

Consolidated Financial Results for the Nine Months Ended November 30, 2024 (Japanese GAAP)

January 10, 2025

Company Name: Wakita & Co., LTD.

Code Number: 8125

(URL: <https://www.wakita.co.jp/>)

Stock Exchange Listing: Tokyo Stock Exchange Prime Market

Representative: Teiji Wakita, President and Representative Director

Contact: Atsuhiko Nariyama, Director, General Manager of General Affairs Division

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Scheduled date to commence dividend payment: –

Preparation of supplementary material on financial results: Available

Holding of financial results briefing: None

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Nine Months Ended November 30, 2024 (From March 1, 2024 to November 30, 2024)

(1) Consolidated Results of Operations

(Percentage figures indicate changes from the same period of the previous year)

	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 November 30, 2024	68,935	5.5	5,437	28.1	5,539	26.8	3,415	37.0
November 30, 2023	65,346	11.9	4,245	(3.4)	4,367	(3.2)	2,493	(9.8)

(Note) Comprehensive income: For the nine months ended November 30, 2024: ¥3,269 million [1.7%]
For the nine months ended November 30, 2023: ¥3,214 million [4.2%]

	Profit per share		Fully diluted profit per share	
	Yen		Yen	
Nine months ended November 30, 2024	69.18		–	
November 30, 2023	49.95		–	

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of November 30, 2024	146,977	101,291	68.0
February 29, 2024	143,944	100,847	69.4

(Reference) Equity: As of November 30, 2024: ¥99,991 million
As of February 29, 2024: ¥99,880 million

2. Dividends

	Cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2024	–	0.00	–	62.00	62.00
Fiscal 2025	–	0.00	–		
Fiscal 2025 (Forecast)				70.00	70.00

(Note) Revision to the dividend forecast from recently announced figures: None

3. Forecast of Consolidated Financial Results for Fiscal 2025 (From March 1, 2024 to February 28, 2025)

(Percentage figures indicate changes from the previous year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	94,000	6.0	5,800	4.7	5,950	4.2	3,450	9.2	69.89

(Note) Revision to the financial forecast from recently announced figures: None

* Notes

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

Companies added to the scope: 1 company; NITTO RENTAL CO., LTD.

Companies removed from the scope: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements:

Not applicable

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

1) Changes in accounting policies due to the revision of accounting standards, etc.: Not applicable

2) Any changes in accounting policies other than 1) above: Not applicable

3) Changes in accounting estimates: Not applicable

4) Restatements: Not applicable

(4) Number of shares issued (common shares)

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

As of November 30, 2024: 52,021,297 shares

As of February 29, 2024: 52,021,297 shares

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

As of November 30, 2024: 2,674,612 shares

As of February 29, 2024: 2,659,758 shares

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

Nine months ended November 30, 2024: 49,366,893 shares

Nine months ended November 30, 2023: 49,908,306 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Explanation for the appropriate use of performance forecasts and other special notes:

The performance forecasts and other descriptions on future events presented in this material are based on information that was available at the time of preparation of this material and based on certain assumptions considered to be reasonable, and not intended to guarantee their achievement. The actual performance, etc. may differ materially from these forecasts due to various factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of February 29, 2024	As of November 30, 2024
Assets		
Current assets		
Cash and deposits	18,338	19,640
Notes receivable - trade	3,882	3,019
Electronically recorded monetary claims - operating	3,925	4,545
Accounts receivable - trade	12,457	13,286
Investments in leases	1,349	2,526
Securities	600	1,600
Merchandise and finished goods	5,965	4,768
Work in process	186	147
Raw materials and supplies	182	167
Other	1,050	929
Allowance for doubtful accounts	(72)	(102)
Total current assets	47,866	50,527
Non-current assets		
Property, plant and equipment		
Assets for rent, net	12,911	15,328
Real estate for rent, net	40,031	39,071
Buildings and structures, net	8,883	9,955
Land	11,564	11,876
Leased assets, net	37	37
Other, net	2,679	1,104
Total property, plant and equipment	76,108	77,373
Intangible assets		
Goodwill	6,959	6,116
Customer-related intangible assets	4,192	4,017
Other	820	852
Total intangible assets	11,973	10,986
Investments and other assets		
Investment securities	5,019	4,923
Retirement benefit asset	1,014	1,075
Deferred tax assets	180	265
Other	2,371	2,464
Allowance for doubtful accounts	(588)	(639)
Total investments and other assets	7,996	8,089
Total non-current assets	96,078	96,449
Total assets	143,944	146,977

	As of February 29, 2024	As of November 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,770	7,317
Electronically recorded obligations - operating	3,422	4,696
Short-term borrowings	490	425
Current portion of long-term borrowings	169	167
Lease liabilities	29	24
Income taxes payable	1,183	1,057
Provision for bonuses	481	363
Provision for product warranties	9	9
Provision for shareholder benefit program	350	255
Other	8,612	9,441
Total current liabilities	21,519	23,759
Non-current liabilities		
Long-term borrowings	424	441
Lease liabilities	78	71
Deferred tax liabilities	2,426	2,858
Deferred tax liabilities for land revaluation	435	435
Provision for share based compensation expenses for directors	93	76
Provision for retirement benefits for directors (and other officers)	51	100
Retirement benefit liability	361	397
Long-term accounts payable - facilities	13,709	13,627
Other	3,996	3,915
Total non-current liabilities	21,578	21,925
Total liabilities	43,097	45,685
Net assets		
Shareholders' equity		
Share capital	13,821	13,821
Capital surplus	16,627	16,627
Retained earnings	72,383	72,732
Treasury shares	(3,268)	(3,304)
Total shareholders' equity	99,563	99,876
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,041	1,930
Deferred gains or losses on hedges	176	123
Revaluation reserve for land	(2,144)	(2,144)
Remeasurements of defined benefit plans	243	205
Total accumulated other comprehensive income	317	115
Non-controlling interests	966	1,300
Total net assets	100,847	101,291
Total liabilities and net assets	143,944	146,977

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income
(Nine-Month Period of Consolidated Fiscal Year)

(Millions of yen)

	For the nine months ended November 30, 2023 (From March 1, 2023 to November 30, 2023)	For the nine months ended November 30, 2024 (From March 1, 2024 to November 30, 2024)
Net sales	65,346	68,935
Cost of sales	47,200	48,669
Gross profit	18,146	20,266
Selling, general and administrative expenses	13,901	14,828
Operating profit	4,245	5,437
Non-operating income		
Interest income	1	2
Dividend income	91	104
Purchase discounts	31	26
Foreign exchange gains	35	7
Gain on investments in investment partnerships	30	29
Other	85	98
Total non-operating income	275	269
Non-operating expenses		
Interest expenses	137	146
Other	15	20
Total non-operating expenses	153	166
Ordinary profit	4,367	5,539
Extraordinary income		
Gain on sale of non-current assets	7	2
Gain on bargain purchase	–	57
Total extraordinary income	7	60
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on retirement of non-current assets	8	6
Retirement benefits for directors (and other officers)	–	18
Other	1	–
Total extraordinary losses	10	25
Profit before income taxes	4,364	5,575
Income taxes - current	1,861	2,183
Income taxes - deferred	(65)	(92)
Total income taxes	1,795	2,090
Profit	2,568	3,484
Profit attributable to non-controlling interests	75	69
Profit attributable to owners of parent	2,493	3,415

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the nine months ended November 30, 2023 (From March 1, 2023 to November 30, 2023)	For the nine months ended November 30, 2024 (From March 1, 2024 to November 30, 2024)
Profit	2,568	3,484
Other comprehensive income		
Valuation difference on available-for-sale securities	600	(110)
Deferred gains or losses on hedges	77	(66)
Remeasurements of defined benefit plans, net of tax	(31)	(37)
Total other comprehensive income	646	(215)
Comprehensive income	3,214	3,269
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,093	3,222
Comprehensive income attributable to non-controlling interests	90	56