

Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 13, 2024

Company name: Imasen Electric Industrial Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7266 URL <https://www.imasen.co.jp/>
 Representative: President Takamitsu Sakurai
 Inquiries: Executive Officer Tatsushi Inoue TEL 0568-67-1211
 Scheduled date of ordinary general meeting of shareholders: June 25, 2024
 Scheduled date to file Securities Report: June 25, 2024
 Scheduled date to commence dividend payments: June 7, 2024
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(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	%
Year ended March 31, 2024	99,730	(0.0)	14	-	260	825.6	(71)	-
Year ended March 31, 2023	99,730	17.1	(770)	-	28	(95.4)	(2,053)	-

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	(3.26)	-	(0.1)	0.3	0.0
Year ended March 31, 2023	(89.70)	-	(4.2)	0.0	(0.8)

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	81,181	51,269	62.6	2,322.92
As of March 31, 2023	82,903	48,887	58.5	2,159.80

(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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	958	(1,209)	(4,995)	11,175
Year ended March 31, 2023	(787)	(2,050)	(30)	15,885

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	-	7.50	-	7.50	15.00	342	-	0.7
Year ended March 31, 2024	-	6.00	-	6.00	12.00	262	-	0.5
Year ending March 31, 2025 (Forecast)	-	7.50	-	7.50	15.00		23.6	

(Note) The expected dividend amount as of the end of the fiscal year ending March 31, 2025 is not yet determined at this time.

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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
Six months ending September 30, 2024	44,700	(5.6)	(1,080)	-	(740)	-	750	-	34.07
Full year	93,500	(6.2)	100	593.6	300	15.2	1,400	-	63.60

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2023

(changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2024	23,475,352 shares	As of March 31, 2023	23,475,352 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	1,582,748 shares	As of March 31, 2023	1,014,557 shares
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Average number of shares during the period

Year ended March 31, 2024	22,010,956 shares	Year ended March 31, 2023	22,891,606 shares
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(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	17,283	12,287
Notes receivable - trade	30	136
Accounts receivable - trade	16,389	16,954
Electronically recorded monetary claims - operating	5,462	5,958
Inventories	14,765	13,058
Other	2,336	2,318
Allowance for doubtful accounts	△266	△243
Total current assets	56,003	50,470
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,771	6,627
Machinery, equipment and vehicles, net	5,061	5,340
Tools, furniture and fixtures, net	2,679	2,906
Land	4,951	4,989
Construction in progress	760	899
Total property, plant and equipment	20,224	20,763
Intangible assets		
Other	700	943
Total intangible assets	700	943
Investments and other assets		
Investment securities	5,251	7,254
Retirement benefit asset	178	1,068
Deferred tax assets	150	206
Other	421	502
Allowance for doubtful accounts	△27	△27
Total investments and other assets	5,975	9,003
Total non-current assets	26,900	30,710
Total assets	82,903	81,181

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,434	9,007
Electronically recorded obligations - operating	4,612	5,155
Short-term borrowings	5,884	3,881
Lease liabilities	403	587
Income taxes payable	283	295
Provision for bonuses	806	808
Provision for product warranties	381	78
Other	3,374	3,824
Total current liabilities	26,180	23,638
Non-current liabilities		
Long-term borrowings	2,516	1,050
Lease liabilities	1,145	1,346
Deferred tax liabilities	2,385	2,280
Retirement benefit liability	1,652	1,454
Other	135	140
Total non-current liabilities	7,835	6,272

Total liabilities	34,016	29,911
Net assets		
Shareholders' equity		
Share capital	7,289	7,289
Capital surplus	7,041	7,041
Retained earnings	28,021	27,647
Treasury shares	△763	△1,135
Total shareholders' equity	41,589	40,843
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,002	3,437
Foreign currency translation adjustment	4,783	5,977
Remeasurements of defined benefit plans	135	596
Total accumulated other comprehensive income	6,921	10,011
Non-controlling interests	376	415
Total net assets	48,887	51,269
Total liabilities and net assets	82,903	81,181

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	99,730	99,730
Cost of sales	93,445	92,086
Gross profit	6,285	7,643
Selling, general and administrative expenses		
Packing and transportation costs	1,792	1,821
Provision for product warranties	△4	61
Salaries, allowances and bonuses	2,305	2,365
Provision for bonuses	110	109
Retirement benefit expenses	58	60
Depreciation	151	137
Other	2,641	3,072
Total selling, general and administrative expenses	7,055	7,629
Operating profit (loss)	△770	14
Non-operating income		
Interest income	168	169
Dividend income	186	223
Compensation income	7	0
Foreign exchange gains	565	236
Other	198	148
Total non-operating income	1,126	778
Non-operating expenses		
Interest expenses	247	386
Compensation expenses	21	78
Other	59	67
Total non-operating expenses	328	532
Ordinary profit	28	260
Extraordinary income		
Gain on sale of non-current assets	25	177
Gain on sale of investment securities	74	280
Reversal of impairment loss	—	91
Total extraordinary income	100	549
Extraordinary losses		
Loss on disposal of non-current assets	6	6
Loss on sale of investment securities	—	2
Loss on liquidation of business	122	—
Extra retirement payments	—	977
Total extraordinary losses	129	986
Loss before income taxes	△1	△176
Income taxes - current	1,019	801
Income taxes - deferred	974	△966
Total income taxes	1,993	△165
Loss	△1,994	△10
Profit attributable to non-controlling interests	58	60
Loss attributable to owners of parent	△2,053	△71

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Loss	△1,994	△10
Other comprehensive income		
Valuation difference on available-for-sale securities	259	1,435
Foreign currency translation adjustment	1,634	1,219
Remeasurements of defined benefit plans, net of tax	△85	460
Total other comprehensive income	1,808	3,116
Comprehensive income	△186	3,105
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△258	3,017
Comprehensive income attributable to non-controlling interests	71	87

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Loss before income taxes	△1	△176
Depreciation	2,949	2,956
Reversal of impairment loss	—	△91
Increase (decrease) in allowance for doubtful accounts	△54	△45
Increase (decrease) in provision for bonuses	△169	2
Increase (decrease) in provision for product warranties	△86	△324
Interest and dividend income	△355	△393
Interest expenses	247	386
Extra retirement payments	—	977
Subsidies for employment adjustment	△90	—
Loss (gain) on sale of investment securities	△74	△278
Loss (gain) on disposal of non-current assets	△19	△170
Decrease (increase) in trade receivables	△616	△443
Decrease (increase) in inventories	△1,520	2,317
Increase (decrease) in trade payables	1,057	△1,581
Other, net	△1,169	△428
Subtotal	95	2,705
Interest and dividends received	354	398
Interest paid	△246	△383
Proceeds from subsidies for employment adjustment	101	—
Income taxes paid	△1,092	△787
Extra retirement payments	—	△974
Net cash provided by (used in) operating activities	△787	958
Cash flows from investing activities		
Decrease (increase) in time deposits	△88	379
Purchase of property, plant and equipment	△1,641	△1,921
Proceeds from sale of property, plant and equipment	7	457
Purchase of investment securities	△74	△83
Proceeds from sale of investment securities	97	444
Other, net	△351	△485
Net cash provided by (used in) investing activities	△2,050	△1,209
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,822	△2,374
Proceeds from long-term borrowings	200	200
Repayments of long-term borrowings	△1,919	△1,592
Repayments of lease liabilities	△448	△489
Dividends paid	△287	△299
Proceeds from sale and leaseback transactions	1,034	—
Other, net	△431	△438
Net cash provided by (used in) financing activities	△30	△4,995
Effect of exchange rate change on cash and cash equivalents	297	536
Net increase (decrease) in cash and cash equivalents	△2,570	△4,709

Cash and cash equivalents at beginning of period	18,455	15,885
Cash and cash equivalents at end of period	15,885	11,175