Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

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

November 7, 2024

Company name: TAYCA CORPORATION
Stock exchange listing: Tokyo
Stock code: 4027 URL https://www.tayca.co.jp/
Representative: Representative Director, President Executive Officer — Shunji Idei
Inquiries: Director, Managing Executive Officer — Yasuyuki Nakatsuka TEL 06-6943-6401
Scheduled date to file Semi-annual Securities Report: November 13, 2024
Scheduled date to commence dividend payments: December 3, 2024
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 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	27,957	3.2	2,183	55.6	2,233	34.9	1,468	30.3
Six months ended September 30, 2023	27,098	(2.4)	1,402	(48.9)	1,655	(46.4)	1,127	(47.9)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	63.81	–
Six months ended September 30, 2023	48.65	–

(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	83,908	59,601	70.4	2,566.11
As of March 31, 2024	82,709	57,764	69.3	2,489.06

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	18.00	–	20.00	38.00
Year ending March 31, 2025	–	18.00			
Year ending March 31, 2025 (Forecast)			–	20.00	38.00

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	57,500	8.5	3,200	37.6	3,500	24.9	2,300	23.2	99.93

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:	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 September 30, 2024	24,414,414 shares	As of March 31, 2024	25,414,414 shares

Number of treasury shares at the end of the period

As of September 30, 2024	1,395,492 shares	As of March 31, 2024	2,399,053 shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	23,016,518 shares	Six months ended September 30, 2023	23,176,164 shares

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	14,308	13,820
Notes and accounts receivable - trade	15,731	15,250
Electronically recorded monetary claims - operating	536	558
Merchandise and finished goods	9,625	10,487
Work in process	2,401	2,312
Raw materials and supplies	6,193	6,475
Other	298	348
Allowance for doubtful accounts	(5)	(2)
Total current assets	49,089	49,249
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,755	7,086
Machinery, equipment and vehicles, net	6,323	5,966
Other, net	4,315	5,215
Total property, plant and equipment	17,395	18,267
Intangible assets		
Goodwill	1,203	1,196
Other	206	157
Total intangible assets	1,410	1,354
Investments and other assets		
Investment securities	13,365	13,620
Other	1,468	1,436
Allowance for doubtful accounts	(20)	(20)
Total investments and other assets	14,814	15,036
Total non-current assets	33,619	34,658
Total assets	82,709	83,908

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,118	6,269
Short-term borrowings	3,820	3,153
Income taxes payable	407	702
Provision for bonuses	379	386
Other	3,384	3,737
Total current liabilities	14,110	14,249
Non-current liabilities		
Long-term borrowings	5,710	4,918
Retirement benefit liability	2,928	2,888
Other	2,194	2,250
Total non-current liabilities	10,834	10,057
Total liabilities	24,944	24,306
Net assets		
Shareholders' equity		
Share capital	9,855	9,855
Capital surplus	6,477	5,472
Retained earnings	34,746	35,755
Treasury shares	(2,416)	(1,406)
Total shareholders' equity	48,663	49,677
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,389	7,563
Foreign currency translation adjustment	1,056	1,653
Remeasurements of defined benefit plans	176	174
Total accumulated other comprehensive income	8,622	9,391
Non-controlling interests	478	532
Total net assets	57,764	59,601
Total liabilities and net assets	82,709	83,908

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	27,098	27,957
Cost of sales	22,443	22,501
Gross profit	4,654	5,456
Selling, general and administrative expenses	3,251	3,272
Operating profit	1,402	2,183
Non-operating income		
Interest income	7	15
Dividend income	134	157
Foreign exchange gains	133	–
Other	38	54
Total non-operating income	313	228
Non-operating expenses		
Interest expenses	40	62
Foreign exchange losses	–	92
Other	19	23
Total non-operating expenses	60	178
Ordinary profit	1,655	2,233
Extraordinary losses		
Loss on retirement of non-current assets	52	76
Total extraordinary losses	52	76
Profit before income taxes	1,603	2,156
Income taxes - current	388	672
Income taxes - deferred	65	(15)
Total income taxes	454	657
Profit	1,148	1,499
Profit attributable to non-controlling interests	21	30
Profit attributable to owners of parent	1,127	1,468

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	1,148	1,499
Other comprehensive income		
Valuation difference on available-for-sale securities	1,537	173
Deferred gains or losses on hedges	(20)	–
Foreign currency translation adjustment	420	621
Remeasurements of defined benefit plans, net of tax	7	(2)
Total other comprehensive income	1,945	792
Comprehensive income	3,094	2,291
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,048	2,237
Comprehensive income attributable to non-controlling interests	46	54

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	1,603	2,156
Depreciation	1,384	1,320
Amortization of goodwill	153	170
Interest and dividend income	(142)	(173)
Interest expenses	40	62
Decrease (increase) in trade receivables	(1,034)	710
Decrease (increase) in inventories	(201)	(916)
Increase (decrease) in trade payables	(1,574)	(22)
Other, net	436	(142)
Subtotal	665	3,164
Interest and dividends received	142	173
Interest paid	(40)	(62)
Income taxes paid	(642)	(338)
Net cash provided by (used in) operating activities	124	2,937
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,684)	(1,330)
Purchase of investment securities	(3)	(4)
Other, net	(411)	(101)
Net cash provided by (used in) investing activities	(2,099)	(1,436)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,443	(194)
Proceeds from long-term borrowings	–	500
Repayments of long-term borrowings	(975)	(1,875)
Purchase of treasury shares	(0)	(0)
Dividends paid	(416)	(460)
Other, net	31	(0)
Net cash provided by (used in) financing activities	1,083	(2,031)
Effect of exchange rate change on cash and cash equivalents	177	42
Net increase (decrease) in cash and cash equivalents	(714)	(487)
Cash and cash equivalents at beginning of period	11,582	14,229
Cash and cash equivalents at end of period	10,867	13,741