

Summary of Consolidated Financial Results for the Six Months Ended of September 30,2024 (Based on Japanese GAAP)

November 8, 2024

Company name: Imasen Electric Industrial Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7266 URL <https://www.imasen.co.jp/>
 Representative: President Kenichi Hasegawa
 Inquiries: Executive Officer Tatsushi Inoue TEL 0568-67-1211
 Scheduled date to file semi-annual Securities Report: November 11, 2024
 Scheduled date to commence dividend payments: December 2, 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 six months ended September 30,2024 (from April 1,2024 to September 30,2024)

(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	%
Six months ended September 30,2024	46,519	(1.7)	(437)	-	(252)	-	1,821	-
September 30,2023	47,332	3.2	(276)	-	208	183.0	(1,114)	-

	Earnings per share	Diluted earnings per share
	Yen	Yen
September 30,2024	83.20	-
September 30,2023	(50.35)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
September 30,2024	78,575	52,235	66.1
March 31,2024	81,181	51,269	62.6

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
Fiscal year ended March 31,2024	-	6.00	-	6.00	12.00
Fiscal year ending March 31,2025	-	7.50			
Fiscal year ending March 31,2024 (Forecast)			-	7.50	15.00

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
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 quarter
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of 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 September 30,2024	23,475,352 shares	As of March 31,2024	23,475,352 shares
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Number of treasury shares at the end of the period

As of September 30,2024	1,565,463 shares	As of March 31,2024	1,582,748 shares
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Average number of shares during the period

Six months ended September 30,2024	21,898,366 shares	Six months ended September 30,2023	22,129,304 shares
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*This report is not subject to quarterly review by certified public accountants or auditing firms.

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	12,287	17,570
Notes and accounts receivable - trade	17,091	15,153
Electronically recorded monetary claims - operating	5,958	4,634
Inventories	13,058	14,007
Other	2,318	2,138
Allowance for doubtful accounts	△243	△242
Total current assets	50,470	53,261
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,627	6,346
Machinery, equipment and vehicles, net	5,340	5,743
Other, net	8,795	8,391
Total property, plant and equipment	20,763	20,481
Intangible assets		
Other	943	1,118
Total intangible assets	943	1,118
Investments and other assets		
Investment securities	7,254	1,833
Other	1,777	1,907
Allowance for doubtful accounts	△27	△27
Total investments and other assets	9,003	3,714
Total non-current assets	30,710	25,313
Total assets	81,181	78,575
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,007	8,423
Electronically recorded obligations - operating	5,155	4,808
Short-term borrowings	3,881	2,023
Income taxes payable	295	462
Provision for bonuses	808	901
Provision for product warranties	78	86
Other	4,411	4,663
Total current liabilities	23,638	21,369
Non-current liabilities		
Long-term borrowings	1,050	690
Retirement benefit liability	1,454	1,465
Other	3,767	2,814
Total non-current liabilities	6,272	4,969
Total liabilities	29,911	26,339

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	7,289	7,289
Capital surplus	7,041	7,041
Retained earnings	27,647	29,336
Treasury shares	△1,135	△1,123
Total shareholders' equity	40,843	42,544

Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,437	837
Foreign currency translation adjustment	5,977	7,995
Remeasurements of defined benefit plans	596	532
Total accumulated other comprehensive income	10,011	9,365
Non-controlling interests	415	325
Total net assets	51,269	52,235
Total liabilities and net assets	81,181	78,575

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	47,332	46,519
Cost of sales	43,989	43,328
Gross profit	3,343	3,190
Selling, general and administrative expenses		
Packing and transportation costs	844	779
Salaries, allowances and bonuses	1,132	1,126
Provision for bonuses	106	123
Retirement benefit expenses	36	25
Depreciation	69	62
Other	1,430	1,510
Total selling, general and administrative expenses	3,619	3,627
Operating loss	△276	△437
Non-operating income		
Interest income	77	72
Dividend income	103	149
Foreign exchange gains	504	57
Other	118	86
Total non-operating income	803	365
Non-operating expenses		
Interest expenses	205	132
Compensation expenses	82	4
Other	30	44
Total non-operating expenses	318	181
Ordinary profit (loss)	208	△252
Extraordinary income		
Gain on sale of non-current assets	124	299
Gain on sale of investment securities	32	3,515
Total extraordinary income	156	3,815
Extraordinary losses		
Loss on disposal of non-current assets	13	169
Impairment losses	32	—
Extra retirement payments	947	441
Total extraordinary losses	993	611
Profit (loss) before income taxes	△627	2,950
Income taxes - current	503	653
Income taxes - deferred	△47	450
Total income taxes	455	1,103
Profit (loss)	△1,083	1,846
Profit attributable to non-controlling interests	30	24
Profit (loss) attributable to owners of parent	△1,114	1,821

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit (loss)	△1,083	1,846
Other comprehensive income		
Valuation difference on available-for-sale securities	1,082	△2,600
Foreign currency translation adjustment	1,090	2,046
Remeasurements of defined benefit plans, net of tax	△12	△63
Total other comprehensive income	2,160	△617
Comprehensive income	1,076	1,229
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,015	1,176
Comprehensive income attributable to non-controlling interests	61	53

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit (loss) before income taxes	△627	2,950
Depreciation	1,451	1,490
Increase (decrease) in provision for bonuses	△38	92
Increase (decrease) in provision for product warranties	△293	3
Interest and dividend income	△180	△222
Interest expenses	205	132
Extra retirement payments	947	441
Loss (gain) on sale of investment securities	△32	△3,515
Loss (gain) on disposal of non-current assets	△111	△129
Decrease (increase) in trade receivables	639	4,342
Decrease (increase) in inventories	1,665	△185
Increase (decrease) in trade payables	△2,302	△1,770
Other, net	△203	△533
Subtotal	1,117	3,096
Interest and dividends received	178	209
Interest paid	△202	△138
Extra retirement payments	△903	△66
Income taxes paid	△597	△492
Net cash provided by (used in) operating activities	△407	2,607
Cash flows from investing activities		
Decrease (increase) in time deposits	216	215
Purchase of property, plant and equipment	△402	△1,242
Proceeds from sale of property, plant and equipment	236	1,100
Purchase of investment securities	△34	△6
Proceeds from sale of investment securities	39	5,215
Other, net	△370	△270
Net cash provided by (used in) investing activities	△315	5,012
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△475	△781
Proceeds from long-term borrowings	200	100
Repayments of long-term borrowings	△771	△1,772
Repayments of lease liabilities	△247	△324
Dividends paid	△168	△131
Other, net	△422	△143
Net cash provided by (used in) financing activities	△1,884	△3,053
Effect of exchange rate change on cash and cash equivalents	616	846
Net increase (decrease) in cash and cash equivalents	△1,991	5,412
Cash and cash equivalents at beginning of period	15,885	11,175
Cash and cash equivalents at end of period	13,893	16,588