

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Non-Consolidated Financial Results for the Three Months Ended October 31, 2024 (Based on Japanese GAAP)

December 9, 2024

Company name: Samco Inc.
 Stock exchange listing: Tokyo
 Stock code: 6387 URL <https://www.samco.co.jp>
 Representative: President & COO Tsukasa Kawabe
 Inquiries: Director, Executive Officer, Accounting and Administration Shozo Miyamoto TEL 075-621-7841
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended October 31, 2024 (from August 1, 2024 to October 31, 2024)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended October 31, 2024	1,276	(7.5)	116	(49.9)	128	(53.7)	89	(53.9)
Three months ended October 31, 2023	1,380	(3.3)	232	(8.2)	278	(8.5)	194	(10.0)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended October 31, 2024	11.16		–	
Three months ended October 31, 2023	24.23		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of October 31, 2024	16,088	11,969	74.4	1,490.08
As of July 31, 2024	16,116	12,299	76.3	1,531.26

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 July 31, 2024	–	0.00	–	45.00	45.00
Year ending July 31, 2025	–	–	–	–	–
Year ending July 31, 2025 (Forecast)	–	0.00	–	45.00	45.00

3. Forecast of non-consolidated financial results for the year ending July 31, 2025 (from August 1, 2024 to July 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending January 31, 2025	4,300	4.7	960	(5.2)	970	(8.8)	660	(11.7)	82.16
Full year	9,500	15.8	2,220	10.1	2,240	7.2	1,530	3.9	190.48

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(2) 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

(3) Number of issued shares (common shares)

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

As of October 31, 2024	∴	8,042,881 shares	As of July 31, 2024	∴	8,042,881 shares
------------------------	---	------------------	---------------------	---	------------------

Number of treasury shares at the end of the period

As of October 31, 2024	∴	10,441 shares	As of July 31, 2024	∴	10,441 shares
------------------------	---	---------------	---------------------	---	---------------

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

Three months ended October 31, 2024	∴	8,032,440 shares	Three months ended October 31, 2023	∴	8,032,476 shares
-------------------------------------	---	------------------	-------------------------------------	---	------------------

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of July 31, 2024	As of October 31, 2024
Assets		
Current assets		
Cash and deposits	6,592,297	6,118,971
Notes receivable - trade	4,660	4,660
Electronically recorded monetary claims - operating	434,463	76,046
Trade receivables and contract asset	1,684,500	1,634,729
Finished goods	81,114	111,518
Work in process	1,869,303	2,526,492
Raw materials and supplies	411,057	475,384
Prepaid expenses	18,485	16,560
Other	97,362	80,445
Allowance for doubtful accounts	(4,918)	(2,929)
Total current assets	11,188,327	11,041,879

(Thousands of yen)

	As of July 31, 2024	As of October 31, 2024
Non-current assets		
Property, plant and equipment		
Buildings	1,119,447	1,119,447
Accumulated depreciation	(850,416)	(856,880)
Buildings, net	269,030	262,566
Structures	26,536	26,536
Accumulated depreciation	(25,190)	(25,223)
Structures, net	1,346	1,313
Machinery and equipment	771,795	771,795
Accumulated depreciation	(703,864)	(711,540)
Machinery and equipment, net	67,930	60,254
Vehicles	57,338	57,338
Accumulated depreciation	(49,622)	(50,396)
Vehicles, net	7,715	6,941
Tools, furniture and fixtures	280,386	290,687
Accumulated depreciation	(247,451)	(250,966)
Tools, furniture and fixtures, net	32,934	39,721
Land	3,453,567	3,453,567
Leased assets	57,983	63,644
Accumulated depreciation	(50,064)	(50,832)
Leased assets, net	7,918	12,811
Construction in progress	256,264	440,544
Total property, plant and equipment	4,096,707	4,277,719
Intangible assets		
Telephone subscription right	2,962	2,962
Software	10,376	9,782
Software in progress	5,000	5,000
Total intangible assets	18,338	17,745
Investments and other assets		
Investment securities	369,068	284,161
Shares of subsidiaries and associates	25,207	25,207
Investments in capital	5,000	5,000
Long-term loans receivable from subsidiaries and associates	2,592	–
Deferred tax assets	110,590	136,512
Guarantee deposits	78,801	78,902
Insurance funds	219,347	219,347
Other	2,045	1,895
Total investments and other assets	812,652	751,026
Total non-current assets	4,927,698	5,046,491
Total assets	16,116,025	16,088,371

(Thousands of yen)

	As of July 31, 2024	As of October 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	715,373	1,066,882
Short-term borrowings	1,000,000	1,000,000
Current portion of long-term borrowings	39,996	39,996
Lease liabilities	1,939	3,071
Accounts payable - other	139,625	138,621
Accrued expenses	48,340	50,943
Income taxes payable	360,674	48,235
Contract liabilities	397,769	640,790
Deposits received	44,841	66,329
Provision for bonuses	27,300	60,500
Provision for bonuses for directors (and other officers)	40,000	–
Provision for product warranties	17,200	16,200
Other	499	9,619
Total current liabilities	2,833,557	3,141,189
Non-current liabilities		
Long-term borrowings	63,347	53,348
Lease liabilities	5,979	9,740
Provision for retirement benefits	505,830	505,199
Provision for retirement benefits for directors (and other officers)	406,920	408,882
Other	597	974
Total non-current liabilities	982,675	978,144
Total liabilities	3,816,232	4,119,334
Net assets		
Shareholders' equity		
Share capital	1,663,687	1,663,687
Capital surplus		
Legal capital surplus	2,079,487	2,079,487
Total capital surplus	2,079,487	2,079,487
Retained earnings		
Legal retained earnings	59,500	59,500
Other retained earnings		
General reserve	4,367,000	4,367,000
Retained earnings brought forward	3,947,948	3,676,176
Total retained earnings	8,374,448	8,102,676
Treasury shares	(13,656)	(13,656)
Total shareholders' equity	12,103,966	11,832,194
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	195,827	136,842
Total valuation and translation adjustments	195,827	136,842
Total net assets	12,299,793	11,969,036
Total liabilities and net assets	16,116,025	16,088,371

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended October 31, 2023	Three months ended October 31, 2024
Net sales	1,380,230	1,276,466
Cost of sales	669,363	631,426
Gross profit	710,867	645,040
Selling, general and administrative expenses	478,234	528,452
Operating profit	232,632	116,587
Non-operating income		
Interest income	66	83
Foreign exchange gains	38,487	3,759
Rental income	2,818	2,806
Outsourcing service income	–	6,000
Miscellaneous income	5,116	1,179
Total non-operating income	46,489	13,830
Non-operating expenses		
Interest expenses	1,104	1,564
Loss on retirement of non-current assets	0	–
Total non-operating expenses	1,104	1,564
Ordinary profit	278,017	128,853
Profit before income taxes	278,017	128,853
Income taxes	83,347	39,165
Profit	194,669	89,687