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

November 8, 2024

Company name: **Yamatane Corporation**
Stock exchange listing: Tokyo Stock Exchange
Securities code: 9305
URL: https://www.yamatane.co.jp
Representative: Iwao Kawaharada, Representative Director, President
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Scheduled date for filing semi-annual securities report: November 14, 2024
Scheduled date for commencing dividend payments: December 2, 2024
Preparation of supplementary briefing materials for financial results: Yes
Holding of financial results briefing: Yes

(Amounts of less than one million yen are truncated.)

1. Consolidated financial results for the six months ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (% indicates year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2024	38,273	38.4	1,489	(18.7)	1,430	(4.5)	975	(31.1)
September 30, 2023	27,663	8.7	1,831	(6.0)	1,497	(21.5)	1,416	24.7

Note: Comprehensive income: Six months ended September 30, 2024: ¥2,136 million [(55.3)%]
Six months ended September 30, 2023: ¥4,785 million [183.7%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	94.99	—
September 30, 2023	137.19	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
September 30, 2024	157,031	57,993	34.1	5,184.57
March 31, 2024	155,906	56,051	33.2	5,068.26

Reference: Equity: As of September 30, 2024: ¥53,512 million
As of March 31, 2024: ¥51,809 million

Note: At the second quarter under review, the accounting treatment for the business combination that had been applied provisionally was finalized, and this is reflected in the figures and comparative information relating to the fiscal year ended March 31, 2024.

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	—	25.00	—	40.00	65.00
Fiscal year ending March 31, 2025	—	40.00			
Fiscal year ending March 31, 2025 (Forecast)			—	50.00	90.00

Note: Revision to the most recently announced forecast of dividends: None

3. Consolidated financial results forecast for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% indicates year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	81,300	26.0	3,230	(7.3)	3,100	(2.5)	2,640	6.1	256.68

Note: Revision to the most recently announced forecast of financial results: Yes

Note: At the second quarter under review, the accounting treatment for the business combination that had been applied provisionally was finalized, and this is reflected in the figures and comparative information relating to the fiscal year ended March 31, 2024.

*** Notes:**

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

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: Yes
(Note) For details, please refer to "2. Semi-annual Consolidated Financial Statements and Primary Notes (3) Notes to Semi-annual Consolidated Financial Statements: Application of special accounting methods for preparing semi-annual consolidated financial statements" on page 8 of the Japanese version of the attached materials.

(3) Changes in accounting policies, changes in accounting estimates, and retrospective restatements
1) Changes in accounting policies due to application of revised accounting standards: None
2) Changes in accounting policies other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatements: None

(4) Number of common shares issued
1) Number of shares issued at the end of the period (including treasury shares):
As of September 30, 2024: 11,344,181 shares
As of March 31, 2024: 11,344,181 shares

2) Number of treasury shares at the end of the period:
As of September 30, 2024: 1,022,766 shares
As of March 31, 2024: 1,121,808 shares

3) Average number of common shares during the period:
Six months ended September 30, 2024: 10,272,077 shares
Six months ended September 30, 2023: 10,322,699 shares

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

* Explanation on appropriate use of financial results forecasts and other matters of note

- Financial results forecasts and other forward-looking statements provided in these materials are based on information available to the Company and certain assumptions deemed reasonable as of the date of publication of this document, and are not intended to provide any assurance that they will be accomplished in the future. Actual financial results and other aspects of business performance may differ significantly from these forecasts owing to various factors. Please refer to "1. Overview of business performance (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 3 of the Japanese version of the attached materials for conditions forming the basis for financial results forecasts, notes regarding the use of financial results forecasts, and other information.

Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheet

(Million yen)

	Previous fiscal year (As of March 31, 2024)	Second quarter under review (As of September 30, 2024)
Assets		
Current assets		
Cash and deposits	6,348	5,383
Notes and accounts receivable - trade, and contract assets	9,146	9,607
Inventories	2,331	2,640
Other	4,735	5,011
Allowance for doubtful accounts	(90)	(79)
Total current assets	22,472	22,562
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	28,292	30,999
Land	55,513	55,513
Other, net	10,530	8,005
Total property, plant and equipment	94,337	94,518
Intangible assets		
Goodwill	5,056	4,852
Customer-related intangible assets	7,323	7,148
Other	1,186	1,252
Total intangible assets	13,566	13,253
Investments and other assets		
Investment securities	23,408	24,652
Other	2,088	2,037
Allowance for doubtful accounts	(53)	(57)
Total investments and other assets	25,442	26,631
Total non-current assets	133,346	134,404
Deferred assets	87	65
Total assets	155,906	157,031

(Million yen)

	Previous fiscal year (As of March 31, 2024)	Second quarter under review (As of September 30, 2024)
Liabilities		
Current liabilities		
Trade accounts payable	5,063	5,175
Short-term borrowings	5,800	5,800
Current portion of long-term borrowings	5,375	6,398
Current portion of bonds payable	1,938	2,595
Other	3,177	3,183
Total current liabilities	21,355	23,152
Non-current liabilities		
Bonds payable	18,409	17,483
Long-term borrowings	39,024	36,730
Retirement benefit liability	1,706	1,633
Asset retirement obligations	2,478	2,777
Other	16,881	17,260
Total non-current liabilities	78,500	75,885
Total liabilities	99,855	99,037
Net assets		
Shareholders' equity		
Share capital	10,555	10,555
Capital surplus	3,747	3,882
Retained earnings	25,871	26,437
Treasury shares	(2,462)	(2,345)
Total shareholders' equity	37,712	38,531
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,192	12,058
Deferred gains or losses on hedges	42	60
Revaluation reserve for land	2,872	2,872
Remeasurements of defined benefit plans	(11)	(10)
Total accumulated other comprehensive income	14,096	14,981
Non-controlling interests	4,241	4,481
Total net assets	56,051	57,993
Total liabilities and net assets	155,906	157,031

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

Semi-annual Consolidated Statement of Income

(Million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Operating revenue	27,663	38,273
Operating costs	23,678	33,719
Operating gross profit	3,985	4,553
Selling, general and administrative expenses	2,153	3,064
Operating profit	1,831	1,489
Non-operating income		
Dividend income	258	281
Other	25	20
Total non-operating income	284	301
Non-operating expenses		
Interest expenses	242	329
Commission for syndicated loans	346	2
Other	29	27
Total non-operating expenses	617	359
Ordinary profit	1,497	1,430
Extraordinary income		
Gain on sale of non-current assets	1,235	5
Gain on sale of investment securities	-	451
Gain on transfer of businesses	-	200
Total extraordinary income	1,235	656
Extraordinary losses		
Loss on retirement of non-current assets	38	71
Impairment losses	44	-
Bad debt expenses	13	-
100th anniversary related expenses	-	104
Total extraordinary losses	96	176
Profit before income taxes	2,636	1,911
Income taxes	683	747
Profit	1,952	1,163
Profit attributable to non-controlling interests	536	187
Profit attributable to owners of parent	1,416	975

Semi-annual Consolidated Statement of Comprehensive Income

(Million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	1,952	1,163
Other comprehensive income		
Valuation difference on available-for-sale securities	2,751	946
Deferred gains or losses on hedges	79	25
Remeasurements of defined benefit plans, net of tax	0	1
Total other comprehensive income	2,832	973
Comprehensive income	4,785	2,136
Comprehensive income attributable to:		
Owners of parent	4,069	1,859
Non-controlling interests	715	276