

Translation

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Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [Japanese GAAP]



May 12, 2025

Company name: Seika Corporation
Stock exchange listing: Tokyo Stock Exchange
Code number: 8061
URL: <https://seika.com/ir/en/>
Representative: Akihiko Sakurai, President and Chief Executive Officer
Contact: Hirohisa Masuda, Director, Managing Executive Officer in charge of administration
Phone: +81-3-5221-7101
Scheduled date of annual general meeting of shareholders: June 24, 2025
Scheduled date of commencing dividend payments: June 25, 2025
Scheduled date of filing annual securities report: June 25, 2025
Availability of supplementary briefing materials on financial results: No
Schedule of financial results briefing session: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Consolidated Operating Results (% indicates year-on-year change.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2025	93,734	8.0	6,487	16.3	8,299	32.7	7,799	73.7
March 31, 2024	86,785	(7.0)	5,580	20.3	6,255	(0.5)	4,489	(10.2)

(Note) Comprehensive income: Fiscal year ended March 31, 2025: ¥7,192 million [(17.4)%]

Fiscal year ended March 31, 2024: ¥8,704 million [49.0%]

	Profit per share	Diluted profit 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	649.67	644.22	17.5	6.7	6.9
March 31, 2024	372.46	370.32	11.6	6.3	6.4

(Reference) Share of profit (loss) of entities accounted for using equity method:

Fiscal year ended March 31, 2025: ¥1,366 million

Fiscal year ended March 31, 2024: ¥310 million

Share of profit (loss) of entities accounted for using equity method for the fiscal year ended March 31, 2025 includes an amount equivalent to negative goodwill of ¥955 million generated as a result of the additional acquisition of shares in Fenwal Controls of Japan, Ltd., making it an equity method affiliate of the Company.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2025	129,533	47,667	36.3	3,921.14
March 31, 2024	118,543	43,180	35.7	3,507.42

(Reference) Equity: As of March 31, 2025: ¥46,985 million

As of March 31, 2024: ¥42,264 million

(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	Million yen	Million yen	Million yen	Million yen
March 31, 2025	8,074	812	(2,916)	16,775
March 31, 2024	2,541	(88)	(3,462)	10,428

2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2024	—	60.00	—	90.00	150.00	1,811	40.3	4.7
March 31, 2025	—	90.00	—	130.00	220.00	2,660	33.9	5.9
Fiscal year ending March 31, 2026 (Forecast)	—	110.00	—	110.00	220.00		43.6	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(% indicates year-on-year change.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	50,000	12.3	2,500	(14.4)	2,800	(34.4)	2,700	(46.3)	225.10
Full year	105,000	12.0	6,600	1.7	7,150	(13.9)	6,050	(22.4)	504.36

* Notes:

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

Newly added: Three companies (Company name: FORMOSA SEIKA CORPORATION, Shipyard Tanaka Co., Ltd., SC Group Asia Co., Ltd.)

Excluded: — (Company name:)

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

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Restatement: No

(3) Number of outstanding shares (common shares)

1) Number of outstanding shares at the end of the period (including treasury shares):

As of March 31, 2025: 12,320,650 shares

As of March 31, 2024: 12,320,650 shares

- 2) Number of treasury shares at the end of the period:
- | | |
|-----------------------|----------------|
| As of March 31, 2025 | 337,953 shares |
| As of March 31, 2024: | 270,720 shares |

- 3) Average number of shares during the period:
- | | |
|-----------------------------------|-------------------|
| Fiscal year ended March 31, 2025: | 12,004,953 shares |
| Fiscal year ended March 31, 2024: | 12,053,072 shares |

(Note) The number of treasury shares excluded from the calculation of the number of treasury shares at the end of the period and average number of shares during the period include the shares of the Company owned by The Master Trust Bank of Japan, Ltd. (Trust Account) as trust assets for distributing stock to officers.

(Reference) Overview of Non-consolidated Financial Results

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results (% indicates year-on-year change.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2025	62,359	9.3	3,113	63.6	4,272	41.1	5,121	125.3
March 31, 2024	57,050	(14.3)	1,902	(8.2)	3,026	25.9	2,273	46.8

	Profit per share	Diluted profit per share
Fiscal year ended	Yen	Yen
March 31, 2025	424.93	421.38
March 31, 2024	188.29	187.21

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
March 31, 2025	104,073	28,698	27.4	2,365.78
March 31, 2024	95,561	27,386	28.4	2,247.14

(Reference) Equity: As of March 31, 2025: ¥28,472 million

As of March 31, 2024: ¥27,136 million

< Reasons for Differences between Non-Consolidated Results and Previous fiscal Year's Results >

The reason for the difference in non-consolidated results is based on the good performance of the energy business, as described in the attached document " 1 , Summary of Business Results (1) Summary of Business Results for current year."

* These financial results are outside the scope of audits by certified public accountants or audit firms.

* Explanation of the proper use of financial results forecast and other notes

The financial results forecasts in this document are based on information available to the Company as of the date of disclosure of this document. Actual results may differ from these forecasts due to various factors in the future.

The disclosure of non-consolidated financial results forecasts is omitted in view of its materiality.

3. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	10,428	16,829
Notes and accounts receivable – trade, and contract assets	53,475	58,664
Investments in leases	34	32
Securities	100	100
Merchandise and finished goods	7,805	11,470
Work in process	442	458
Raw materials and supplies	1,708	1,942
Advance payments to suppliers	21,021	15,533
Other	736	981
Allowance for doubtful accounts	(153)	(179)
Total current assets	95,599	105,833
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,084	1,245
Machinery, equipment and vehicles	252	275
Tools, furniture and fixtures	441	524
Fixed assets for rent, net	674	681
Leased assets	163	158
Land	2,039	2,108
Construction in progress	2	0
Total property, plant and equipment	4,658	4,994
Intangible assets		
Goodwill	156	63
Right to use facilities	118	116
Software	348	219
Other	18	23
Total intangible assets	642	423
Investments and other assets		
Investment securities	16,413	16,922
Long-term loans receivable	34	30
Deferred tax assets	586	674
Other	637	692
Allowance for doubtful accounts	(30)	(38)
Total investments and other assets	17,642	18,282
Total non-current assets	22,943	23,699
Total assets	118,543	129,533

(Million yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable – trade	44,588	55,287
Short-term borrowings	7	11
Lease liabilities	41	47
Accounts payable – other	1,861	1,473
Income taxes payable	788	2,270
Advances received	20,791	15,861
Provision for bonuses	940	1,158
Provision for bonuses for directors	123	159
Other	1,003	850
Total current liabilities	70,146	77,119
Non-current liabilities		
Long-term borrowings	18	21
Lease liabilities	133	121
Retirement benefit liability	2,558	2,572
Provision for retirement benefits for directors	22	45
Provision for share awards	-	69
Deferred tax liabilities	2,012	1,447
Other	470	469
Total non-current liabilities	5,216	4,746
Total liabilities	75,362	81,865
Net assets		
Shareholders' equity		
Share capital	6,728	6,728
Capital surplus	2,040	2,097
Retained earnings	25,992	31,613
Treasury shares	(415)	(645)
Total shareholders' equity	34,345	39,793
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,509	5,221
Foreign currency translation adjustment	1,370	1,918
Remeasurements of defined benefit plans	38	52
Total accumulated other comprehensive income	7,918	7,192
Share acquisition rights	250	225
Non-controlling interests	666	455
Total net assets	43,180	47,667
Total liabilities and net assets	118,543	129,533

(2) Consolidated Statements of Income and Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales	86,785	93,734
Cost of sales	64,126	68,473
Gross profit	22,658	25,261
Selling, general and administrative expenses	17,078	18,774
Operating profit	5,580	6,487
Non-operating income		
Interest income	18	23
Dividend income	270	287
Gain on sale of securities	4	2
Share of profit of entities accounted for using equity method	310	1,366
Foreign exchange gains	54	30
Other	90	148
Total non-operating income	749	1,859
Non-operating expenses		
Interest expenses	13	6
Loss on sale of notes receivable – trade	5	-
Other	55	40
Total non-operating expenses	74	46
Ordinary profit	6,255	8,299
Extraordinary income		
Gain on sale of investment securities	204	2,781
Gain on sale of shares of subsidiaries and associates	16	-
Compensation income	56	-
Total extraordinary income	278	2,781
Extraordinary losses		
Loss on valuation of investment securities	87	-
Total extraordinary losses	87	-
Profit before income taxes	6,445	11,081
Income taxes - current	1,914	3,290
Income taxes - deferred	(55)	(96)
Total income taxes	1,858	3,193
Net profit	4,587	7,887
Profit attributable to		
Profit attributable to owners of parent	4,489	7,799
Profit attributable to non-controlling interests	97	88
Other comprehensive income		
Valuation difference on available-for-sale securities	3,291	(1,402)
Foreign currency translation adjustment	716	583
Remeasurements of defined benefit plans, net of tax	53	(1)
Share of other comprehensive income of entities accounted for using equity method	56	126
Total other comprehensive income	4,117	(695)
Comprehensive income	8,704	7,192
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,560	7,073
Comprehensive income attributable to non-controlling interests	143	119

(3) Consolidated Statements of Changes in Equity
For the fiscal year ended March 31, 2024

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,728	2,040	22,813	(435)	31,146
Changes during period					
Dividends of surplus			(1,388)		(1,388)
Purchase of shares of consolidated subsidiaries		-			-
Changes in equity due to capital transfer		-			-
Change in scope of consolidation			80		80
Profit attributable to owners of parent			4,489		4,489
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares			0	0	0
Exercise of share acquisition rights			(3)	22	18
Net changes in items other than shareholders' equity					
Total changes during period	-	-	3,178	19	3,198
Balance at end of period	6,728	2,040	25,992	(415)	34,345

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	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	3,140	692	15	3,847	218	524	35,736
Changes during period							
Dividends of surplus							(1,388)
Purchase of shares of consolidated subsidiaries							-
Changes in equity due to capital transfer							-
Change in scope of consolidation							80
Profit attributable to owners of parent							4,489
Purchase of treasury shares							(2)
Disposal of treasury shares							0
Exercise of share acquisition rights							18
Net changes in items other than shareholders' equity	3,369	678	23	4,071	32	141	4,245
Total changes during period	3,369	678	23	4,071	32	141	7,443
Balance at end of period	6,509	1,370	38	7,918	250	666	43,180

For the fiscal year ended March 31, 2025

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,728	2,040	25,992	(415)	34,345
Changes during period					
Dividends of surplus			(2,175)		(2,175)
Purchase of shares of consolidated subsidiaries		13			13
Changes in equity due to capital transfer		29			29
Change in scope of consolidation			(0)		(0)
Profit attributable to owners of parent			7,799		7,799
Purchase of treasury shares				(257)	(257)
Disposal of treasury shares		13	-	-	13
Exercise of share acquisition rights			(2)	27	24
Net changes in items other than shareholders' equity					
Total changes during period	-	57	5,621	(230)	5,447
Balance at end of period	6,728	2,097	31,613	(645)	39,793

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	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	6,509	1,370	38	7,918	250	666	43,180
Changes during period							
Dividends of surplus							(2,175)
Purchase of shares of consolidated subsidiaries							13
Changes in equity due to capital transfer							29
Change in scope of consolidation							(0)
Profit attributable to owners of parent							7,799
Purchase of treasury shares							(257)
Disposal of treasury shares							13
Exercise of share acquisition rights							24
Net changes in items other than shareholders' equity	(1,288)	548	14	(725)	(24)	(210)	(960)
Total changes during period	(1,288)	548	14	(725)	(24)	(210)	4,486
Balance at end of period	5,221	1,918	52	7,192	225	455	47,667

(4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	6,445	11,081
Depreciation	580	724
Share-based payment expenses	50	-
Amortization of goodwill	101	105
Share of loss (profit) of entities accounted for using equity method	(310)	(1,366)
Increase (decrease) in allowance for doubtful accounts	23	29
Increase (decrease) in provision for bonuses	239	217
Increase (decrease) in provision for bonuses for directors	3	35
Increase (decrease) in retirement benefit liability	29	11
Increase (decrease) in provision for retirement benefits for directors	(0)	(1)
Increase (decrease) in provision for share awards	-	69
Loss (gain) on sale of securities	(4)	(2)
Loss (gain) on valuation of investment securities	87	-
Loss (gain) on sale of investment securities	(204)	(2,781)
Loss (gain) on sale of shares of subsidiaries and associates	(16)	-
Interest and dividend income	(289)	(311)
Interest expenses	13	6
Decrease (increase) in trade receivables	(17,611)	(5,036)
Decrease (increase) in investments in leases	30	1
Decrease (increase) in inventories	700	(3,573)
Decrease (increase) in advance payments to suppliers	(17,267)	5,504
Increase (decrease) in trade payables	13,347	10,558
Increase (decrease) in advances received	17,595	(5,093)
Decrease (increase) in consumption taxes refund receivable	317	(19)
Increase (decrease) in accrued consumption taxes	575	(470)
Increase/decrease in other assets/liabilities	210	(57)
Subtotal	4,647	9,631
Interest and dividends received	273	301
Interest paid	(13)	(6)
Income taxes refund (paid)	(2,407)	(2,001)
Other, net	42	149
Net cash provided by (used in) operating activities	2,541	8,074

(Million yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from investing activities		
Payments into time deposits	-	(51)
Proceeds from withdrawal of time deposits	-	70
Purchase of securities	(46)	(46)
Proceeds from sale of securities	52	47
Purchase of investment securities	(96)	(39)
Proceeds from sale of investment securities	465	3,238
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	29	-
Purchase of shares of associates	-	(1,813)
Proceeds from sales of shares of associates	-	37
Proceeds from liquidation of subsidiaries and associates	121	-
Purchase of property, plant and equipment	(519)	(610)
Proceeds from sale of property, plant and equipment	49	12
Purchase of intangible assets	(127)	(100)
Proceeds from sale of intangible assets	-	14
Loan advances	(14)	(4)
Proceeds from collection of loans receivable	7	7
Payments of guarantee deposits	(53)	(10)
Proceeds from refund of guarantee deposits	49	9
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	-	55
Other, net	(6)	(2)
Net cash provided by (used in) investing activities	(88)	812
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(2,007)	-
Repayments of long-term borrowings	-	(158)
Dividends paid	(1,384)	(2,163)
Purchase of treasury shares	(2)	(257)
Proceeds from sale of treasury shares	0	0
Dividends paid to non-controlling interests	(21)	(134)
Repayments of shares to non-controlling shareholders	-	(22)
Proceeds from issuance of common stock assigned to non-controlling interests	-	3
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(137)
Other, net	(46)	(45)
Net cash provided by (used in) financing activities	(3,462)	(2,916)
Effect of exchange rate change on cash and cash equivalents	335	330
Net increase (decrease) in cash and cash equivalents	(672)	6,300
Cash and cash equivalents at beginning of period	10,653	10,428
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	447	46
Cash and cash equivalents at end of period	10,428	16,775