



May 13, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: SK KAKEN CO.,LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4628
 URL: <https://www.sk-kaken.co.jp/>
 Representative: Mitsuhiro Fujii, Representative Director, President
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 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 30, 2025
 Scheduled date to file annual securities report: June 27, 2025
 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 fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	106,142	5.2	12,444	3.0	14,874	(12.8)	10,729	(9.3)
March 31, 2024	100,883	5.5	12,085	21.6	17,058	33.2	11,825	30.9

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥12,659 million [(0.5)%]
 For the fiscal year ended March 31, 2024: ¥12,721 million [22.3%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	795.62	-	6.8	8.0	11.7
March 31, 2024	877.20	-	8.1	9.7	12.0

As of July 1, 2023, we have conducted a stock split at the ratio of 5 shares to 1 share of common stock. Assuming that the stock split occurred at the beginning of the previous fiscal year, "Basic earnings per share" is calculated.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	191,106	163,520	85.6	12,121.39
March 31, 2024	183,076	152,610	83.4	11,320.01

Reference: Equity
 As of March 31, 2025: ¥163,520 million
 As of March 31, 2024: ¥152,610 million

As of July 1, 2023, we have conducted a stock split at the ratio of 5 shares to 1 share of common stock. "Net assets per share" is calculated on the assumption that the said share split was conducted at the beginning of the previous fiscal year.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	8,277	(12,116)	(2,002)	52,953
March 31, 2024	9,176	(9,564)	(1,233)	58,018

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	0.00	-	135.00	135.00	1,819	15.4	1.2
Fiscal year ended March 31, 2025	-	0.00	-	120.00	120.00	1,618	15.1	1.0
Fiscal year ending March 31, 2026 (Forecast)	-	0.00	-	120.00	120.00		15.0	

Breakdown of year-end dividends for the fiscal year ending March 31, 2024: Ordinary dividend 120.00 yen, Special dividend 15.00 yen

Breakdown of year-end dividends for the fiscal year ending March 31, 2025: Ordinary dividend 120.00 yen

Breakdown of year-end dividends for the fiscal year ending March 31, 2026 (forecast): Ordinary dividend 120.00 yen

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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
Six months ending September 30, 2025	52,670	1.1	6,170	0.4	6,800	9.8	4,930	6.8	365.45
Fiscal year ending March 31, 2026	109,000	2.7	12,800	2.9	14,900	0.2	10,800	0.7	800.58

*Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Excluded: 1 company (SKK VIETNAM CO.,LTD.)

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31, 2025	15,673,885 shares
As of March 31, 2024	15,673,885 shares

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

As of March 31, 2025	2,183,635 shares
As of March 31, 2024	2,192,425 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	13,486,255 shares
Fiscal year ended March 31, 2024	13,481,494 shares

As of July 1, 2023, we have conducted a stock split at the ratio of 5 shares to 1 share of common stock. "Total number of issued shares at the end of the period," "number of treasury shares at the end of the period," and "average number of shares outstanding during the period" are calculated on the assumption that the said share split was conducted at the beginning of the previous fiscal year.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	105,885	108,790
Notes and accounts receivable - trade	18,950	17,933
Electronically recorded monetary claims - operating	3,171	3,797
Merchandise and finished goods	2,153	2,471
Work in process	1,381	1,453
Costs on construction contracts in progress	251	279
Raw materials and supplies	4,355	4,410
Other	1,374	1,383
Allowance for doubtful accounts	(18)	(20)
Total current assets	137,507	140,500
Non-current assets		
Property, plant and equipment		
Buildings and structures	10,285	10,512
Accumulated depreciation	(6,919)	(7,192)
Buildings and structures, net	3,366	3,319
Machinery, equipment and vehicles	5,181	5,327
Accumulated depreciation	(4,942)	(5,042)
Machinery, equipment and vehicles, net	238	284
Land	8,278	9,132
Construction in progress	177	471
Other	2,084	2,202
Accumulated depreciation	(1,270)	(1,414)
Other, net	814	788
Total property, plant and equipment	12,875	13,996
Intangible assets	803	844
Investments and other assets		
Investment securities	7,624	11,369
Deferred tax assets	247	114
Long-term time deposits	20,011	20,010
Retirement benefit asset	1,594	1,812
Other	2,554	2,458
Allowance for doubtful accounts	(143)	(0)
Total investments and other assets	31,890	35,765
Total non-current assets	45,569	50,606
Total assets	183,076	191,106

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,787	7,610
Short-term borrowings	3,000	3,000
Accounts payable - other	6,612	6,693
Income taxes payable	3,353	1,314
Provision for bonuses	1,925	1,931
Provision for bonuses for directors (and other officers)	103	107
Provision for product warranties	85	60
Other	2,491	2,552
Total current liabilities	26,359	23,270
Non-current liabilities		
Deferred tax liabilities	55	64
Provision for retirement benefits for directors (and other officers)	1,284	1,315
Retirement benefit liability	147	144
Other	2,619	2,790
Total non-current liabilities	4,106	4,316
Total liabilities	30,466	27,586
Net assets		
Shareholders' equity		
Share capital	2,662	2,662
Capital surplus	3,137	3,170
Retained earnings	152,444	161,354
Treasury shares	(9,518)	(9,480)
Total shareholders' equity	148,724	157,705
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10	15
Foreign currency translation adjustment	3,739	5,569
Remeasurements of defined benefit plans	135	230
Total accumulated other comprehensive income	3,885	5,815
Total net assets	152,610	163,520
Total liabilities and net assets	183,076	191,106

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	100,883	106,142
Cost of sales	70,047	73,873
Gross profit	30,835	32,268
Selling, general and administrative expenses		
Freight costs	2,548	2,644
Salaries and allowances	7,036	7,743
Provision for bonuses	1,360	1,349
Provision for bonuses for directors (and other officers)	103	107
Retirement benefit expenses	138	140
Provision for retirement benefits for directors (and other officers)	31	30
Depreciation	251	252
Provision of allowance for doubtful accounts	4	0
Provision for product warranties	8	(21)
Other	7,267	7,577
Total selling, general and administrative expenses	18,750	19,824
Operating profit	12,085	12,444
Non-operating income		
Interest income	1,669	1,945
Dividend income	0	0
Purchase discounts	43	55
Foreign exchange gains	3,487	-
Gain on sale of non-current assets	0	668
Gain on reversal of foreign currency translation adjustments resulting from liquidation of foreign subsidiary	-	13
Miscellaneous income	135	92
Total non-operating income	5,336	2,776
Non-operating expenses		
Interest expenses	31	39
Impairment losses	322	-
Foreign exchange losses	-	302
Miscellaneous losses	9	3
Total non-operating expenses	363	345
Ordinary profit	17,058	14,874
Profit before income taxes	17,058	14,874
Income taxes - current	5,413	4,059
Income taxes - deferred	(181)	85
Total income taxes	5,232	4,144
Profit	11,825	10,729
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	11,825	10,729

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	11,825	10,729
Other comprehensive income		
Valuation difference on available-for-sale securities	6	4
Foreign currency translation adjustment	858	1,829
Remeasurements of defined benefit plans, net of tax	30	95
Total other comprehensive income	895	1,929
Comprehensive income	12,721	12,659
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,721	12,659
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity
Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,662	3,137	141,696	(9,518)	137,977
Dividends of surplus			(1,078)		(1,078)
Profit attributable to owners of parent			11,825		11,825
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares					
Net changes in items other than shareholders' equity					
Total changes during period	-	-	10,747	(0)	10,746
Balance at end of period	2,662	3,137	152,444	(9,518)	148,724

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	3	2,881	104	2,989	140,967
Dividends of surplus					(1,078)
Profit attributable to owners of parent					11,825
Purchase of treasury shares					(0)
Disposal of treasury shares					
Net changes in items other than shareholders' equity	6	858	30	895	895
Total changes during period	6	858	30	895	11,642
Balance at end of period	10	3,739	135	3,885	152,610

Consolidated statement of changes in equity
Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	2,662	3,137	152,444	(9,518)	148,724
Dividends of surplus			(1,819)		(1,819)
Profit attributable to owners of parent			10,729		10,729
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		32		39	72
Net changes in items other than shareholders' equity					
Total changes during period	-	32	8,909	37	8,980
Balance at end of period	2,662	3,170	161,354	(9,480)	157,705

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	10	3,739	135	3,885	152,610
Dividends of surplus					(1,819)
Profit attributable to owners of parent					10,729
Purchase of treasury shares					(1)
Disposal of treasury shares					72
Net changes in items other than shareholders' equity	4	1,829	95	1,929	1,929
Total changes during period	4	1,829	95	1,929	10,910
Balance at end of period	15	5,569	230	5,815	163,520

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	17,058	14,874
Depreciation	547	568
Impairment losses	322	-
Increase (decrease) in provision for bonuses	398	5
Increase (decrease) in provision for bonuses for directors (and other officers)	11	3
Increase (decrease) in retirement benefit liability	0	(2)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	31	30
Increase (decrease) in allowance for doubtful accounts	2	(152)
Increase (decrease) in provision for product warranties	(24)	(25)
Interest and dividend income	(1,670)	(1,946)
Interest expenses	31	39
Foreign exchange losses (gains)	(3,420)	272
Loss (gain) on sale and retirement of non-current assets	3	(667)
Decrease (increase) in trade receivables	(1,098)	1,054
Decrease (increase) in inventories	(254)	(204)
Increase (decrease) in trade payables	(897)	(1,445)
Other, net	861	(187)
Subtotal	11,903	12,217
Interest and dividends received	1,357	2,147
Interest paid	(31)	(38)
Income taxes paid	(4,053)	(6,048)
Net cash provided by (used in) operating activities	9,176	8,277
Cash flows from investing activities		
Payments into time deposits	(51,051)	(61,798)
Proceeds from withdrawal of time deposits	42,115	54,392
Purchase of non-current assets	(671)	(1,374)
Proceeds from sale of non-current assets	0	668
Purchase of securities	-	(6,741)
Proceeds from redemption of securities	-	3,003
Other Payments	(98)	(306)
Other Proceeds	140	41
Net cash provided by (used in) investing activities	(9,564)	(12,116)
Cash flows from financing activities		
Proceeds from short-term borrowings	3,000	3,000
Repayments of short-term borrowings	(3,000)	(3,000)
Purchase of treasury shares	(0)	(1)
Dividends paid	(1,076)	(1,820)
Other payments	(157)	(180)
Net cash provided by (used in) financing activities	(1,233)	(2,002)
Effect of exchange rate change on cash and cash equivalents	861	777
Net increase (decrease) in cash and cash equivalents	(760)	(5,064)
Cash and cash equivalents at beginning of period	58,778	58,018
Cash and cash equivalents at end of period	58,018	52,953