



Consolidated Financial Results for the Six Months Ended April 30, 2025 [Japanese GAAP]

June 13, 2025

Company name: TORQ Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 8077
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 Scheduled date to file semi-annual securities report: June 16, 2025
 Scheduled date to commence dividend payments: July 15, 2025
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Six Months Ended April 30, 2025 (November 1, 2024 to April 30, 2025)

(1) Consolidated Operating Results

(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	%
Six months ended April 30, 2025	11,357	4.5	575	50.6	601	38.6	395	26.8
April 30, 2024	10,870	1.3	382	3.3	434	(29.1)	311	(25.4)

(Note) Comprehensive income: Six months ended April 30, 2025: ¥ 300 million [-%]
 Six months ended April 30, 2024: ¥ 611 million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended April 30, 2025	17.35	17.34
April 30, 2024	12.55	12.51

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of April 30, 2025	33,313	13,338	40.0
October 31, 2024	33,680	13,266	39.3

(Reference) Equity: As of April 30, 2025: ¥ 13,330 million
 As of October 31, 2024: ¥ 13,247 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended October 31, 2024	-	3.00	-	3.00	6.00
Fiscal year ending October 31, 2025	-	3.00			
Fiscal year ending October 31, 2025 (Forecast)			-	3.00	6.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending October 31, 2025 :

3. Consolidated Financial Results Forecast for the Fiscal Year Ending October 31, 2025(November 1, 2024 to October 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	23,100	3.1	1,040	14.9	1,300	4.8	900	0.6	36.66

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

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

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

April 30, 2025: 28,007,448 shares

October 31, 2024: 28,007,448 shares

2) Number of treasury shares at the end of the period:

April 30, 2025: 5,437,123 shares

October 31, 2024: 4,807,823 shares

3) Average number of shares outstanding during the period:

Six months ended April 30, 2025: 22,793,182 shares

Six months ended April 30, 2024: 24,848,456 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Consolidated Financial Statements and Primary Notes
Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of October 31, 2024	As of April 30, 2025
Assets		
Current assets		
Cash and deposits	2,181,688	2,667,867
Notes and accounts receivable - trade	5,071,611	4,474,875
Electronically recorded monetary claims - operating	2,927,040	2,650,340
Securities	583,519	312,000
Merchandise	5,791,905	6,175,091
Other	104,340	66,718
Allowance for doubtful accounts	(5,150)	(4,500)
Total current assets	16,654,955	16,342,393
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,397,128	2,339,151
Machinery, equipment and vehicles, net	1,457,177	1,334,123
Land	4,333,942	4,333,942
Other, net	93,200	85,660
Total property, plant and equipment	8,281,448	8,092,877
Intangible assets	130,477	121,794
Investments and other assets		
Investment securities	8,225,069	8,410,889
Distressed receivables	206	206
Other	388,591	345,254
Allowance for doubtful accounts	(206)	(206)
Total investments and other assets	8,613,661	8,756,143
Total non-current assets	17,025,587	16,970,815
Total assets	33,680,542	33,313,208

(Thousands of yen)

	As of October 31, 2024	As of April 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,522,307	2,640,845
Electronically recorded obligations - operating	1,820,430	1,758,137
Short-term borrowings	5,950,000	5,950,000
Current portion of long-term borrowings	636,764	486,764
Provision for bonuses	131,858	128,742
Other	903,553	761,689
Total current liabilities	11,964,913	11,726,178
Non-current liabilities		
Long-term borrowings	6,696,326	6,452,944
Deferred tax liabilities	1,556,896	1,605,159
Retirement benefit liability	191,268	185,773
Long-term guarantee deposits	4,500	4,500
Total non-current liabilities	8,448,990	8,248,377
Total liabilities	20,413,904	19,974,555
Net assets		
Shareholders' equity		
Share capital	2,712,335	2,712,335
Capital surplus	1,720,898	1,718,964
Retained earnings	6,438,957	6,764,917
Treasury shares	(1,296,119)	(1,442,270)
Total shareholders' equity	9,576,071	9,753,947
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,646,362	3,576,509
Deferred gains or losses on hedges	(3,671)	(24,304)
Remeasurements of defined benefit plans	29,080	24,500
Total accumulated other comprehensive income	3,671,771	3,576,705
Share acquisition rights	18,795	8,000
Total net assets	13,266,638	13,338,653
Total liabilities and net assets	33,680,542	33,313,208

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Thousands of yen)

	For the six months ended April 30, 2024	For the six months ended April 30, 2025
Net sales	10,870,972	11,357,256
Cost of sales	8,417,498	8,711,483
Gross profit	2,453,473	2,645,772
Selling, general and administrative expenses	2,071,318	2,070,243
Operating profit	382,155	575,529
Non-operating income		
Dividend income	96,611	141,741
Rental income	5,305	5,305
Purchase discounts	43,738	42,623
Other	7,015	5,737
Total non-operating income	152,671	195,407
Non-operating expenses		
Interest expenses	29,517	58,270
Loss on investments in securities	68,676	110,536
Other	2,625	785
Total non-operating expenses	100,819	169,592
Ordinary profit	434,007	601,344
Extraordinary income		
Gain on sale of non-current assets	74,613	-
Gain on reversal of share acquisition rights	-	10,795
Total extraordinary income	74,613	10,795
Extraordinary losses		
Loss on valuation of investment securities	-	1,916
Total extraordinary losses	-	1,916
Profit before income taxes	508,620	610,224
Income taxes - current	181,924	205,418
Income taxes - deferred	14,813	9,246
Total income taxes	196,737	214,665
Profit	311,883	395,558
Profit attributable to owners of parent	311,883	395,558

Semi-annual Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the six months ended April 30, 2024	For the six months ended April 30, 2025
Profit	311,883	395,558
Other comprehensive income		
Valuation difference on available-for-sale securities	303,620	(69,852)
Deferred gains or losses on hedges	(104)	(20,633)
Remeasurements of defined benefit plans, net of tax	(3,674)	(4,579)
Total other comprehensive income	299,841	(95,065)
Comprehensive income	611,724	300,493
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	611,724	300,493

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended April 30, 2024	For the six months ended April 30, 2025
Cash flows from operating activities		
Profit before income taxes	508,620	610,224
Depreciation	240,438	211,860
Increase (decrease) in retirement benefit liability	(1,630)	(7,353)
Increase (decrease) in allowance for doubtful accounts	(58)	(650)
Increase (decrease) in provision for bonuses	(10,580)	(3,116)
Interest and dividend income	(96,678)	(142,403)
Interest expenses	29,517	58,270
Loss (gain) on sale of non-current assets	(74,613)	-
Loss (gain) on valuation of investment securities	-	1,916
Loss (gain) on investments in securities	68,676	110,536
Gain on reversal of share acquisition rights	-	(10,795)
Decrease (increase) in trade receivables	291,512	873,436
Decrease (increase) in inventories	(730,590)	(383,186)
Decrease (increase) in other current assets	(70,636)	14,962
Increase (decrease) in trade payables	459,052	56,244
Increase (decrease) in other current liabilities	(265,738)	40,573
Other, net	4,983	2,349
Subtotal	352,274	1,432,870
Interest and dividends received	96,687	142,384
Interest paid	(29,722)	(58,695)
Income taxes refund (paid)	(284,558)	(235,346)
Net cash provided by (used in) operating activities	134,681	1,281,213
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	227,759	-
Purchase of property, plant and equipment	(7,165)	(2,006)
Purchase of intangible assets	(19,785)	(12,550)
Purchase of investment securities	(3,003)	(196,299)
Other, net	1,332	39,365
Net cash provided by (used in) investing activities	199,137	(171,489)
Cash flows from financing activities		
Repayments of long-term borrowings	(243,382)	(393,382)
Purchase of treasury shares	-	(157,896)
Dividends paid	(74,290)	(69,268)
Net cash provided by (used in) financing activities	(317,672)	(620,546)
Effect of exchange rate change on cash and cash equivalents	123	(2,998)
Net increase (decrease) in cash and cash equivalents	16,270	486,179
Cash and cash equivalents at beginning of period	2,632,284	2,181,688
Cash and cash equivalents at end of period	2,648,554	2,667,867