

# Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)

July 23, 2025

Company name: KOA Corporation  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6999 URL <https://www.koaglobal.com>  
 Representative: Representative Director, President and CEO Kosei Mukaiyama  
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 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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

#### (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	%
Three months ended June 30, 2025	16,845	3.9	500	117.1	530	(20.4)	419	13.5
Three months ended June 30, 2024	16,211	(4.5)	230	(73.4)	666	(58.4)	369	(65.1)

(Note) Comprehensive income Three months ended June 30, 2025: ¥477 million [(84.1)%]  
 Three months ended June 30, 2024: ¥2,997 million [(11.6)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	11.30	—
Three months ended June 30, 2024	9.96	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2025	141,740	78,032	55.1	2,102.27
As of March 31, 2025	141,365	78,110	55.3	2,104.37

(Reference) Equity As of June 30, 2025: ¥78,032 million  
 As of March 31, 2025: ¥78,110 million

### 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, 2025	—	25.00	—	15.00	40.00
Year ending March 31, 2026	—				
Year ending March 31, 2026 (Forecast)		15.00	—	15.00	30.00

(Note) Revisions to the forecast of cash dividends most recently announced: No

### 3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	33,800	6.0	950	100.1	1,070	—	830	—	22.36
Year ending March 31, 2026	67,200	4.8	1,700	44.5	1,720	38.3	1,110	325.9	29.90

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

(Notes)

(1) Significant changes in the scope of consolidation during the three months ended June 30, 2025: None

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(Note) For further details, please refer to “2. Quarterly consolidated financial statements and principal notes, (3) Notes to quarterly consolidated financial statements, (Notes on special accounting methods for preparing quarterly consolidated financial statements)” on page 7 of the accompanying materials.

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement of prior period financial statements: None

(4) Number of issued shares (common shares)

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

As of June 30, 2025	37,479,724 shares	As of March 31, 2025	37,479,724 shares
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2) Number of treasury shares at the end of the period

As of June 30, 2025	361,741 shares	As of March 31, 2025	361,739 shares
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3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	37,117,984 shares	Three months ended June 30, 2024	37,094,437 shares
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\* Review of the accompanying quarterly consolidated financial statements by certified public accountants or an auditing corporation: No

\* Proper use of results forecasts and other special matters

(Notes regarding forward-looking statements, etc.)

The forward-looking statements, including results forecasts, contained in this document are based on information the Company has obtained as of the current point in time and certain assumptions the Company considers reasonable. The Company does not guarantee its achievement of the forward-looking statements. Actual results may differ significantly depending on a variety of factors. For the assumptions underlying the results forecasts and notes on their use, please refer to “1. Overview of operating results, etc., (3) Explanation of future forecast information such as forecast of consolidated financial results” on page 2 of the accompanying materials.

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## 1. Overview of operating results, etc.

### (1) Overview of operating results for the three months under review

In the three months ended June 30, 2025 (April 1, 2025 to June 30, 2025), the global economy remained unstable, showing a mix of recovery and stagnation. Although there were signs of recovery as inflation subsided, the outlook remained uncertain due to restrained investment stemming from high interest rate policies and ongoing geopolitical risks weighing on economic activity.

In addition, uncertainty in the U.S. trade policy and the trend of additional tariffs on certain countries are factors that affect the global supply chain, and our group is paying close attention to future developments.

In the electronic parts industry, to which KOA CORPORATION (“the Company” or “we”) and its corporate group (“the Group” or “we”) belong, the shift to environmentally friendly vehicles is progressing toward achieving carbon neutrality, and the automotive market is expected to expand in the medium to long term.

On the other hand, in the first quarter under review, although there was a temporary increase in orders due to tariff measures and inventory buildup, the outlook remains uncertain. Under such a business environment, our group has been working to realize its “2030 Vision” by expanding sales of high-value-added products mainly in markets that emphasize quality and reliability, starting new plants, and reducing fixed costs.

On the sales front, the Group posted consolidated cumulative net sales of ¥16,845 million in the three months under review, an increase of ¥634 million or 3.9% year on year, mainly due to steady demand for automobiles in China and Europe despite the yen's appreciation trend.

On the profit front, mainly due to an increase in sales, operating income was ¥500 million, an increase of ¥269 million or 117.1% year on year, and ordinary income was ¥530 million, a decrease of ¥136 million or 20.4% year on year. In addition, net income attributable to owners of parent was ¥419 million, an increase of ¥49 million or 13.5% year on year, mainly due to the recording of a loss on disposal of fixed assets of ¥2 million, while a gain on sales of investment securities of ¥52 million was recorded due to the sale of part of securities held.

### (2) Overview of financial position for the three months under review

Total assets at the end of the first quarter under review were ¥141,740 million, an increase of ¥375 million from the end of the previous consolidated fiscal year. The main factor was an increase in property, plant and equipment. Liabilities were ¥63,708 million, an increase of ¥453 million from the end of the previous consolidated fiscal year. The main factor was an increase in borrowings. As a result, the equity ratio was 55.1%.

### (3) Explanation of future forecast information such as forecast of consolidated financial results

The consolidated financial forecasts for the fiscal year ending March 31, 2026 have been revised from those announced on April 23, 2025 (when the financial results for the fiscal year ending March 31, 2025 were announced).

For details, please refer to "Revision of consolidated financial forecast for the six months ending September 30, 2025 and the fiscal year ending March 31, 2025" announced today (July 23, 2025).

### (Matters to note regarding financial results forecasts)

The forward-looking statements, including results forecasts, contained in this document are based on information the Company has obtained as of the current point in time and certain assumptions the Company considers reasonable. The Company does not guarantee its achievement of the forward-looking statements. Actual results may differ significantly depending on a variety of factors.

## 2. Quarterly consolidated financial statements and principal notes

### (1) Quarterly consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	26,642	25,826
Notes and accounts receivable - trade	13,786	14,062
Electronically recorded monetary claims - operating	2,159	2,176
Merchandise and finished goods	4,598	4,378
Work in process	5,550	5,462
Raw materials and supplies	3,295	3,214
Prepaid expenses	287	335
Income taxes refund receivable	25	70
Other	1,208	993
Allowance for doubtful accounts	(49)	(50)
Total current assets	57,505	56,469
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	24,089	39,927
Machinery, equipment and vehicles, net	16,600	16,306
Tools, furniture and fixtures, net	1,244	1,256
Other, net	481	421
Land	6,860	6,865
Construction in progress	22,195	8,499
Total property, plant and equipment	71,473	73,278
Intangible assets	3,152	3,220
Investments and other assets		
Investment securities	4,942	4,999
Deferred tax assets	560	701
Retirement benefit asset	239	247
Other	3,521	2,855
Allowance for doubtful accounts	(30)	(30)
Total investments and other assets	9,234	8,772
Total non-current assets	83,860	85,270
Total assets	141,365	141,740

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	3,935	3,892
Electronically recorded obligations - operating	823	936
Notes payable-trade of equipment purchase	210	60
Short-term borrowings	3,318	5,304
Accounts payable - other	2,940	2,262
Income taxes payable	302	287
Accrued expenses	1,684	1,858
Provision for bonuses	1,639	936
Provision for loss on orders received	193	159
Other	886	1,275
Total current liabilities	15,935	16,975
Non-current liabilities		
Long-term borrowings	41,181	40,761
Retirement benefit liability	1,229	1,263
Deferred tax liabilities	955	951
Asset retirement obligations	45	43
Other	3,907	3,713
Total non-current liabilities	47,319	46,732
Total liabilities	63,255	63,708
<b>Net assets</b>		
Shareholders' equity		
Share capital	6,033	6,033
Capital surplus	9,018	9,018
Retained earnings	54,908	54,772
Treasury shares	(254)	(254)
Total shareholders' equity	69,705	69,569
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,920	1,952
Foreign currency translation adjustment	6,036	6,055
Remeasurements of defined benefit plans	448	454
Total accumulated other comprehensive income	8,404	8,462
Total net assets	78,110	78,032
Total liabilities and net assets	141,365	141,740

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income  
(Quarterly consolidated statements of income)  
(Three months ended June 30)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	16,211	16,845
Cost of sales	11,738	12,036
Gross profit	4,472	4,809
Selling, general and administrative expenses		
Sales commissions	257	216
Packing and transportation costs	148	154
Salaries and allowances	1,732	1,568
Provision for bonuses	313	259
Other	1,789	2,109
Total selling, general and administrative expenses	4,242	4,308
Operating profit	230	500
Non-operating income		
Interest income	83	63
Dividend income	42	140
Foreign exchange gains	278	—
Gain on disposal of material scraps	37	53
Share of profit of entities accounted for using equity method	76	87
Consulting fee income	104	137
Subsidy income	20	17
Subsidies for employment adjustment	7	—
Other	30	17
Total non-operating income	681	517
Non-operating expenses		
Interest expenses	55	155
Foreign exchange losses	—	188
Income tax withheld at the source except for foreign tax amount reduction	12	16
Loss on valuation of forward exchange contracts	102	93
Temporary leave fee	47	—
Other	26	33
Total non-operating expenses	245	487
Ordinary profit	666	530
Extraordinary income		
Gain on sale of non-current assets	0	—
Gain on sale of investment securities	—	52
Total extraordinary income	0	52
Extraordinary losses		
Loss on disposal of non-current assets	2	2
Total extraordinary losses	2	2
Profit (loss) before income taxes	663	580
Income taxes	294	160
Profit	369	419
Profit attributable to owners of parent	369	419

(Quarterly consolidated statements of comprehensive income)  
(Three months ended June 30)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	369	419
Other comprehensive income		
Valuation difference on available-for-sale securities	204	32
Foreign currency translation adjustment	2,414	13
Remeasurements of defined benefit plans, net of tax	(8)	6
Share of other comprehensive income of entities accounted for using equity method	17	6
Total other comprehensive income	2,627	58
Comprehensive income	2,997	477
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,997	477

(3) Notes to quarterly consolidated financial statements

(Notes on changes in accounting policies)

Not applicable.

(Notes on special accounting methods for preparing quarterly consolidated financial statements)

(Calculation of tax expense)

Tax expense is calculated by multiplying profit before income taxes by the estimated effective tax rate, which is reasonably estimated by applying tax effect accounting to profit before income taxes for the fiscal year including the three months under review.

(Notes on segment information, etc.)

I. Three months ended June 30, 2024

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment					Adjustment (Note 1)	Amount recorded in quarterly consolidated financial statements
	Japan	Asia	United States	Europe	Total		
Net sales							
Net sales to external customers	4,984	5,092	3,006	3,128	16,211	—	16,211
Inter-segment net sales or transfers	8,191	3,419	1	0	11,611	(11,611)	—
Total	13,176	8,511	3,007	3,128	27,822	(11,611)	16,211
Segment profit (loss)	355	(135)	108	96	424	(194)	230

(Notes) 1. The ¥(194) million adjustment in segment profit (operating profit) includes ¥(217) million in elimination of inter-segment transactions and a ¥23 million adjustment in inventories, etc.

2. The breakdown of countries and regions for each segment other than Japan and the United States is as follows:

- (1) Asia ... Taiwan, Singapore, People's Republic of China, Hong Kong
- (2) Europe ... Germany

2. Information on impairment losses for non-current assets and goodwill, etc. by reportable segment

Not applicable.

II. Three months ended June 30, 2025

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Japan	Asia	United States	Europe	Total	Adjustment (Note 1)	Amount recorded in consolidated financial statements
Net sales							
Net sales to external customers	5,217	5,545	2,671	3,410	16,845	—	16,845
Inter-segment net sales or transfers	8,641	3,379	1	0	12,021	(12,021)	—
Total	13,858	8,925	2,673	3,410	28,867	(12,021)	16,845
Segment profit (loss)	(11)	356	19	237	602	(101)	500

(Notes) 1. The ¥(101) million adjustment in segment profit (operating profit) includes ¥184 million in elimination of inter-segment transactions and a ¥(286) million adjustment in inventories, etc.

2. The breakdown of countries and regions for each segment other than Japan and the United States is as follows:

- (1) Asia ... Taiwan, Singapore, People's Republic of China, Hong Kong
- (2) Europe ... Germany

2. Information on impairment losses for non-current assets and goodwill, etc. by reportable segment

Not applicable

(Notes in the case of significant changes in amount of shareholders' equity)

Not applicable.

(Notes on going concern assumption)

Not applicable.

(Notes on quarterly consolidated statements of cash flows)

The Company has not prepared quarterly consolidated statements of cash flows for the three months under review. Depreciation (including depreciation of intangible assets excluding goodwill) for the three months under review is as follows:

	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	¥1,241 million	¥1,560 million

### 3. Supplementary information

Orders received

The following table represents orders received by segment in the three months under review:

Name of segment	Net orders (Millions of yen)	Compared to the previous fiscal year (%)	Balance of orders (Millions of yen)	Compared to the previous fiscal year (%)
Japan	5,908	122.3	5,196	109.5
Asia	5,944	119.6	3,695	107.1
United States	2,618	85.0	1,649	85.9
Europe	3,382	108.4	969	116.2
Total	17,853	111.6	11,510	105.1