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January 28, 2025

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

Company name: JFE Systems, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 4832
 URL: <https://www.jfe-systems.com>
 Representative: Tetsuo Oki, President and CEO
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded off 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2024	47,158	1.5	5,290	(12.5)	5,351	(12.1)	3,741	(8.0)
December 31, 2023	46,452	12.9	6,044	32.0	6,088	31.9	4,065	32.9

Note: Comprehensive income For the nine months ended December 31, 2024: ¥3,823 million (8.5%)
 For the nine months ended December 31, 2023: ¥4,177 million 26.6%

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	238.19	—
December 31, 2023	258.83	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	49,330	32,106	62.9
March 31, 2024	46,915	30,034	61.9

Reference: Equity
 As of December 31, 2024: ¥31,032 million
 As of March 31, 2024: ¥29,033 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	—	64.00	—	57.00	121.00
Fiscal year ending March 31, 2025	—	51.00	—		
Fiscal year ending March 31, 2025 (Forecast)				64.00	115.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

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		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	64,000	3.2	7,340	(0.8)	7,400	(0.7)	5,140	3.5	327.29

Note: Revisions to the forecast of financial results most recently announced: Yes

*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
- (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	15,706,000shares
As of March 31, 2024	15,706,000shares

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

As of December 31, 2024	1,138shares
As of March 31, 2024	1,138shares

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

Nine months ended December 31, 2024	15,704,862shares
Nine months ended December 31, 2023	15,704,957shares

* 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

The forecasts presented above are estimates based on information available to management at the time this report was prepared. Actual results may differ from any forecasts presented herein due to various factors.

1. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposit	7,334,622	20,752,874
Notes and accounts receivable - trade, and contract assets	14,266,337	13,510,945
Merchandise	18,084	47,563
Work in process	126,231	268,345
Supplies	71,172	5,968
Deposit paid	13,950,000	—
Other	1,621,205	2,414,574
Allowance for doubtful accounts	△22,813	△6,731
Total current assets	37,364,838	36,993,538
Non-current assets		
Property, plant and equipment	2,580,840	4,049,091
Intangible assets		
Goodwill	448,341	381,090
Other	2,210,335	2,381,141
Total intangible assets	2,658,675	2,762,231
Investments and other assets		
Other	4,328,481	5,542,922
Allowance for doubtful accounts	△17,340	△17,340
Total investments and other assets	4,311,141	5,525,582
Total non-current assets	9,550,657	12,336,904
Total Assets	46,915,495	49,330,443

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Accounts payable – trade	2,660,779	2,192,792
Income taxes payable	1,440,952	499,363
Other	7,455,079	7,904,961
Total current liabilities	11,556,809	10,597,117
Non-current liabilities		
Retirement benefit liabilities	4,070,467	4,185,375
Other	1,254,422	2,442,213
Non-current liabilities	5,324,889	6,627,588
Total liabilities	16,881,698	17,224,705
Net assets		
Shareholder's equity		
Share capital	1,390,957	1,390,957
Capital surplus	1,959,444	1,959,444
Retained earnings	24,755,528	26,800,092
Treasury shares	△1,460	△1,460
Total shareholder's equity	28,104,469	30,149,033
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	770,302	757,223
Remeasurements of defined benefit plans	158,413	125,779
Total Accumulated other comprehensive income	928,716	883,002
Non-controlling interests	1,000,612	1,073,703
Total net assets	30,033,796	32,105,738
Total liabilities and net assets	46,915,495	49,330,443

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	46,451,888	47,157,631
Cost of sales	35,405,017	36,173,710
Gross profit	11,046,870	10,983,921
Selling, general and administrative expenses	5,003,327	5,693,787
Operating profit	6,043,543	5,290,134
Non-operating income		
Interest income	8,734	31,580
Dividend income	38,224	46,958
Commission income	4,397	3,891
Other	1,439	2,754
Total non-operating income	52,794	85,183
Non-operating expenses		
Interest expenses	2,478	2,974
Loss on retirement of non-current assets	4,317	21,204
Other	1,337	502
Total non-operating expenses	8,132	24,681
Ordinary profit	6,088,205	5,350,636
Profit before income taxes	6,088,205	5,350,636
Income taxes	1,927,349	1,481,577
Profit	4,160,856	3,869,059
Profit attributable to non-controlling interests	95,950	128,370
Profit attributable to owners of parent	4,064,907	3,740,689

Quarterly Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	4,160,856	3,869,059
Other comprehensive income		
Valuation difference on available-for-sale securities	32,760	△13,582
Remeasurements of defined benefit plans	△16,948	△32,635
Total other comprehensive income	15,812	△46,217
Comprehensive income	4,176,669	3,822,843
(Comprehensive attributable to)		
Comprehensive income attributable to owners of parent	4,080,764	3,694,975
Comprehensive income attributable to non-controlling interests	95,904	127,867