

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 7, 2025

Company name: KEL CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6919 URL <https://www.kel.jp/>
 Representative: President Akira Kasuga
 Director
 Inquiries: General Manager of Administration Naoki Makita TEL 042-374-5810
 Headquarters
 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. 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	8,940	(3.9)	476	(49.5)	565	(44.5)	401	(41.2)
Nine months ended December 31, 2023	9,303	(14.3)	943	(50.9)	1,017	(49.2)	681	(49.8)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	55.18	—
Nine months ended December 31, 2023	93.80	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	18,166	15,190	83.6
As of March 31, 2024	18,924	15,390	81.3

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 March 31, 2024	—	47.00	—	48.00	95.00
Year ending March 31, 2025	—	40.00	—		
Year ending March 31, 2025 (Forecast)				40.00	80.00

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	12,200	(0.3)	900	(17.8)	820	(35.4)	550	(35.5)	75.67

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: Yes
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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

(4) Number of issued shares (common shares)

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

As of December 31, 2024	7,743,000 shares	As of March 31, 2024	7,743,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	472,057 shares	As of March 31, 2024	476,457 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	7,269,103 shares	Nine months ended December 31, 2023	7,266,543 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	5,342,048	4,670,101
Notes and accounts receivable - trade	2,842,259	2,939,362
Electronically recorded monetary claims - operating	1,271,196	1,037,355
Securities	174,221	181,321
Merchandise and finished goods	678,093	791,962
Work in process	101,949	98,210
Raw materials and supplies	1,481,863	1,462,581
Other	132,221	136,287
Allowance for doubtful accounts	(3,873)	(3,893)
Total current assets	12,019,979	11,313,288
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,367,139	1,413,182
Machinery, equipment and vehicles, net	1,446,242	1,248,615
Tools, furniture and fixtures, net	363,095	311,258
Leased assets, net	—	19,314
Land	1,171,754	1,171,754
Construction in progress	8,511	22,568
Total property, plant and equipment	4,356,743	4,186,694
Intangible assets	193,301	187,053
Investments and other assets		
Investment securities	1,251,136	1,339,127
Other	1,103,098	1,140,711
Total investments and other assets	2,354,235	2,479,839
Total non-current assets	6,904,279	6,853,587
Total assets	18,924,258	18,166,875
Liabilities		
Current liabilities		
Notes and accounts payable - trade	608,922	633,387
Electronically recorded obligations - operating	1,162,934	700,491
Short-term borrowings	450,000	450,000
Income taxes payable	30,730	20,057
Provision for bonuses	234,684	214,525
Provision for bonuses for directors (and other officers)	40,000	20,000
Other	450,417	395,273
Total current liabilities	2,977,690	2,433,734
Non-current liabilities		
Lease liabilities	—	17,051
Retirement benefit liability	494,533	501,698
Other	61,334	23,845
Total non-current liabilities	555,868	542,595
Total liabilities	3,533,558	2,976,330

	(Thousands of yen)	
	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	1,617,000	1,617,000
Capital surplus	1,440,058	1,445,304
Retained earnings	11,759,220	11,523,295
Treasury shares	(246,674)	(244,396)
Total shareholders' equity	14,569,603	14,341,203
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	550,497	534,783
Foreign currency translation adjustment	271,483	313,991
Remeasurements of defined benefit plans	(883)	567
Total accumulated other comprehensive income	821,096	849,342
Total net assets	15,390,700	15,190,545
Total liabilities and net assets	18,924,258	18,166,875

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	9,303,861	8,940,291
Cost of sales	6,697,094	6,680,516
Gross profit	2,606,767	2,259,775
Selling, general and administrative expenses	1,662,774	1,782,962
Operating profit	943,993	476,813
Non-operating income		
Interest income	6,865	7,366
Dividend income	42,331	44,567
Foreign exchange gains	16,477	29,915
Subsidy income	7,590	6,895
Other	2,895	2,331
Total non-operating income	76,159	91,076
Non-operating expenses		
Interest expenses	1,891	2,556
Other	345	103
Total non-operating expenses	2,236	2,660
Ordinary profit	1,017,916	565,230
Extraordinary income		
Gain on sale of non-current assets	11	229
Total extraordinary income	11	229
Extraordinary losses		
Loss on retirement of non-current assets	198	2,802
Total extraordinary losses	198	2,802
Profit before income taxes	1,017,729	562,657
Income taxes - current	298,238	194,413
Income taxes - deferred	37,843	(32,888)
Total income taxes	336,081	161,525
Profit	681,647	401,131
Profit attributable to owners of parent	681,647	401,131

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	681,647	401,131
Other comprehensive income		
Valuation difference on available-for-sale securities	68,322	(15,714)
Foreign currency translation adjustment	92,868	42,507
Remeasurements of defined benefit plans, net of tax	869	1,451
Total other comprehensive income	162,060	28,245
Comprehensive income	843,707	429,377
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	843,707	429,377
Comprehensive income attributable to non-controlling interests	—	—