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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

November 5, 2024

Company name: COMTURE CORPORATION
Listing: Tokyo
Securities code: 3844
URL: https://www.comture.com/
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Scheduled date to file semi-annual securities report: November 11, 2024
Scheduled date to commence dividend payments: November 29, 2024
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	17,794	6.2	1,983	1.7	1,984	1.9	1,278	2.1
September 30, 2023	16,761	19.3	1,950	12.5	1,946	11.8	1,251	5.5

(Note) Comprehensive income: Six months ended September 30, 2024: ¥ 1,274 million [1.7%]
Six months ended September 30, 2023: ¥ 1,253 million [5.2%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	40.09	-
September 30, 2023	39.26	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	24,060	17,342	72.1
March 31, 2024	23,442	16,805	71.7

(Reference) Equity: As of September 30, 2024: ¥ 17,342 million
As of March 31, 2024: ¥ 16,805 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	11.50	11.50	11.50	11.50	46.00
Fiscal year ending March 31, 2025	12.00	12.00			
Fiscal year ending March 31, 2025 (Forecast)			12.00	12.00	48.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	37,700	10.3	4,900	6.5	4,900	6.6	3,250	3.7	101.93

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)

Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2024: 32,241,600 shares

March 31, 2024: 32,241,600 shares

2) Number of treasury shares at the end of the period:

September 30, 2024: 352,609 shares

March 31, 2024: 356,904 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2024: 31,885,010 shares

Six months ended September 30, 2023: 31,877,050 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Explanation of appropriate use of earnings forecasts, and other special items Forecasts of future performance in this report are based on assumptions judged to be valid and information available to the Company’s management at the time the materials were prepared. Actual results may differ significantly from these forecasts for several reasons.

1. Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	12,123	10,842
Notes and accounts receivable - trade	6,577	7,915
Work in process	109	198
Other	414	499
Total current assets	19,225	19,456
Non-current assets		
Property, plant and equipment		
Buildings, net	451	585
Vehicles, net	6	5
Tools, furniture and fixtures, net	176	243
Construction in progress	14	-
Total property, plant and equipment	649	834
Intangible assets		
Goodwill	1,355	1,186
Software	43	44
Software in progress	185	497
Other	65	50
Total intangible assets	1,650	1,778
Investments and other assets		
Investment securities	136	118
Guarantee deposits	689	768
Deferred tax assets	1,035	1,037
Other	55	66
Total investments and other assets	1,916	1,990
Total non-current assets	4,217	4,603
Total assets	23,442	24,060

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	1,871	1,884
Short-term borrowings	200	200
Accrued expenses	977	634
Income taxes payable	657	777
Provision for bonuses	1,258	1,604
Provision for bonuses for directors (and other officers)	37	18
Provision for loss on construction contracts	14	2
Asset retirement obligations	10	-
Other	856	788
Total current liabilities	5,882	5,911
Non-current liabilities		
Retirement benefit liability	438	435
Asset retirement obligations	311	363
Other	5	5
Total non-current liabilities	754	805
Total liabilities	6,637	6,717
Net assets		
Shareholders' equity		
Share capital	1,022	1,022
Capital surplus	3,652	3,662
Retained earnings	12,228	12,757
Treasury shares	(103)	(102)
Total shareholders' equity	16,798	17,340
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7	2
Total accumulated other comprehensive income	7	2
Total net assets	16,805	17,342
Total liabilities and net assets	23,442	24,060

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	16,761	17,794
Cost of sales	13,091	13,883
Gross profit	3,670	3,911
Selling, general and administrative expenses	1,719	1,927
Operating profit	1,950	1,983
Non-operating income		
Interest income	1	0
Dividend income	0	0
Foreign exchange gains	3	0
Other	3	2
Total non-operating income	8	4
Non-operating expenses		
Interest expenses	2	0
Loss on redemption of investment securities	9	-
Other	0	3
Total non-operating expenses	12	4
Ordinary profit	1,946	1,984
Extraordinary income		
Insurance claim income	0	-
Gain on sale of investment securities	4	-
Total extraordinary income	5	-
Extraordinary losses		
Loss on retirement of non-current assets	-	4
Total extraordinary losses	-	4
Profit before income taxes	1,951	1,980
Income taxes	700	701
Profit	1,251	1,278
Profit attributable to owners of parent	1,251	1,278

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	1,251	1,278
Other comprehensive income		
Valuation difference on available-for-sale securities	1	(4)
Total other comprehensive income	1	(4)
Comprehensive income	1,253	1,274
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,253	1,274

(3) Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	1,951	1,980
Depreciation	77	86
Amortization of goodwill	169	169
Increase (decrease) in provision for bonuses	218	346
Increase (decrease) in provision for bonuses for directors (and other officers)	(15)	(18)
Increase (decrease) in provision for loss on construction contracts	(2)	(11)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(0)	-
Increase (decrease) in retirement benefit liability	13	(2)
Interest and dividend income	(1)	(1)
Interest expenses	2	0
Gain on insurance cancellation	(0)	-
Loss (gain) on sale of investment securities	(4)	-
Loss (gain) on redemption of investment securities	9	-
Loss on retirement of non-current assets	-	4
Decrease (increase) in trade receivables	393	(1,338)
Decrease (increase) in inventories	(10)	(89)
Increase (decrease) in trade payables	(140)	13
Increase (decrease) in accrued expenses	153	(342)
Increase (decrease) in accrued consumption taxes	(44)	(121)
Other, net	(135)	(121)
Subtotal	2,631	552
Interest and dividends received	1	1
Interest paid	(1)	(0)
Income taxes paid	(952)	(586)
Income taxes refund	0	79
Net cash provided by (used in) operating activities	1,680	46
Cash flows from investing activities		
Purchase of property, plant and equipment	(7)	(235)
Proceeds from sale of investment securities	11	-
Proceeds from redemption of investment securities	0	-
Purchase of intangible assets	(12)	(260)
Payments for asset retirement obligations	-	(16)
Payments of guarantee deposits	-	(79)
Proceeds from refund of guarantee deposits	11	0
Proceeds from cancellation of insurance funds	653	-
Other, net	10	12
Net cash provided by (used in) investing activities	666	(579)

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(500)	-
Dividends paid	(722)	(748)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	(1,222)	(748)
Net increase (decrease) in cash and cash equivalents	1,124	(1,281)
Cash and cash equivalents at beginning of period	10,202	12,123
Cash and cash equivalents at end of period	11,326	10,842