

Translation

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

October 31, 2024

Company name: Takakita Co., Ltd.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6325 URL <https://www.takakita-net.co.jp>
 Representative: Representative Director and President Tatsuya Fujisawa
 General Manager,
 Inquiries: Accounting Department, Kazushi Kawabe TEL 0595-63-3111
 Corporate Administration Division
 Scheduled date to file Semi-annual Securities Report: November 8, 2024
 Scheduled date to commence dividend payments: December 2, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors)

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2024	3,622	(15.6)	278	(46.2)	310	(43.1)	185	(50.3)
Six months ended September 30, 2023	4,290	12.0	518	34.3	545	31.7	372	33.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	16.48		16.26	
Six months ended September 30, 2023	33.58		33.17	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of September 30, 2024	9,891		8,082		81.0	
As of March 31, 2024	10,230		7,849		76.1	

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	–	5.00	–	10.00	15.00
Year ending March 31, 2025	–	5.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	5.00	10.00

3. Forecast of non-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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	7,200	(15.1)	477	(51.0)	527	(48.9)	329	(52.5)	29.28

4. Notes

(1) Application of special accounting methods for preparing Semi-annual non-consolidated financial statements: No

(2) 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

(3) 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	14,000,000 shares	As of March 31, 2024	14,000,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	2,706,218 shares	As of March 31, 2024	2,906,218 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	11,236,639 shares	Six months ended September 30, 2023	11,093,783 shares
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Semi-annual non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	1,136,022	995,321
Notes and accounts receivable - trade	1,390,397	956,831
Electronically recorded monetary claims - operating	1,846,467	1,657,849
Merchandise and finished goods	999,975	1,284,202
Work in process	176,743	207,666
Raw materials and supplies	405,058	441,569
Accounts receivable - other	602,742	646,257
Other	29,927	21,398
Total current assets	6,587,336	6,211,096
Non-current assets		
Property, plant and equipment		
Buildings, net	900,870	881,192
Machinery and equipment, net	195,993	172,243
Land	559,638	559,638
Other, net	197,792	201,684
Total property, plant and equipment	1,854,294	1,814,759
Intangible assets	117,537	97,072
Investments and other assets		
Investment securities	1,278,321	1,331,000
Other	393,067	438,391
Allowance for doubtful accounts	(555)	(555)
Total investments and other assets	1,670,834	1,768,837
Total non-current assets	3,642,666	3,680,668
Total assets	10,230,003	9,891,765
Liabilities		
Current liabilities		
Notes and accounts payable - trade	280,557	268,477
Electronically recorded obligations - operating	1,034,286	713,547
Short-term borrowings	70,000	70,000
Income taxes payable	213,143	83,706
Contract liabilities	8,891	681
Provision for product warranties	34,780	26,459
Provision for bonuses	123,975	124,697
Other	400,856	280,826
Total current liabilities	2,166,491	1,568,396
Non-current liabilities		
Provision for retirement benefits	21,101	–
Provision for retirement benefits for directors (and other officers)	4,100	4,100
Deferred tax liabilities	149,169	203,914
Other	39,241	32,799
Total non-current liabilities	213,612	240,814
Total liabilities	2,380,103	1,809,210

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	1,350,000	1,350,000
Capital surplus	832,196	872,053
Retained earnings	5,806,774	5,881,024
Treasury shares	(850,692)	(792,149)
Total shareholders' equity	7,138,278	7,310,928
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	647,021	700,025
Deferred gains or losses on hedges	271	(401)
Total valuation and translation adjustments	647,292	699,623
Share acquisition rights	64,328	72,003
Total net assets	7,849,899	8,082,554
Total liabilities and net assets	10,230,003	9,891,765

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	4,290,031	3,622,849
Cost of sales	2,875,482	2,448,701
Gross profit	1,414,548	1,174,148
Selling, general and administrative expenses	895,731	895,192
Operating profit	518,817	278,955
Non-operating income		
Interest income	2	23
Dividend income	14,521	19,254
Rental income from real estate	11,512	11,398
Other	3,266	3,701
Total non-operating income	29,302	34,377
Non-operating expenses		
Interest expenses	105	166
Rental costs on real estate	2,783	2,712
Other	120	210
Total non-operating expenses	3,009	3,089
Ordinary profit	545,110	310,244
Extraordinary income		
Gain on sale of non-current assets	999	29
Total extraordinary income	999	29
Extraordinary losses		
Loss on abandonment of non-current assets	130	1,365
Loss on valuation of investment securities	–	20,007
Total extraordinary losses	130	21,373
Profit before income taxes	545,980	288,900
Income taxes - current	163,600	68,455
Income taxes - deferred	9,899	35,258
Total income taxes	173,500	103,713
Profit	372,479	185,187

Non-consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	545,980	288,900
Depreciation	119,096	111,084
Loss (gain) on valuation of investment securities	–	20,007
Share-based payment expenses	5,964	7,675
Increase (decrease) in provision for retirement benefits	(25,002)	(21,101)
Increase (decrease) in provision for product warranties	–	(8,320)
Increase (decrease) in provision for bonuses	(10,338)	722
Interest and dividend income	(14,523)	(19,277)
Interest expenses	105	166
Loss on abandonment of non-current assets	130	1,365
Loss (gain) on sale of non-current assets	(999)	(29)
Decrease (increase) in trade receivables	(412,218)	574,550
Decrease (increase) in inventories	(402,496)	(351,661)
Increase (decrease) in trade payables	589,223	(327,429)
Increase (decrease) in accrued consumption taxes	(43,119)	(32,859)
Other, net	26,971	(112,059)
Subtotal	378,772	131,733
Interest and dividends received	14,523	19,269
Interest paid	(108)	(175)
Income taxes paid	(99,090)	(195,920)
Net cash provided by (used in) operating activities	294,096	(45,092)
Cash flows from investing activities		
Purchase of property, plant and equipment	(27,955)	(79,516)
Proceeds from sale of property, plant and equipment	1,000	30
Purchase of intangible assets	(15,143)	(5,340)
Proceeds from rental of investment property	11,512	11,398
Other, net	(3,988)	(3,502)
Net cash provided by (used in) investing activities	(34,575)	(76,930)
Cash flows from financing activities		
Proceeds from sale of treasury shares	–	98,400
Dividends paid	(88,695)	(110,635)
Repayments of lease liabilities	(7,062)	(6,441)
Net cash provided by (used in) financing activities	(95,757)	(18,677)
Net increase (decrease) in cash and cash equivalents	163,763	(140,700)
Cash and cash equivalents at beginning of period	778,284	1,136,022
Cash and cash equivalents at end of period	942,047	995,321