

Translation

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

February 13, 2025

Company name: PUNCH INDUSTRY CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 6165 URL <https://www.punch.co.jp/ir/>
 Representative: Chief Executive Officer Tetsuji Morikubo
 Inquiries: Chief Financial Officer Takao Murata TEL 03-5753-3130
 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 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	30,282	5.5	1,172	25.6	1,194	2.5	624	–
Nine months ended December 31, 2023	28,699	(12.2)	934	(55.2)	1,164	(41.3)	(793)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2024	24.72		24.70	
Nine months ended December 31, 2023	(32.44)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	31,818	20,650	64.8
As of March 31, 2024	29,649	18,750	63.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	10.00	–	9.40	19.40
Year ending March 31, 2025	–	9.80	–		
Year ending March 31, 2025 (Forecast)				9.68	19.48

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	40,800	6.4	1,600	29.0	1,500	5.5	800	–	29.08

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 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: Yes
- 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	27,622,400 shares	As of March 31, 2024	24,622,400 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	109,336 shares	As of March 31, 2024	157,072 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	25,251,684 shares	Nine months ended December 31, 2023	24,448,106 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	6,031	6,092
Notes receivable - trade	1,735	1,913
Accounts receivable - trade	9,233	9,431
Merchandise and finished goods	2,333	2,467
Work in process	642	793
Raw materials and supplies	1,345	1,391
Other	614	735
Allowance for doubtful accounts	(33)	(75)
Total current assets	21,903	22,752
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,113	6,246
Accumulated depreciation	(4,515)	(4,698)
Buildings and structures, net	1,598	1,547
Machinery, equipment and vehicles	16,960	17,550
Accumulated depreciation	(13,091)	(13,738)
Machinery, equipment and vehicles, net	3,869	3,811
Tools, furniture and fixtures	2,819	2,889
Accumulated depreciation	(2,378)	(2,488)
Tools, furniture and fixtures, net	440	400
Land	741	748
Construction in progress	42	226
Other	525	570
Accumulated depreciation	(370)	(348)
Other, net	155	222
Total property, plant and equipment	6,848	6,956
Intangible assets		
Goodwill	417	380
Other	200	202
Total intangible assets	618	583
Investments and other assets		
Investments and other assets	312	1,540
Allowance for doubtful accounts	(33)	(14)
Total investments and other assets	278	1,525
Total non-current assets	7,745	9,066
Total assets	29,649	31,818

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,628	3,122
Electronically recorded obligations - operating	919	621
Short-term borrowings	–	1,020
Current portion of long-term borrowings	1,351	1,006
Income taxes payable	213	216
Provision for bonuses	302	658
Provision for directors' bonuses	–	3
Other	2,190	1,776
Total current liabilities	7,605	8,426
Non-current liabilities		
Long-term borrowings	2,202	1,490
Retirement benefit liability	825	900
Other	265	349
Total non-current liabilities	3,293	2,740
Total liabilities	10,899	11,167
Net assets		
Shareholders' equity		
Share capital	3,406	4,040
Capital surplus	2,968	3,603
Retained earnings	8,961	9,116
Treasury shares	(76)	(55)
Total shareholders' equity	15,259	16,705
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	–	(26)
Foreign currency translation adjustment	3,491	4,004
Remeasurements of defined benefit plans	(40)	(64)
Total accumulated other comprehensive income	3,451	3,913
Share acquisition rights	14	5
Non-controlling interests	24	25
Total net assets	18,750	20,650
Total liabilities and net assets	29,649	31,818

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	28,699	30,282
Cost of sales	21,143	22,286
Gross profit	7,555	7,995
Selling, general and administrative expenses	6,621	6,822
Operating profit	934	1,172
Non-operating income		
Interest income	51	59
Foreign exchange gains	145	–
Other	79	68
Total non-operating income	276	128
Non-operating expenses		
Interest expenses	31	30
Foreign exchange losses	–	50
Other	13	25
Total non-operating expenses	45	106
Ordinary profit	1,164	1,194
Extraordinary income		
Gain on sale of non-current assets	18	1
Total extraordinary income	18	1
Extraordinary losses		
Loss on sale and retirement of non-current assets	10	9
Impairment losses	323	105
Loss on business restructuring	791	–
Retirement benefit expenses	45	–
Loss on liquidation of subsidiaries	340	–
Other	10	–
Total extraordinary losses	1,521	114
Profit (loss) before income taxes	(338)	1,080
Income taxes - current	330	399
Income taxes - deferred	119	52
Total income taxes	450	452
Net Profit (loss)	(788)	628
Profit attributable to non-controlling interests	5	4
Profit (loss) attributable to owners of parent	(793)	624

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net Profit (loss)	(788)	628
Other comprehensive income		
Valuation difference on available-for-sale securities	–	(26)
Foreign currency translation adjustment	1,133	509
Remeasurements of defined benefit plans, net of tax	43	(24)
Total other comprehensive income	1,176	458
Comprehensive income	388	1,087
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	387	1,085
Comprehensive income attributable to non-controlling interests	1	1