

Translation

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

September 5, 2024

Company name: SENSHU ELECTRIC CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 9824 URL <https://www.senden.co.jp/>
 Representative: Representative Director, President Motohide Nishimura
 Senior Managing Director & Executive
 Inquiries: Officer & General Manager of Administration Division Kazuto Narita TEL 06-6384-1101
 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 July 31, 2024 (from November 1, 2023 to July 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 July 31, 2024	99,151	6.8	7,505	18.3	7,829	17.9	5,384	20.7
Nine months ended July 31, 2023	92,859	11.1	6,342	20.4	6,640	18.6	4,461	18.5

(Note) Comprehensive income Nine months ended July 31, 2024 ¥6,032 million [24.0%]
 Nine months ended July 31, 2023 ¥4,863 million [21.7%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended July 31, 2024	306.57		306.36	
Nine months ended July 31, 2023	250.81		250.69	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2024	104,941	53,579	50.7
As of October 31, 2023	101,367	50,714	49.7

Reference: Equity As of July 31, 2024 ¥53,195 million
 As of October 31, 2023 ¥50,329 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 October 31, 2023	–	50.00	–	60.00	110.00
Year ending October 31, 2024	–	65.00	–	–	–
Year ending October 31, 2024 (Forecast)	–	–	–	65.00	130.00

(Notes) Revision of cash dividend forecast most recently announced: No

3. Forecast of consolidated financial results for the year ending October 31, 2024 (from November 1, 2023 to October 31, 2024)

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	132,000	5.6	9,600	14.7	10,000	14.0	7,000	18.2	401.47

(Note) Revision of consolidated financial results forecast most recently announced: No

The Company acquired 330,100 treasury shares pursuant to the resolutions of the Board of Directors' meetings held on September 11, 2023 and June 4, 2024. The "Net income per share" in the consolidated performance forecast is calculated taking into account the increase or decrease in the number of treasury shares acquired and scheduled to be acquired.

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended July 31, 2024: No

(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 July 31, 2024	19,500,000 shares	As of October 31, 2023	21,000,000 shares
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Number of treasury shares at the end of the period

As of July 31, 2024	2,024,043 shares	As of October 31, 2023	3,303,008 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended July 31, 2024	17,562,405 shares	Nine months ended July 31, 2023	17,789,528 shares
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* Review of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation.: No

* Proper use of forecasts of financial results, and other special matters

(Caution concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of October 31, 2023	As of July 31, 2024
Assets		
Current assets		
Cash and deposits	28,534	26,336
Notes and accounts receivable - trade	23,313	23,447
Electronically recorded monetary claims - operating	11,302	12,919
Securities	9	10
Merchandise	6,914	8,612
Work in process	247	212
Raw materials and supplies	257	289
Other	271	319
Allowance for doubtful accounts	(18)	(19)
Total current assets	70,830	72,126
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,083	7,195
Machinery, equipment and vehicles, net	361	323
Land	12,282	12,394
Leased assets, net	103	188
Other, net	523	1,862
Total property, plant and equipment	20,355	21,963
Intangible assets		
Goodwill	122	95
Other	180	160
Total intangible assets	303	256
Investments and other assets		
Investment securities	2,310	3,185
Long-term time deposits	3,000	3,000
Deferred tax assets	715	337
Other, net	4,253	4,463
Allowance for doubtful accounts	(400)	(391)
Total investments and other assets	9,878	10,595
Total non-current assets	30,537	32,814
Total assets	101,367	104,941

(Millions of yen)

	As of October 31, 2023	As of July 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	43,050	44,683
Short-term borrowings	691	426
Current portion of bonds payable	64	14
Current portion of long-term borrowings	5	–
Lease liabilities	22	39
Income taxes payable	1,561	1,071
Provision for bonuses	773	436
Other	1,544	1,751
Total current liabilities	47,713	48,422
Non-current liabilities		
Bonds payable	42	35
Long-term borrowings	54	–
Lease liabilities	49	123
Deferred tax liabilities	8	6
Retirement benefit liability	2,120	2,222
Asset retirement obligations	7	7
Other	656	544
Total non-current liabilities	2,939	2,939
Total liabilities	50,652	51,361
Net assets		
Shareholders' equity		
Share capital	2,575	2,575
Capital surplus	2,757	501
Retained earnings	48,574	51,757
Treasury shares	(5,142)	(3,820)
Total shareholders' equity	48,764	51,014
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	961	1,510
Foreign currency translation adjustment	446	535
Remeasurements of defined benefit plans	156	135
Total accumulated other comprehensive income	1,565	2,181
Share acquisition rights	59	25
Non-controlling interests	326	358
Total net assets	50,714	53,579
Total liabilities and net assets	101,367	104,941

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended July 31, 2023	Nine months ended July 31, 2024
Net sales	92,859	99,151
Cost of sales	78,798	83,521
Gross profit	14,061	15,629
Selling, general and administrative expenses		
Freight and packing costs	1,024	1,098
Provision of allowance for doubtful accounts	22	(0)
Salaries and bonuses	2,875	3,061
Welfare expenses	781	797
Provision for bonuses	390	418
Retirement benefit expenses	195	199
Travel, transportation and communication expenses	214	217
Depreciation	378	414
Amortization of goodwill	26	26
Other	1,808	1,890
Total selling, general and administrative expenses	7,718	8,124
Operating profit	6,342	7,505
Non-operating income		
Interest income	11	18
Dividend income	62	85
Rental income from buildings	100	100
Foreign exchange gains	5	24
Other	208	183
Total non-operating income	388	411
Non-operating expenses		
Interest expenses	2	3
Depreciation	37	37
Guarantee commission	9	10
Other	42	35
Total non-operating expenses	91	86
Ordinary profit	6,640	7,829
Extraordinary income		
Subsidy income	–	112
Total extraordinary income	–	112
Profit before income taxes	6,640	7,942
Income taxes - current	2,001	2,392
Income taxes - deferred	131	142
Total income taxes	2,132	2,535
Profit	4,507	5,406
Profit attributable to non-controlling interests	45	22
Profit attributable to owners of parent	4,461	5,384

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended July 31, 2023	Nine months ended July 31, 2024
Profit	4,507	5,406
Other comprehensive income		
Valuation difference on available-for-sale securities	374	548
Foreign currency translation adjustment	(18)	98
Remeasurements of defined benefit plans, net of tax	0	(21)
Total other comprehensive income	356	625
Comprehensive income	4,863	6,032
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,801	6,000
Comprehensive income attributable to non-controlling interests	61	32