Translation

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Consolidated Financial Results for the Year Ended December 31, 2024 [Japanese GAAP]

February 12, 2025

Company name: KOHOKU KOGYO CO.,LTD.
Listing: Tokyo
Securities code: 6524
URL: https://www.kohokukogyo.co.jp
Representative: Futoshi Ishii President and CEO
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Scheduled date of annual general meeting of shareholders: March 28, 2025
Scheduled date to commence dividend payments: March 31, 2025
Scheduled date to file annual securities report: March 31, 2025
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 Fiscal Year Ended December 31, 2024 (January 1, 2024 to December 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	15,924	18.2	3,939	40.1	4,856	54.0	3,252	70.8
December 31, 2023	13,472	(14.0)	2,812	(27.6)	3,152	(29.1)	1,904	(37.9)

(Note) Comprehensive income: Fiscal year ended December 31, 2024: ¥ 3,900 million [72.7%]
Fiscal year ended December 31, 2023: ¥ 2,258 million [(36.7)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
December 31, 2024	120.50	-	15.0	18.1	24.7
December 31, 2023	70.55	-	9.9	12.8	20.9

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended December 31, 2024: ¥ - million
Fiscal year ended December 31, 2023: ¥ - million

(Note) On April 1, 2024, the Company conducted a stock split at a ratio of 3 shares for each common share. "Basic earnings per share" is calculated assuming that the stock split was carried out at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2024	28,684	23,430	81.7	867.95
December 31, 2023	24,973	20,059	80.3	743.23

(Reference) Equity: As of December 31, 2024: ¥ 23,430 million
As of December 31, 2023: ¥ 20,059 million

(Note) On April 1, 2024, the Company conducted a stock split at a ratio of 3 shares for each common share. "Net assets per share" is calculated assuming that the stock split was carried out at the beginning of the previous consolidated fiscal year.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
December 31, 2024	3,836	(3,115)	(1,636)	9,799
December 31, 2023	3,577	(1,033)	(1,577)	10,439

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
December 31, 2023	-	0.00	-	60.00	60.00	539	28.3	2.8
December 31, 2024	-	0.00	-	30.00	30.00	809	24.9	3.7
Fiscal year ending December 31, 2025 (Forecast)	-	0.00	-	30.00	30.00		26.9	

(Note) On April 1, 2024, the Company conducted a stock split at a ratio of 3 shares for each common share. For the fiscal year ended December 31, 2023, the actual dividends before the stock split are shown.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025 (January 1, 2025 to December 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
Six months ending June 30, 2025	8,344	8.3	1,920	7.4	1,623	(41.0)	1,082	(39.6)	40.08
Full year	17,919	12.5	4,586	16.4	4,474	(7.9)	3,006	(7.6)	111.39

* Notes:

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

Newly included: - (Company name:)

Excluded: - (Company name:)

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

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

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

3) Changes in accounting estimates: None

4) Restatement: None

(3) Number of issued shares (common shares)

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

December 31, 2024: 27,000,000 shares

December 31, 2023: 27,000,000 shares

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

December 31, 2024: 4,996 shares

December 31, 2023: 10,491 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended December 31, 2024: 26,992,893 shares

Fiscal Year ended December 31, 2023: 26,989,674 shares

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended December 31, 2024 (January 1, 2024 to December 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	10,928	18.7	3,450	35.7	4,518	42.4	3,124	40.9
December 31, 2023	9,205	(13.2)	2,543	(20.6)	3,172	(16.5)	2,217	(15.0)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
December 31, 2024	115.77	-
December 31, 2023	82.15	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2024	22,871	20,167	88.2	747.07
December 31, 2023	19,907	17,594	88.4	651.92

(Reference) Equity: As of December 31, 2024: ¥ 20,167 million
As of December 31, 2023: ¥ 17,594 million

*This summary of financial results is not subject to review procedures by a public accountant or audit corporation.

* Proper use of earnings forecasts, and other special matters
(Notes on forward-looking statements)

The earnings outlook and other forward-looking statements contained in this document are based on information currently available to the Company and certain assumptions that are thought to be reasonable by the Company. Accordingly, such statements should not be construed as a guarantee that the Company will achieve the results. Actual financial results and the like may differ materially due to various factors. For information on the assumptions underlying the earnings forecasts and precautions regarding the use of the earnings forecasts, please refer to "1. Overview of Operating Results, Etc. (4) Future Outlook" on page 4 of the attached documents.