

**Translation**

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**Summary of Consolidated Financial Results  
for the Three Months Ended June 30, 2024  
(Based on Japanese GAAP)**

August 8, 2024

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 three months ended June 30, 2024 (from April 1, 2024 to June 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	%
Three months ended June 30, 2024	9,660	2.3	303	208.5	358	5.7	143	20.5
Three months ended June 30, 2023	9,442	(7.7)	98	(86.0)	338	(51.5)	119	(72.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	5.87		5.86	
Three months ended June 30, 2023	4.88		4.87	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	29,709	19,354	65.0
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	–				
Year ending March 31, 2025 (Forecast)		9.80	–	9.81	19.61

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	18,800	(1.7)	700	34.1	680	(15.9)	250	–	10.22
Full year	38,500	0.4	2,150	73.3	2,100	47.7	1,200	–	49.05

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 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 June 30, 2024	24,622,400 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 June 30, 2024	157,772 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)

Three months ended June 30, 2024	24,464,763 shares	Three months ended June 30, 2023	24,431,059 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	6,031	5,204
Notes receivable - trade	1,735	1,639
Accounts receivable - trade	9,233	9,821
Merchandise and finished goods	2,333	2,380
Work in process	642	679
Raw materials and supplies	1,345	1,319
Other	614	838
Allowance for doubtful accounts	(33)	(39)
<b>Total current assets</b>	<b>21,903</b>	<b>21,845</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	6,113	6,283
Accumulated depreciation	(4,515)	(4,651)
Buildings and structures, net	1,598	1,631
Machinery, equipment and vehicles	16,960	17,564
Accumulated depreciation	(13,091)	(13,622)
Machinery, equipment and vehicles, net	3,869	3,942
Tools, furniture and fixtures	2,819	2,917
Accumulated depreciation	(2,378)	(2,484)
Tools, furniture and fixtures, net	440	433
Land	741	743
Construction in progress	42	45
Other	525	548
Accumulated depreciation	(370)	(384)
Other, net	155	164
<b>Total property, plant and equipment</b>	<b>6,848</b>	<b>6,960</b>
<b>Intangible assets</b>		
Goodwill	417	405
Other	200	202
<b>Total intangible assets</b>	<b>618</b>	<b>608</b>
<b>Investments and other assets</b>		
Investments and other assets	312	325
Allowance for doubtful accounts	(33)	(30)
<b>Total investments and other assets</b>	<b>278</b>	<b>295</b>
<b>Total non-current assets</b>	<b>7,745</b>	<b>7,864</b>
<b>Total assets</b>	<b>29,649</b>	<b>29,709</b>

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	2,628	2,910
Electronically recorded obligations - operating	919	561
Current portion of long-term borrowings	1,351	1,296
Income taxes payable	213	162
Provision for bonuses	302	330
Other	2,190	2,043
<b>Total current liabilities</b>	<b>7,605</b>	<b>7,303</b>
<b>Non-current liabilities</b>		
Long-term borrowings	2,202	1,914
Provision for bonuses	–	1
Provision for directors' bonuses	–	1
Retirement benefit liability	825	866
Other	265	265
<b>Total non-current liabilities</b>	<b>3,293</b>	<b>3,051</b>
<b>Total liabilities</b>	<b>10,899</b>	<b>10,355</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	3,406	3,406
Capital surplus	2,968	2,968
Retained earnings	8,961	8,875
Treasury shares	(76)	(76)
<b>Total shareholders' equity</b>	<b>15,259</b>	<b>15,173</b>
<b>Accumulated other comprehensive income</b>		
Foreign currency translation adjustment	3,491	4,199
Remeasurements of defined benefit plans	(40)	(60)
<b>Total accumulated other comprehensive income</b>	<b>3,451</b>	<b>4,139</b>
Share acquisition rights	14	14
Non-controlling interests	24	26
<b>Total net assets</b>	<b>18,750</b>	<b>19,354</b>
<b>Total liabilities and net assets</b>	<b>29,649</b>	<b>29,709</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	9,442	9,660
Cost of sales	7,026	7,128
Gross profit	2,416	2,531
Selling, general and administrative expenses	2,317	2,227
Operating profit	98	303
Non-operating income		
Interest income	13	15
Foreign exchange gains	192	38
Other	51	17
Total non-operating income	257	72
Non-operating expenses		
Interest expenses	13	13
Other	3	4
Total non-operating expenses	16	17
Ordinary profit	338	358
Extraordinary income		
Gain on sale of non-current assets	4	0
Total extraordinary income	4	0
Extraordinary losses		
Loss on sale and retirement of non-current assets	3	1
Impairment losses	118	96
Total extraordinary losses	121	98
Profit before income taxes	222	260
Income taxes - current	95	114
Income taxes - deferred	5	0
Total income taxes	100	115
Net Profit	121	144
Profit attributable to non-controlling interests	2	1
Profit attributable to owners of parent	119	143

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	121	144
Other comprehensive income		
Foreign currency translation adjustment	381	708
Remeasurements of defined benefit plans, net of tax	12	(20)
Total other comprehensive income	393	688
Comprehensive income	515	833
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	511	830
Comprehensive income attributable to non-controlling interests	3	2