Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 10, 2025

Company name: HAGIWARA ELECTRIC HOLDINGS CO., LTD.
Stock exchange listing: Tokyo, Nagoya
Stock code: 7467 URL https://www.hagiwara.co.jp/
Representative: President and Representative Director Moritaka Kimura
Inquiries: Senior Vice President Yoshihiro Hirakawa TEL 052-931-3511
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 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	%
Nine months ended December 31, 2024	194,920	17.8	5,505	(14.5)	4,904	(20.2)	3,099	(21.3)
Nine months ended December 31, 2023	165,437	23.2	6,441	52.5	6,146	47.6	3,939	16.8

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	311.10	–
Nine months ended December 31, 2023	413.33	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	129,464	51,751	38.3
As of March 31, 2024	119,706	50,361	40.3

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	–	95.00	–	90.00	185.00
Year ending March 31, 2025	–	90.00	–		
Year ending March 31, 2025 (Forecast)				95.00	185.00

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	255,000	13.3	7,000	(9.2)	6,200	(14.1)	3,850	(12.9)	386.38

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: Yes

(2) Application of special accounting methods for preparing quarterly 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 December 31, 2024	10,118,000 shares	As of March 31, 2024	10,118,000 shares

Number of treasury shares at the end of the period

As of December 31, 2024	153,044 shares	As of March 31, 2024	155,505 shares

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

Nine months ended December 31, 2024	9,963,927 shares	Nine months ended December 31, 2023	9,530,106 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	14,522	13,340
Notes and accounts receivable - trade, and contract assets	36,744	36,935
Electronically recorded monetary claims - operating	11,939	7,146
Securities	105	–
Merchandise and finished goods	41,446	52,879
Work in process	1,200	1,487
Raw materials and supplies	2,028	1,567
Other	3,596	4,579
Allowance for doubtful accounts	(10)	(10)
Total current assets	111,572	117,925
Non-current assets		
Property, plant and equipment	4,521	4,774
Intangible assets		
Goodwill	–	2,914
Other	276	418
Total intangible assets	276	3,332
Investments and other assets		
Other	3,375	3,463
Allowance for doubtful accounts	(39)	(30)
Total investments and other assets	3,336	3,432
Total non-current assets	8,134	11,538
Total assets	119,706	129,464
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,696	20,661
Electronically recorded obligations - operating	4,630	4,433
Short-term borrowings	4,879	13,517
Current portion of long-term borrowings	3,902	4,602
Income taxes payable	1,675	622
Provision for product warranties	20	20
Provision for loss on orders received	56	59
Other	5,249	4,916
Total current liabilities	45,111	48,835
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	13,592	18,166
Other	641	711
Total non-current liabilities	24,234	28,877
Total liabilities	69,345	77,712

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	6,099	6,099
Capital surplus	6,616	6,621
Retained earnings	34,168	35,474
Treasury shares	(284)	(280)
Total shareholders' equity	46,598	47,914
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	500	468
Deferred gains or losses on hedges	–	(8)
Foreign currency translation adjustment	1,117	1,219
Remeasurements of defined benefit plans	0	9
Total accumulated other comprehensive income	1,618	1,688
Non-controlling interests	2,143	2,148
Total net assets	50,361	51,751
Total liabilities and net assets	119,706	129,464

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	165,437	194,920
Cost of sales	150,103	179,200
Gross profit	15,334	15,719
Selling, general and administrative expenses	8,893	10,213
Operating profit	6,441	5,505
Non-operating income		
Interest income	2	3
Dividend income	21	25
Insurance claim income	2	7
Other	45	85
Total non-operating income	71	121
Non-operating expenses		
Interest expenses	156	262
Interest expenses on bonds	32	31
Loss on redemption of securities	–	5
Foreign exchange losses	136	391
Loss on sale of trade receivables	11	16
Other	30	14
Total non-operating expenses	366	722
Ordinary profit	6,146	4,904
Extraordinary income		
Gain on sale of investment securities	–	23
Compensation income	164	–
Other	6	0
Total extraordinary income	170	23
Extraordinary losses		
Loss on disposal of non-current assets	2	16
Loss on transport accident	149	–
Total extraordinary losses	152	16
Profit before income taxes	6,164	4,911
Income taxes	2,193	1,772
Profit	3,971	3,139
Profit attributable to non-controlling interests	32	39
Profit attributable to owners of parent	3,939	3,099

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	3,971	3,139
Other comprehensive income		
Valuation difference on available-for-sale securities	86	(32)
Deferred gains or losses on hedges	–	(8)
Foreign currency translation adjustment	525	102
Remeasurements of defined benefit plans, net of tax	18	8
Total other comprehensive income	631	70
Comprehensive income	4,602	3,209
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,570	3,169
Comprehensive income attributable to non-controlling interests	32	39