

30-January, 2025

Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: TOKAI RIKI CO., LTD
 Listing: Tokyo Stock Exchange and Nagoya Stock Exchange
 Securities code: 6995
 URL: <http://www.tokai-rika.co.jp>
 Representative: Hiroyoshi Ninoyu, President
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 Scheduled date to commence dividend payments:
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

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

1. Consolidated financial results for the Nine months ended December 31, 2024 (from April 1, 2024 to December 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								
December 31, 2024	459,492	(3.3)	27,619	(16.8)	27,573	(30.3)	22,666	(15.9)
December 31, 2023	474,929	16.2	33,213	352.4	39,565	208.6	26,965	321.4

Note: Comprehensive income

For the Nine Months Ended December 31, 2024 : 17,996 million [-51%]

For the Nine Months Ended December 31, 2023 : 36,734 million [372.5%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	267.95	-
December 31, 2023	295.24	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	515,872	349,054	63.4
March 31, 2024	519,718	339,488	61.2

Reference: Equity

As of December 31, 2024 ¥327,034 million

As of March 31, 2024 ¥317,867 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	36.00	-	39.00	75.00
Fiscal year ended March 31, 2025	-	45.00			
Fiscal year ending March 31, 2025 (Forecast)			-	45.00	45.00

Notes: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated earnings forecast for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate the changes of the same period of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per shares
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen
Full year	600,000	(3.8)	30,000	4.1	28,000	(29.3)	22,000	(11.5)	259.75

Notes: Revisions to the forecast of financial result most recently announced: None

* Notes

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

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

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

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of December 31, 2024 94,234,171 shares

As of March 31, 2024 94,234,171 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2024 9,636,546 shares

As of March 31, 2024 9,654,293 shares

(iii) Average number of shares outstanding during the period

For the Nine Months Ended December 31, 2024 84,592,355 shares

For the Nine Months Ended December 31, 2023 91,334,503 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The above forward-looking statements are prepared based on judgment and assumption from information currently available to the Company. These statements do not purport that the Company pledges to realize such statements. Actual business results may differ from the forecast figures due to various factors such as uncertainties of the information, future economic conditions, stock prices and exchange rates trends

Consolidated Balance Sheet

TOKAI RIKA Co., Ltd. and Consolidated Subsidiaries

Millions of Yen

ASSETS	As of March 31, 2024	As of December 31, 2024	Increase (Decrease)
CURRENT ASSETS:			
Cash and deposits	73,779	80,965	7,186
Notes and accounts receivable	82,403	78,258	(4,145)
Electronically recorded monetary claims-operating	13,022	15,163	2,141
Marketable securities	4,743	8,470	3,727
Finished goods	25,934	27,304	1,370
Work-in-process	40,744	45,657	4,913
Raw materials and supplies	9,617	9,578	(39)
Other current assets	13,812	14,921	1,109
Less: Allowance for doubtful accounts	(55)	(37)	18
Total current assets	264,002	280,282	16,280
NON-CURRENT ASSETS:			
Tangible non-current assets			
Buildings and structures	39,741	45,136	5,395
Machinery and vehicle	32,408	34,197	1,789
Others	46,158	38,902	(7,256)
Total tangible non-current assets	118,308	118,236	(72)
Intangible non-current assets			
Others	3,687	4,074	387
Total intangible non-current assets	3,687	4,074	387
Investments and other assets:			
Investments securities	60,288	39,452	(20,836)
Net defined benefit asset	59,588	60,455	867
Others	13,922	13,451	(471)
Less: Allowance for doubtful accounts	(80)	(81)	(1)
Total investments and other assets	133,719	113,278	(20,441)
Total noncurrent assets	255,715	235,590	(20,125)
TOTAL	519,718	515,872	(3,846)

Millions of Yen

	As of March 31, 2024	As of December 31, 2024	Increase (Decrease)
LIABILITIES AND EQUITY			
CURRENT LIABILITIES:			
Notes and accounts payable	51,042	49,562	(1,480)
Electronically recorded obligations-operating	11,099	10,830	(269)
Income taxes payable	3,342	2,505	(837)
Provision for bonuses to employees	10,932	6,338	(4,594)
Provision for Environment(current)	-	990	-
Provision for product warranty	14,294	12,190	(2,104)
Other provisions	177	152	(25)
Others	40,973	40,743	(230)
Total current liabilities	131,862	123,313	(8,549)
NONCURRENT LIABILITIES:			
Bonds payable	10,000	10,000	-
Provision for retirement benefits for directors (and other officers)	252	250	(2)
Provision for Environment(fixed)	990	-	-
Defined benefit liability	17,467	17,877	410
Long-term asset retirement obligations	72	72	-
Others	19,585	15,303	(4,282)
Total noncurrent liabilities	48,367	43,503	(4,864)
Total liabilities	180,229	166,817	(13,412)
SHAREHOLDERS' EQUITY:			
Common stock	22,856	22,856	-
Capital surplus	25,640	25,637	(3)
Retained earnings	220,393	235,918	15,525
Treasury common stock, at cost	(19,964)	(19,897)	67
Total shareholders' equity	248,925	264,514	15,589
ACCUMULATED OTHER COMPREHENSIVE INCOME			
Net unrealized gain on available-for-sale securities	14,633	6,296	(8,337)
Foreign currency translation adjustments	25,871	29,691	3,820
Remeasurements of defined benefit plans	28,437	26,531	(1,906)
Total accumulated other comprehensive income	68,941	62,519	(6,422)
NON-CONTROLLING INTERESTS			
Total equity	339,488	349,054	9,566
TOTAL	519,718	515,872	(3,846)

Consolidated Statement of Income

TOKAI RIKA Co., Ltd. and Consolidated Subsidiaries

(Consolidated Statement of Income)

Millions of Yen

	Nine months Ended December 31, 2023	Nine months Ended December 31, 2024	Increase (Decrease)
NET SALES	474,929	459,492	(15,437)
COST OF SALES	403,350	393,009	(10,341)
Gross profit	71,578	66,483	(5,095)
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	38,365	38,863	498
Operating income	33,213	27,619	(5,594)
NON-OPERATING INCOME			
Interest income	884	946	2,338
Dividend income	584	603	19
Share of profit of entities accounted for using equity method	717	513	(204)
Foreign exchange gain	3,812	-	(3,812)
Other	566	739	173
Total non-operating income	6,565	2,803	(3,762)
NON-OPERATING EXPENSES			
Interest expenses	32	32	0
Foreign exchange loss	-	2,338	2,338
Other	180	479	299
Total non-operating expenses	213	2,849	2,636
Ordinary income	39,565	27,573	(11,992)
EXTRAORDINARY INCOME			
Gain on sales of non-current assets	-	781	781
Gain on sales of investment securities	-	5,418	5,418
Total extraordinary income	-	6,199	6,199
EXTRAORDINARY LOSS			
Loss on sales and retirement of non-current assets	192	114	(78)
Impairment loss	-	302	302
Total extraordinary loss	192	416	224
INCOME BEFORE INCOME TAXES	39,373	33,356	(6,017)
INCOME TAXES	10,431	9,324	(1,107)
PROFIT	28,942	24,031	(4,911)
PROFIT ATTRIBUTABLE TO NON-CONTROLLING INTERESTS	1,976	1,365	(611)
PROFIT ATTRIBUTABLE TO OWNERS OF PARENT	26,965	22,666	(4,299)

Consolidated Statement of Comprehensive Income

TOKAI RIKA Co., Ltd. and Consolidated Subsidiaries

(Consolidated Statement of Comprehensive Income)

Millions of Yen

	Nine months Ended December 31, 2023	Nine months Ended December 31, 2024	Increase (Decrease)
PROFIT	28,942	24,031	(4,911)
OTHER COMPREHENSIVE INCOME			
Net unrealized gain on available-for-sale securities	2,242	(8,389)	(10,631)
Foreign currency translation adjustments	6,136	4,229	(1,907)
Remeasurements of defined benefit plans	(672)	(1,910)	(1,238)
Share of other comprehensive income of entities accounted for using equity method	86	35	(51)
Total other comprehensive income	7,792	(6,035)	
COMPREHENSIVE INCOME	36,734	17,996	(18,738)
(Breakdown)			
Comprehensive income attributable to owners of parent	34,246	16,243	(18,003)
Comprehensive income attributable to non-controlling interests	2,488	1,752	(736)