

Translation

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



November 12, 2024

Company name: Takashima & Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8007 URL <https://www.tak.co.jp/en/index.html>
 Representative: President and Representative Director Koichi Takashima
 Inquiries: Accounting Unit Manager Koki Sakai TEL +81-3-5217-7297
 Scheduled date to file Semi-annual Securities Report: November 12, 2024
 Scheduled date to commence dividend payments: December 11, 2024
 Preparation of supplementary material on financial results: Yes
 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	46,392	10.4	908	(8.9)	833	(27.6)	482	(32.0)
Six months ended September 30, 2023	42,010	8.2	998	67.2	1,151	65.7	709	39.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	28.14		-	
Six months ended September 30, 2023	39.85		-	

Note: The Company conducted a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Profit attributable to owners of parent is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2024	56,288	24,084	42.8	1,405.42
As of March 31, 2024	60,409	23,578	39.0	1,362.75

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	-	20.00	-	40.00	60.00
Year ending March 31, 2025	-	40.00	-	-	-
Year ending March 31, 2025 (Forecast)	-	-	-	40.00	80.00

Note: The Company conducted a 4-for-1 stock split of shares of common stock, effective October 1, 2023. Dividends is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

Note: Breakdown of year-end dividend for the fiscal year ended March 31, 2024. Ordinary dividend: ¥25.00 Special dividend: ¥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	94,000	4.3	2,000	14.4	2,000	(0.2)	1,600	(66.9)	93.28

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual 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	17,262,892 shares	As of March 31, 2024	17,762,892 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	126,261 shares	As of March 31, 2024	460,640 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	17,152,075 shares	Six months ended September 30, 2023	17,801,955 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	12,371	9,058
Notes and accounts receivable - trade, and contract assets	23,438	21,967
Merchandise and finished goods	4,971	5,407
Work in process	152	167
Raw materials and supplies	1,367	1,262
Costs on construction contracts in progress	70	100
Other	1,538	1,113
Allowance for doubtful accounts	(33)	(34)
Total current assets	43,877	39,043
Non-current assets		
Property, plant and equipment	4,762	4,824
Intangible assets		
Goodwill	5,611	5,306
Other	998	974
Total intangible assets	6,609	6,280
Investments and other assets		
Investment securities	2,862	3,308
Retirement benefit asset	435	437
Other	2,015	2,498
Allowance for doubtful accounts	(154)	(103)
Total investments and other assets	5,159	6,140
Total non-current assets	16,531	17,245
Total assets	60,409	56,288

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	16,647	14,494
Electronically recorded obligations - operating	5,585	5,607
Short-term borrowings	4,807	4,484
Income taxes payable	2,375	297
Provision for bonuses	773	493
Provision for bonuses for directors (and other officers)	103	18
Other	2,056	2,345
Total current liabilities	32,349	27,741
Non-current liabilities		
Bonds payable	20	15
Long-term borrowings	2,095	1,907
Retirement benefit liability	146	142
Other	2,219	2,397
Total non-current liabilities	4,481	4,462
Total liabilities	36,830	32,204
Net assets		
Shareholders' equity		
Share capital	3,801	3,801
Capital surplus	1,553	950
Retained earnings	16,898	16,645
Treasury shares	(603)	(155)
Total shareholders' equity	21,649	21,242
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	867	1,168
Revaluation reserve for land	32	32
Foreign currency translation adjustment	931	1,569
Remeasurements of defined benefit plans	98	71
Total accumulated other comprehensive income	1,929	2,842
Total net assets	23,578	24,084
Total liabilities and net assets	60,409	56,288

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	42,010	46,392
Cost of sales	36,141	40,100
Gross profit	5,869	6,291
Selling, general and administrative expenses	4,871	5,383
Operating profit	998	908
Non-operating income		
Interest income	40	33
Dividend income	87	80
Share of profit of entities accounted for using equity method	5	1
Foreign exchange gains	23	–
Reversal of allowance for doubtful accounts	–	0
Other	39	37
Total non-operating income	197	153
Non-operating expenses		
Interest expenses	38	44
Foreign exchange losses	–	156
Other	6	27
Total non-operating expenses	44	228
Ordinary profit	1,151	833
Extraordinary income		
Gain on sale of investment securities	312	–
Gain on sale of non-current assets	–	20
Gain on sale of shares of subsidiaries and associates	–	14
Total extraordinary income	312	34
Extraordinary losses		
Loss on sale of investment securities	11	–
Loss on retirement of non-current assets	10	–
Loss on liquidation of subsidiaries	102	–
Total extraordinary losses	124	–
Profit before income taxes	1,339	868
Income taxes - current	426	263
Income taxes - deferred	203	122
Total income taxes	629	385
Profit	709	482
Profit attributable to owners of parent	709	482

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	709	482
Other comprehensive income		
Valuation difference on available-for-sale securities	360	301
Foreign currency translation adjustment	435	638
Remeasurements of defined benefit plans, net of tax	4	(27)
Total other comprehensive income	800	912
Comprehensive income	1,509	1,395
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,509	1,395

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	1,339	868
Depreciation	375	492
Amortization of goodwill	179	304
Loss (gain) on sale of property, plant and equipment	–	(20)
Loss (gain) on sale of investment securities	(301)	–
Loss (gain) on liquidation of subsidiaries	102	–
Increase (decrease) in allowance for doubtful accounts	(4)	(52)
Increase (decrease) in provision for bonuses	(78)	(285)
Loss (gain) on sale of shares of subsidiaries and associates	–	(14)
Increase (decrease) in net defined benefit asset and liability	10	(47)
Increase (decrease) in provision for bonuses for directors (and other officers)	(29)	(84)
Interest and dividend income	(128)	(114)
Interest expenses	38	44
Decrease (increase) in accounts receivable - other	212	208
Decrease (increase) in trade receivables	(172)	1,651
Decrease (increase) in inventories	(195)	(177)
Increase (decrease) in trade payables	(145)	(2,158)
Increase (decrease) in advances received	32	412
Increase (decrease) in accrued consumption taxes	(83)	(160)
Increase (decrease) in accounts payable - other, and accrued expenses	(482)	59
Other, net	(190)	24
Subtotal	480	951
Interest and dividends received	128	114
Interest paid	(38)	(44)
Income taxes paid	(695)	(2,265)
Net cash provided by (used in) operating activities	(124)	(1,243)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from investing activities		
Payments into time deposits	(0)	–
Proceeds from withdrawal of time deposits	–	20
Purchase of property, plant and equipment	(256)	(179)
Proceeds from sale of property, plant and equipment	5	20
Purchase of intangible assets	(73)	(87)
Purchase of investment securities	(54)	(5)
Proceeds from sale of investment securities	685	–
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(4,469)	–
Purchase of shares of subsidiaries and associates	–	(4)
Proceeds from sale of shares of subsidiaries and associates	–	29
Loan advances	–	(550)
Proceeds from collection of loans receivable	5	3
Other, net	(9)	23
Net cash provided by (used in) investing activities	(4,167)	(728)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,392	(187)
Proceeds from long-term borrowings	400	–
Repayments of long-term borrowings	(197)	(378)
Redemption of bonds	(5)	(5)
Purchase of treasury shares	(2)	(241)
Dividends paid	(444)	(689)
Other, net	(90)	(130)
Net cash provided by (used in) financing activities	2,052	(1,632)
Effect of exchange rate change on cash and cash equivalents	156	313
Net increase (decrease) in cash and cash equivalents	(2,083)	(3,291)
Cash and cash equivalents at beginning of period	7,772	12,324
Cash and cash equivalents at end of period	5,688	9,033