024 : ¥ 97,172 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	-	33.00	-	32.00	65.00
Fiscal year ending March 31, 2025	-	35.00	-	-	-
Fiscal year ending March 31, 2025 (Forecast)				35.00	70.00

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

3. Forecast of consolidated financial results 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
Fiscal year ending March 31, 2025	76,500	21.8	6,000	(4.7)	6,150	(11.8)	3,650	(21.9)	117.92

Note: Revisions to the earnings forecasts most recently announced: None

At a meeting of the Board of Directors held on October 29, 2024, the Company resolved to repurchase its own shares. Net income per share" in the forecast of consolidated financial results for the fiscal year ending March 31, 2025 takes into account the effect of this share repurchase.

*** 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: Yes

Note: For details, please refer to "Notes on Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements" on page 9 of the attached materials.

- (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: None
 (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)

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

As of December 31, 2024	31,813,598 shares
As of March 31, 2024	33,313,598 shares

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

As of December 31, 2024	696,828 shares
As of March 31, 2024	579,341 shares

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

Nine months ended December 31, 2024	31,832,412 shares
Nine months ended December 31, 2023	36,474,586 shares

- * Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm:
 nil

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

(Cautionary statement regarding forward-looking statements, etc.)

The above forecasts are based on information available as of the date of publication of this document, and actual results may differ from these forecasts due to various factors. Please refer to "Explanation of Forward-Looking Statements" on page 3 of the attached materials for the forecast of business results.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	15,167	11,716
Notes and accounts receivable - trade	16,044	14,011
Electronically recorded monetary claims - operating	9,783	9,104
Merchandise and finished goods	4,133	4,513
Work in process	1,496	2,698
Raw materials and supplies	4,971	5,780
Other	1,477	2,000
Allowance for doubtful accounts	(26)	(41)
Total current assets	53,048	49,784
Non-current assets		
Property, plant and equipment	18,131	20,221
Intangible assets		
Goodwill	16,728	16,806
Other	281	606
Total intangible assets	17,010	17,412
Investments and other assets		
Investment securities	17,528	17,582
Retirement benefit asset	1,065	1,187
Long-term time deposits	25,500	25,500
Other	1,651	1,392
Allowance for doubtful accounts	(665)	(188)
Total investments and other assets	45,079	45,474
Total non-current assets	80,221	83,108
Total assets	133,269	132,893

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,924	8,256
Electronically recorded obligations - operating	3,022	4,352
Short-term borrowings	9,963	12,407
Provisions	1,145	667
Other	8,006	7,300
Total current liabilities	30,061	32,984
Non-current liabilities		
Long-term borrowings	139	108
Provision for retirement benefits for directors (and other officers)	94	93
Retirement benefit liability	2,176	2,301
Deferred tax liabilities	1,918	1,821
Other	51	497
Total non-current liabilities	4,379	4,823
Total liabilities	34,440	37,808
Net assets		
Shareholders' equity		
Share capital	12,334	12,334
Capital surplus	13,152	13,152
Retained earnings	66,481	62,551
Treasury shares	(1,149)	(1,467)
Total shareholders' equity	90,818	86,571
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,908	4,929
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	1,493	1,939
Remeasurements of defined benefit plans	(48)	(36)
Total accumulated other comprehensive income	6,353	6,831
Non-controlling interests	1,657	1,682
Total net assets	98,829	95,085
Total liabilities and net assets	133,269	132,893

Quarterly consolidated statement of income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	43,283	51,712
Cost of sales	29,999	35,827
Gross profit	13,283	15,884
Selling, general and administrative expenses	9,369	12,856
Operating profit	3,913	3,028
Non-operating income		
Dividend income	248	278
Other	268	468
Total non-operating income	516	747
Non-operating expenses		
Interest expenses	4	181
Commission for purchase of treasury shares	0	81
Other	157	119
Total non-operating expenses	162	382
Ordinary profit	4,267	3,393
Extraordinary income		
Gain on sale of investment securities	299	-
Total extraordinary income	299	-
Extraordinary losses		
seventieth anniversary expense	-	254
Loss on sale and retirement of non-current assets	49	113
Total extraordinary losses	49	368
Profit before income taxes	4,516	3,025
Income taxes	1,550	1,242
Profit	2,965	1,782
Profit attributable to non-controlling interests	63	53
Profit attributable to owners of parent	2,902	1,729

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	2,965	1,782
Other comprehensive income		
Valuation difference on available-for-sale securities	485	12
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	649	452
Remeasurements of defined benefit plans, net of tax	6	15
Share of other comprehensive income of entities accounted for using equity method	7	4
Total other comprehensive income	1,148	485
Comprehensive income	4,114	2,268
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,034	2,207
Comprehensive income attributable to non-controlling interests	79	60

Quarterly consolidated statement of cash flows

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Cash flows from operating activities		
Profit before income taxes	4,516	3,025
Depreciation	910	1,271
Amortization of goodwill	-	1,357
Increase (decrease) in provision for bonuses	(312)	(413)
Decrease (increase) in trade receivables	3,907	3,609
Decrease (increase) in inventories	(1,365)	(2,318)
Increase (decrease) in trade payables	(3,755)	(355)
Other, net	(1,084)	(1,234)
Subtotal	2,816	4,942
Interest and dividends received	338	382
Interest paid	(5)	(177)
Income taxes paid	(2,419)	(1,844)
Net cash provided by (used in) operating activities	730	3,303
Cash flows from investing activities		
Proceeds from redemption of securities	700	-
Purchase of property, plant and equipment	(1,135)	(1,261)
Purchase of investment securities	(341)	-
Proceeds from sale of investment securities	565	80
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,026)	(1,571)
Other, net	(45)	(365)
Net cash provided by (used in) investing activities	(1,283)	(3,117)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	-	2,557
Repayments of current portion of long-term borrowings	-	(30)
Purchase of treasury shares	(16,741)	(3,872)
Dividends paid	(2,370)	(2,144)
Other, net	(74)	(104)
Net cash provided by (used in) financing activities	(19,186)	(3,594)
Effect of exchange rate change on cash and cash equivalents	430	(41)
Net increase (decrease) in cash and cash equivalents	(19,309)	(3,450)
Cash and cash equivalents at beginning of period	44,905	15,167
Cash and cash equivalents at end of period	25,596	11,716