

Summary of Consolidated Financial Results for the Third Quarter of FY2025 (Based on Japanese GAAP)

February 7, 2025

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 commence dividend payments: —
 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 Third Quarter of FY2025 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31,2024	69,700	(4.9)	(463)	-	(431)	-	1,658	-
December 31,2023	73,313	(1.2)	(210)	-	328	(47.7)	(972)	-

	Earnings per share	Diluted earnings per share
	Yen	Yen
December 31,2024	75.71	—
December 31,2023	(44.12)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31,2024	75,989	50,475	66.0	2,289.38
March 31,2024	81,181	51,269	62.6	2,322.92

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 31,2025 (Forecast)				12.50	20.00

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	94,500	(5.2)	250	-	500	92.1	2,000	-	91.31

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

Nine months ended December 31,2024	21,902,207 shares	Nine months ended December 31,2023	22,050,405 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 December 31, 2024
Assets		
Current assets		
Cash and deposits	12,287	15,172
Notes and accounts receivable - trade	17,091	14,230
Electronically recorded monetary claims - operating	5,958	5,734
Inventories	13,058	13,733
Other	2,318	2,595
Allowance for doubtful accounts	△243	△221
Total current assets	50,470	51,245
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,627	6,453
Machinery, equipment and vehicles, net	5,340	5,311
Other, net	8,795	8,170
Total property, plant and equipment	20,763	19,935
Intangible assets		
Other	943	1,084
Total intangible assets	943	1,084
Investments and other assets		
Investment securities	7,254	1,882
Other	1,777	1,869
Allowance for doubtful accounts	△27	△27
Total investments and other assets	9,003	3,723
Total non-current assets	30,710	24,743
Total assets	81,181	75,989
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,007	8,249
Electronically recorded obligations - operating	5,155	5,478
Short-term borrowings	3,881	1,036
Income taxes payable	295	304
Provision for bonuses	808	348
Provision for product warranties	78	71
Other	4,411	5,200
Total current liabilities	23,638	20,689
Non-current liabilities		
Long-term borrowings	1,050	646
Retirement benefit liability	1,454	1,487
Other	3,767	2,689
Total non-current liabilities	6,272	4,823
Total liabilities	29,911	25,513

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	7,289	7,289
Capital surplus	7,041	7,041
Retained earnings	27,647	29,008
Treasury shares	△1,135	△1,123
Total shareholders' equity	40,843	42,216
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,437	879
Foreign currency translation adjustment	5,977	6,562
Remeasurements of defined benefit plans	596	501
Total accumulated other comprehensive income	10,011	7,943
Non-controlling interests	415	315
Total net assets	51,269	50,475
Total liabilities and net assets	81,181	75,989

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	73,313	69,700
Cost of sales	67,958	64,804
Gross profit	5,355	4,895
Selling, general and administrative expenses		
Packing and transportation costs	1,327	1,172
Salaries, allowances and bonuses	1,790	1,820
Provision for bonuses	42	46
Retirement benefit expenses	63	37
Depreciation	104	93
Other	2,237	2,188
Total selling, general and administrative expenses	5,565	5,359
Operating loss	△210	△463
Non-operating income		
Interest income	102	96
Dividend income	222	173
Foreign exchange gains	499	—
Other	149	121
Total non-operating income	973	391
Non-operating expenses		
Interest expenses	300	174
Compensation expenses	89	12
Foreign exchange losses	—	115
Other	44	57
Total non-operating expenses	434	359
Ordinary profit (loss)	328	△431
Extraordinary income		
Gain on sale of non-current assets	148	299
Gain on sale of investment securities	268	3,598
Total extraordinary income	416	3,897
Extraordinary losses		
Loss on disposal of non-current assets	16	174
Loss on sale of investment securities	2	—
Impairment losses	32	—
Extra retirement payments	966	531
Total extraordinary losses	1,018	706
Profit (loss) before income taxes	△273	2,760
Income taxes - current	599	594
Income taxes - deferred	52	462
Total income taxes	651	1,056
Profit (loss)	△925	1,703
Profit attributable to non-controlling interests	47	44
Profit (loss) attributable to owners of parent	△972	1,658

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit (loss)	△925	1,703
Other comprehensive income		
Valuation difference on available-for-sale securities	534	△2,558
Foreign currency translation adjustment	1,432	584
Remeasurements of defined benefit plans, net of tax	△19	△94
Total other comprehensive income	1,947	△2,069
Comprehensive income	1,022	△366
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	945	△409
Comprehensive income attributable to non-controlling interests	76	43

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Cash flows from operating activities		
Profit (loss) before income taxes	△273	2,760
Depreciation	2,225	2,199
Increase (decrease) in provision for bonuses	△491	△459
Increase (decrease) in provision for product warranties	△321	△9
Interest and dividend income	△324	△269
Interest expenses	300	174
Extra retirement payments	966	531
Loss (gain) on sale of investment securities	△265	△3,598
Loss (gain) on disposal of non-current assets	△131	△124
Decrease (increase) in trade receivables	△1,061	3,469
Decrease (increase) in inventories	1,623	△554
Increase (decrease) in trade payables	△343	△692
Other, net	135	△520
Subtotal	2,036	2,906
Interest and dividends received	324	254
Interest paid	△296	△180
Extra retirement payments	△952	△472
Income taxes paid	△699	△588
Net cash provided by (used in) operating activities	411	1,918
Cash flows from investing activities		
Decrease (increase) in time deposits	331	276
Purchase of property, plant and equipment	△1,445	△1,623
Proceeds from sale of property, plant and equipment	236	1,229
Purchase of investment securities	△80	△11
Proceeds from sale of investment securities	424	5,309
Other, net	△330	△274
Net cash provided by (used in) investing activities	△863	4,906
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	△1,306	△1,462
Proceeds from long-term borrowings	200	200
Repayments of long-term borrowings	△1,171	△2,110
Repayments of lease liabilities	△333	△476
Purchase of treasury shares	△389	—
Dividends paid	△299	△295
Other, net	△49	△143
Net cash provided by (used in) financing activities	△3,349	△4,288
Effect of exchange rate change on cash and cash equivalents	721	612
Net increase (decrease) in cash and cash equivalents	△3,079	3,150
Cash and cash equivalents at beginning of period	15,885	11,175
Cash and cash equivalents at end of period	12,805	14,325