Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

Consolidated Financial Results for the Nine Months Ended September 30, 2024 [Japanese GAAP]

November 14, 2024

Company name: Seibu Giken Co., Ltd.
Stock exchange listing: Tokyo
Securities code: 6223
URL: https://seibu-giken.com/
Representative: Fumio Kuma Representative Director, Executive President
Contact: Miwa Hirakawa Director, Senior Executive Officer, Corporate Management Operations
Telephone: +81-92-942-3511

Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on financial results: Yes
Schedule of financial results briefing session: None

(Amounts of less than one million yen are rounded down.)

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

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	23,401	15.3	2,917	(10.0)	3,037	(9.9)	2,444	(6.3)
September 30, 2023	20,299	-	3,241	-	3,369	-	2,607	-

(Note) Comprehensive income: Nine months ended September 30, 2024: ¥ 2,726 million [(26.4)%]
Nine months ended September 30, 2023: ¥ 3,702 million [-%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2024	119.26	-
September 30, 2023	140.43	-

(Note)
1. The Company did not prepare quarterly consolidated financial statements for the nine months ended September 30, 2022. Therefore, the year-on-year changes for nine months ended September 30, 2023 are not shown.
2. "Diluted earnings per share" is not stated as there are no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	41,181	28,291	68.7
December 31, 2023	39,334	26,795	68.1

(Reference) Equity: As of September 30, 2024: ¥ 28,291 million
As of December 31, 2023: ¥ 26,795 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 December 31, 2023	-	0.00	-	60.00	60.00
Fiscal year ending December 31, 2024	-	0.00	-		
Fiscal year ending December 31, 2024 (Forecast)				70.00	70.00

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

(Note) Breakdown of the year-end dividend for the fiscal year ended December 31, 2023 :

Ordinary dividend 50.22 yen

Commemorative dividend 9.78 yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2024(January 1, 2024 to December 31, 2024)

(% indicates changes from the previous corresponding period.)

	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	33,417	16.3	4,434	3.2	4,577	5.0	3,660	6.7	178.58

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

* Notes:

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

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

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

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4)Retrospective restatement: None

(4) Total number of issued shares (common shares)

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

September 30, 2024: 20,500,000 shares

December 31, 2023: 20,500,000 shares

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

September 30, 2024: - shares

December 31, 2023: - shares

3) Average number of shares outstanding during the period:

Nine months ended September 30, 2024: 20,500,000 shares

Nine months ended September 30, 2023: 18,570,000 shares

*1. Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

*2. Explanation of the proper use of financial results forecast and other notes

The forward-looking statements contained in this document, including the financial results forecasts, are based on information currently available to the Company and certain assumptions deemed to be reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2023	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	11,638	13,550
Notes and accounts receivable - trade, and contract assets	8,309	7,557
Electronically recorded monetary claims - operating	1,268	1,402
Inventories	6,023	7,355
Other	1,550	770
Allowance for doubtful accounts	(412)	(429)
Total current assets	28,377	30,206
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,520	5,171
Machinery, equipment and vehicles, net	1,126	1,043
Land	2,885	2,891
Other, net	2,684	624
Total property, plant and equipment	10,216	9,730
Intangible assets	231	193
Investments and other assets	510	1,050
Total non-current assets	10,957	10,974
Total assets	39,334	41,181

(Millions of yen)

	As of December 31, 2023	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,962	2,606
Electronically recorded obligations - operating	2,154	2,648
Short-term borrowings	50	400
Current portion of long-term borrowings	902	563
Income taxes payable	349	412
Contract liabilities	1,985	3,442
Provision for product warranties	235	212
Provision for bonuses	242	468
Other	1,745	1,083
Total current liabilities	10,629	11,839
Non-current liabilities		
Long-term borrowings	1,142	759
Retirement benefit liability	41	43
Other	726	247
Total non-current liabilities	1,910	1,050
Total liabilities	12,539	12,889
Net assets		
Shareholders' equity		
Share capital	711	711
Capital surplus	3,536	3,536
Retained earnings	20,454	21,669
Total shareholders' equity	24,702	25,917
Accumulated other comprehensive income		
Foreign currency translation adjustment	2,092	2,374
Total accumulated other comprehensive income	2,092	2,374
Total net assets	26,795	28,291
Total liabilities and net assets	39,334	41,181

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended September 30, 2023	For the nine months ended September 30, 2024
Net sales	20,299	23,401
Cost of sales	11,988	15,451
Gross profit	8,310	7,950
Selling, general and administrative expenses	5,069	5,033
Operating profit	3,241	2,917
Non-operating income		
Interest income and dividend income	50	92
Nursery school-related revenue	15	13
Subsidy income	19	8
Foreign exchange gains	86	-
Refund of chinese value-added-tax	-	49
Other	36	65
Total non-operating income	209	229
Non-operating expenses		
Interest expenses	31	18
Nursery school-related expenses	19	17
Foreign exchange losses	-	66
Other	28	6
Total non-operating expenses	80	110
Ordinary profit	3,369	3,037
Extraordinary income		
Gain on change in lease terms	-	44
Total extraordinary income	-	44
Extraordinary losses		
Loss on litigation	27	-
Loss on retirement of non-current assets	14	1
Total extraordinary losses	42	1
Profit before income taxes	3,327	3,080
Income taxes - current	787	704
Income taxes - deferred	(67)	(69)
Total income taxes	720	635
Profit	2,607	2,444
Profit attributable to owners of parent	2,607	2,444

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended September 30, 2023	For the nine months ended September 30, 2024
Profit	2,607	2,444
Other comprehensive income		
Foreign currency translation adjustment	1,094	281
Total other comprehensive income	1,094	281
Comprehensive income	3,702	2,726
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,702	2,726