

## Shinwa (3447)

Consolidated Fiscal Year (IFRS)		Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
(Million Yen)								
FY03/2023		14,757	1,501	1,434	1,007	72.49	32.00	1,117.56
FY03/2024		12,678	700	652	409	29.46	32.00	1,100.69
FY03/2025CoE		16,000	1,600	1,494	1,000	71.91	32.00	-
FY03/2024	YoY	(14.1%)	(53.4%)	(54.5%)	(59.3%)	-	-	-
FY03/2025CoE	YoY	26.2%	128.5%	129.0%	144.1%	-	-	-
Consolidated Half Year (IFRS)		Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
(Million Yen)								
Q1 to Q2 FY03/2024		6,621	520	496	339	-	-	-
Q3 to Q4 FY03/2024		6,056	179	155	69	-	-	-
Q1 to Q2 FY03/2025		8,542	871	815	530	-	-	-
Q3 to Q4 FY03/2025CoE		7,457	728	678	469	-	-	-
Q1 to Q2 FY03/2025	YoY	29.0%	67.4%	64.2%	56.0%	-	-	-
Q3 to Q4 FY03/2025CoE	YoY	23.1%	305.8%	335.4%	572.3%	-	-	-

Source: Company Data, WRJ Calculation

### 1.0 Results Update (14 November 2024)

#### Higher Revenue


On 14 November 2024, Shinwa, which mainly manufactures, sells and constructs scaffoldings used at fields of construction work, released its Q1 to Q2 FY03/2025 results. It has been revealed that the Company is seeing revenue higher than assumptions of initial Company forecasts and thus earning higher as well, which is in line with upward revision made beforehand on 11 November. The Company states that it has seen shipment pushed forward for a large-scale construction project on the Scaffolding Equipment side as well as having acquired work to construct scaffoldings more than initially planned in YAGUMI Group (the largest scaffolding construction company in the Tokai region and one of the largest in Japan), which has been a subsidiary of the Company since the beginning of the period. Further, the Company has seen revenue higher on the Logistics Equipment side at the same time. We are to attend the Company's financial results briefing on the web, scheduled for Monday, 25 November, which will be followed by our interview with the management, so that we should be able to update our Company Report and release it afresh in due course.

Our latest Company Report: [Shinwa \(3447\) Vertical Integration \(19 July 2024\)](#)

IR Representative: Hiromichi Aoki, Corporate Planning Dept. (81-(0)584-66-4436 / [ir@shinwa-jp.com](mailto:ir@shinwa-jp.com))

## 2.0 Company Profile

### Leader of Scaffoldings

<b>Company Name</b>	Shinwa Co., Ltd. <a href="#">IR Information</a> <a href="#">Share price (Japanese)</a> 
<b>Established</b>	11 August 2014
<b>Listing</b>	4 April 2022: TSE Standard Market and NSE Premier Market (ticker: 3447) 20 March 2019: TSE 1st section and NSE 1st section 21 June 2018: Nagoya Stock Exchange (NSE) 2nd section 20 March 2018: Tokyo Stock Exchange (TSE) 2nd section
<b>Capital</b>	¥153m (as of the end of September 2024)
<b>No. of Shares</b>	14,103,000 shares, including 198,484 treasury shares (as of the end of Sep. 2024)
<b>Main Features</b>	<ul style="list-style-type: none"> <li>● Boosting up security of footing for construction industry</li> <li>● Advocating to rank first in the market for scaffoldings in Japan</li> <li>● The first-class production capability with high readiness and quality</li> </ul>
<b>Representative</b>	Representative Director: Kurio Noritake
<b>Shareholders</b>	Alinco Inc. 4.95%, Hanwa Co., Ltd. 4.95%, Master Trust Bank of Japan, T. 4.36%, Kazuya Kito 1.71%, NAKAYAMA TRADING CO., LTD. 0.99% (as of the end of September 2024, but for treasury shares)
<b>Head Office</b>	Kaizu-city, Gifu-prefecture, JAPAN
<b>No. of Personnel</b>	Parent: 178 (as of the end of Sep. 2024, including part-time and non-regular staffs)

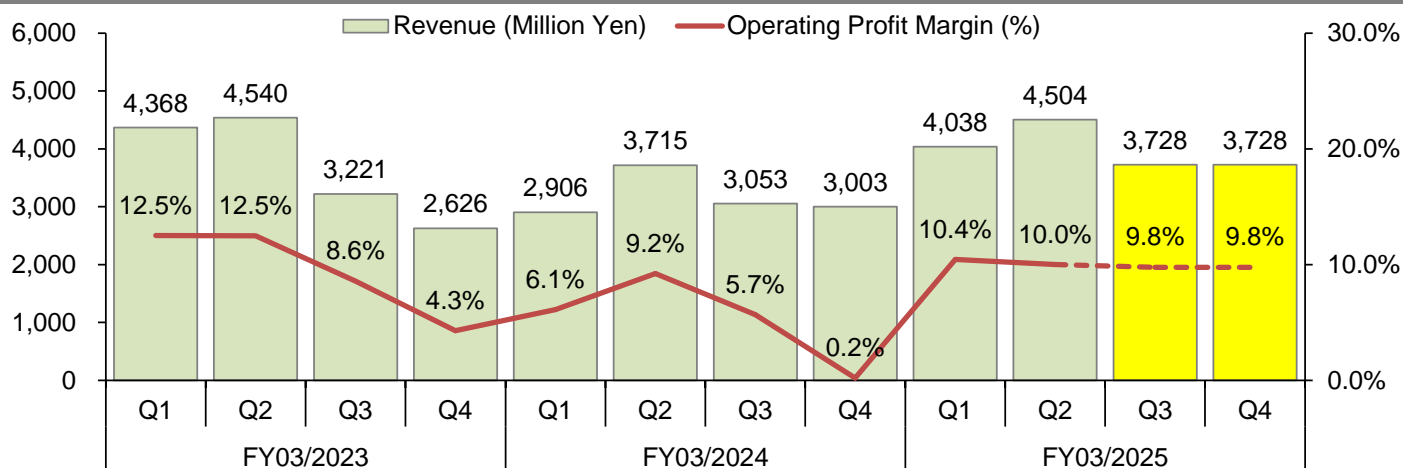
Source: Company Data

### 3.0 Recent Trading and Prospects

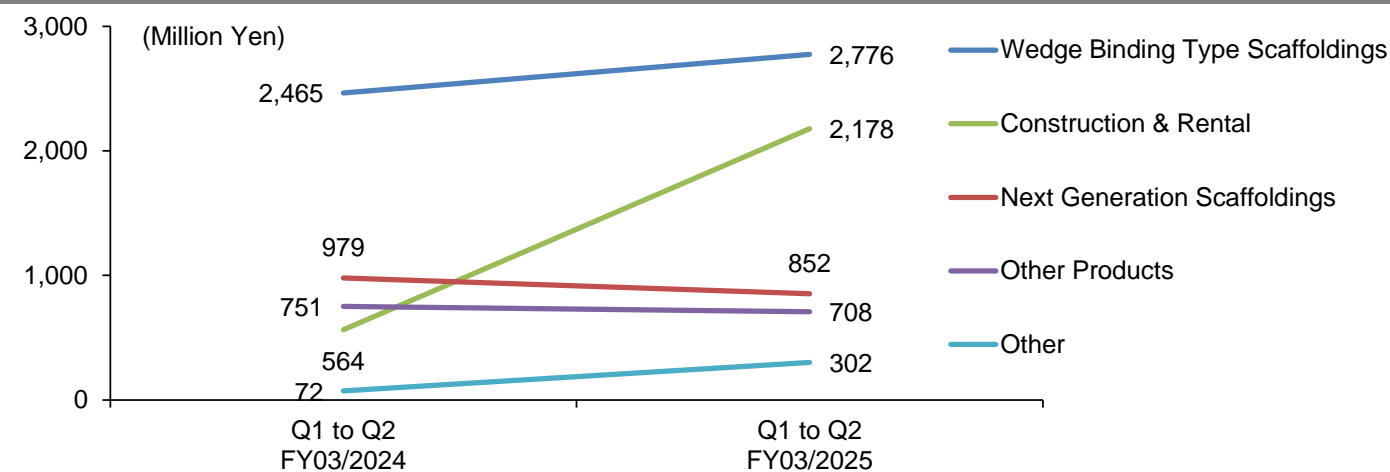
#### Q1 to Q2 FY03/2025

For Q1 to Q2 FY03/2025, revenue came in at ¥8,542m (up 29.0% YoY), operating profit ¥871m (up 67.4%), profit before tax ¥815m (up 64.2%) and profit attributable to owners of parent ¥530m (up 56.0%). Initial Company forecasts, announced on 10 May 2024, were exceeded for Q1 to Q2, by ¥1,895m (28.5%) in revenue and ¥376m (76.0%) in operating profit. Meanwhile, by business division, revenue on the mainstay Scaffolding Equipment side came in at ¥6,618m (up 41.0%), while ¥1,724m (down 3.5%) on the Logistics Equipment side.

#### Revenue and Operating Profit Margin



#### Revenue of the Scaffolding Equipment



Source: Company Data, WRJ Calculation (Q3 and Q4 FY03/2025: H2 Company forecasts, pro rata)

On the mainstay Scaffolding Equipment side (79.8% of total revenue), there is an aspect that revenue was driven mainly by Construction & Rental. Revenue was increased for Wedge Binding Type Scaffoldings and Others, while decreased for Next Generation Scaffoldings and Other Products. The reason for the large increase in revenue from Construction & Rental is that YAGUMI Group, which has been a subsidiary of the Company since the beginning of the period, has been winning projects to construct scaffoldings more than initially planned, together with its abundant human resources. The Company states that it has already begun to create new opportunities to increase revenue via expansion of services and business channels made in line with the moves forward for the business integration with this new subsidiary.

At the same time, the Company also states, in light of the fact that there is a change in the business environment on the Scaffolding Equipment side and that there is a change also in its policy to utilize rental assets of scaffoldings in line with progressing rental operations triggered by consolidation of YAGUMI Group, that it has changed the durable life from three years so far to eight years for the rental assets of scaffoldings based on the economically operatable duration to meet the picture. Consequently, the Company is seeing depreciation charges smaller even in short-term performance to a corresponding extent, which provides the Company with enhanced latitude to invest in the assets. For the actual results of Q1 to Q2, the Company suggests that it saw gross profit increased by ¥148m due to this change.

On the Logistics Equipment side (20.2% of total revenue), the Company saw the impact of a large logistics warehouse project posted during the same period of the previous year to have declined as expected, but this was rather compensated for by strengths in demand from a wide range of industries, including automated warehouses and government agencies, having resulted in a decrease in revenue smaller than initially assumed.

#### **FY03/2025 Company Forecasts**

FY03/2025 Company forecasts, announced on 10 May 2024, have remained unchanged, going for prospective revenue of ¥16,000m (up 26.2% YoY), operating profit of ¥1,600m (up 128.5%), profit before tax of ¥1,494m (up 129.0%) and profit attributable to owners of parent of ¥1,000m (up 144.1%), while operating profit margin of 10.0% (up 4.5% points). At the same time, Company forecasts have remained unchanged also for planned annual dividend, going for ¥32.00 (¥16.00 as of Q2 and ¥16.00 as of Q4) per share, implying payout ratio of 44.5%, for FY03/2025. Meanwhile, the Company is currently in the process of examining its performance trends for H2.

## FY03/2025 Company Forecasts and Actual Results

Cons. Fiscal Year (IFRS) (Million Yen)	Date	Event	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent
FY03/2025CoE	10-May-24	Q4 Results	16,000	1,600	1,494	1,000
FY03/2025CoE	09-Aug-24	Q1 Results	16,000	1,600	1,494	1,000
FY03/2025CoE	11-Nov-24	Revision	16,000	1,600	1,494	1,000
FY03/2025CoE	14-Nov-24	Q2 Results	16,000	1,600	1,494	1,000
		Amount of Gap	0	0	0	0
		Rate of Gap	0.0%	0.0%	0.0%	0.0%
FY03/2025CoE	10-May-24	Q4 Results	16,000	1,600	1,494	1,000
FY03/2025CoE	14-Nov-24	Q2 Results	16,000	1,600	1,494	1,000
		Amount of Gap	0	0	0	0
		Rate of Gap	0.0%	0.0%	0.0%	0.0%
Cons. Half Year (IFRS) (Million Yen)	Date	Event	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent
Q1 to Q2 FY03/2025CoE	10-May-24	Q4 Results	6,647	495	441	296
Q1 to Q2 FY03/2025CoE	09-Aug-24	Q1 Results	6,647	495	441	296
Q1 to Q2 FY03/2025CoE	11-Nov-24	Revision	8,542	871	815	530
		Amount of Gap	1,895	376	374	234
		Rate of Gap	28.5%	76.0%	84.8%	79.1%
Q1 to Q2 FY03/2025Act	14-Nov-24	Q2 Results	8,542	871	815	530
		Amount of Gap	0	0	0	0
		Rate of Gap	0.0%	0.0%	0.0%	0.0%
Q1 to Q2 FY03/2025CoE	10-May-24	Q4 Results	6,647	495	441	296
Q1 to Q2 FY03/2025Act	14-Nov-24	Q2 Results	8,542	871	815	530
		Amount of Gap	1,895	376	374	234
		Rate of Gap	28.5%	76.0%	84.8%	79.1%
Cons. Half Year (IFRS)	Date	Event	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent
Q3 to Q4 FY03/2025CoE	10-May-24	Q4 Results	9,353	1,105	1,053	704
Q3 to Q4 FY03/2025CoE	09-Aug-24	Q1 Results	9,353	1,105	1,053	704
Q3 to Q4 FY03/2025CoE	11-Nov-24	Revision	7,458	729	679	470
		Amount of Gap	(1,895)	(376)	(374)	(234)
		Rate of Gap	(20.3%)	(34.0%)	(35.5%)	(33.2%)
Q3 to Q4 FY03/2025CoE	14-Nov-24	Q2 Results	7,458	729	679	470
		Amount of Gap	0	0	0	0
		Rate of Gap	0.0%	0.0%	0.0%	0.0%
Q3 to Q4 FY03/2025CoE	10-May-24	Q4 Results	9,353	1,105	1,053	704
Q3 to Q4 FY03/2025CoE	14-Nov-24	Q2 Results	7,458	729	679	470
		Amount of Gap	(1,895)	(376)	(374)	(234)
		Rate of Gap	(20.3%)	(34.0%)	(35.5%)	(33.2%)

Source: Company Data, WRJ Calculation

## 4.0 Financial Statements

### Statement of Profit or Loss (Cumulative / Quarterly)

Statement of Profit or Loss	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
(Million Yen)	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4		Net Chg.
	03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025		
<b>Revenue</b>	<b>2,906</b>	<b>6,621</b>	<b>9,675</b>	<b>12,678</b>	<b>4,038</b>	<b>8,542</b>	-	-		<b>+1,920</b>
Cost of revenue	2,224	5,154	7,507	9,880	2,987	6,305	-	-		+1,150
Gross profit	681	1,467	2,168	2,797	1,050	2,237	-	-		+770
SG&A expenses	503	944	1,465	2,078	631	1,351	-	-		+407
Other income and expenses (net)	(0)	(1)	(8)	(19)	2	(13)	-	-		(12)
<b>Operating profit</b>	<b>177</b>	<b>520</b>	<b>694</b>	<b>700</b>	<b>421</b>	<b>871</b>	-	-		<b>+351</b>
Financial income and costs (net)	(12)	(23)	(37)	(47)	(25)	(56)	-	-		(32)
<b>Profit before tax</b>	<b>165</b>	<b>496</b>	<b>656</b>	<b>652</b>	<b>395</b>	<b>815</b>	-	-		<b>+318</b>
Income tax expenses	56	154	215	241	131	285	-	-		+131
<b>Profit</b>	<b>109</b>	<b>342</b>	<b>441</b>	<b>411</b>	<b>264</b>	<b>529</b>	-	-		<b>+187</b>
Profit attributable to owners of parent	110	339	439	409	265	530	-	-		+190
Profit attributable to non-controlling interests	(1)	2	2	1	(0)	(0)	-	-		(3)
<b>Profit attributable to owners of parent</b>	<b>110</b>	<b>339</b>	<b>439</b>	<b>409</b>	<b>265</b>	<b>530</b>	-	-		<b>+190</b>
Revenue YoY	(33.5%)	(25.7%)	(20.2%)	(14.1%)	+38.9%	+29.0%	-	-		-
Operating profit YoY	(67.5%)	(53.2%)	(50.0%)	(53.4%)	+137.0%	+67.4%	-	-		-
Profit before tax YoY	(68.7%)	(53.9%)	(50.9%)	(54.5%)	+138.9%	+64.2%	-	-		-
Profit YoY	(70.3%)	(54.5%)	(52.2%)	(58.3%)	+142.2%	+54.7%	-	-		-
Profit attributable to owners of parent YoY	(69.4%)	(54.3%)	(52.9%)	(59.3%)	+139.6%	+56.0%	-	-		-
Gross profit margin	23.4%	22.2%	22.4%	22.1%	26.0%	26.2%	-	-		+4.0%
SG&A ratio	17.3%	14.3%	15.1%	16.4%	15.6%	15.8%	-	-		+1.6%
Operating profit margin	6.1%	7.9%	7.2%	5.5%	10.4%	10.2%	-	-		+2.3%
Profit before tax margin	5.7%	7.5%	6.8%	5.1%	9.8%	9.5%	-	-		+2.0%
Profit margin	3.8%	5.2%	4.6%	3.2%	6.6%	6.2%	-	-		+1.0%
Profit attributable to owners of parent margin	3.8%	5.1%	4.5%	3.2%	6.6%	6.2%	-	-		+1.1%
Income tax expenses / Profit before tax	34.0%	31.0%	32.8%	37.0%	33.1%	35.0%	-	-		+4.0%
Statement of Profit or Loss	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
(Million Yen)	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4		Net Chg.
	03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025		
<b>Revenue</b>	<b>2,906</b>	<b>3,715</b>	<b>3,053</b>	<b>3,003</b>	<b>4,038</b>	<b>4,504</b>	-	-		<b>+789</b>
Cost of revenue	2,224	2,929	2,352	2,373	2,987	3,317	-	-		+387
Gross profit	681	785	701	629	1,050	1,187	-	-		+401
SG&A expenses	503	441	520	613	631	720	-	-		+278
Other income and expenses (net)	(0)	(1)	(7)	(10)	2	(16)	-	-		(15)
<b>Operating profit</b>	<b>177</b>	<b>342</b>	<b>173</b>	<b>5</b>	<b>421</b>	<b>450</b>	-	-		<b>+107</b>
Financial income and costs (net)	(12)	(11)	(13)	(10)	(25)	(30)	-	-		(18)
<b>Profit before tax</b>	<b>165</b>	<b>331</b>	<b>159</b>	<b>(4)</b>	<b>395</b>	<b>419</b>	-	-		<b>+88</b>
Income tax expenses	56	97	61	26	131	154	-	-		+56
<b>Profit</b>	<b>109</b>	<b>233</b>	<b>98</b>	<b>(30)</b>	<b>264</b>	<b>265</b>	-	-		<b>+31</b>
Profit attributable to owners of parent	110	229	99	(29)	265	264	-	-		+35
Profit attributable to non-controlling interests	(1)	4	(0)	(0)	(0)	0	-	-		(3)
<b>Profit attributable to owners of parent</b>	<b>110</b>	<b>229</b>	<b>99</b>	<b>(29)</b>	<b>265</b>	<b>264</b>	-	-		<b>+35</b>
Revenue YoY	(33.5%)	(18.2%)	(5.2%)	+14.4%	+38.9%	+21.2%	-	-		-
Operating profit YoY	(67.5%)	(39.5%)	(37.2%)	(94.7%)	+137.0%	+31.4%	-	-		-
Profit before tax YoY	(68.7%)	(39.6%)	(38.7%)	-	+138.9%	+26.8%	-	-		-
Profit YoY	(70.3%)	(39.2%)	(42.2%)	-	+142.2%	+13.7%	-	-		-
Profit attributable to owners of parent YoY	(69.4%)	(40.1%)	(47.2%)	-	+139.6%	+15.6%	-	-		-
Gross profit margin	23.4%	21.1%	23.0%	21.0%	26.0%	26.4%	-	-		+5.2%
SG&A ratio	17.3%	11.9%	17.0%	20.4%	15.6%	16.0%	-	-		+4.1%
Operating profit margin	6.1%	9.2%	5.7%	0.2%	10.4%	10.0%	-	-		+0.8%
Profit before tax margin	5.7%	8.9%	5.2%	(0.1%)	9.8%	9.3%	-	-		+0.4%
Profit margin	3.8%	6.3%	3.2%	(1.0%)	6.6%	5.9%	-	-		(0.4%)
Profit attributable to owners of parent margin	3.8%	6.2%	3.3%	(1.0%)	6.6%	5.9%	-	-		(0.3%)
Income tax expenses / Profit before tax	34.0%	29.5%	38.3%	-	33.1%	36.8%	-	-		+7.3%

Source: Company Data, WRJ Calculation

## Revenue by Business Division (Cumulative / Quarterly)

Revenue by Business Division		Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	
		Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	YoY
(Million Yen)		03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025	Net Chg.
Wedge Binding Type Scaffoldings		977	2,465	3,877	4,970	1,325	2,776	-	-	+310
Next Generation Scaffoldings		607	979	1,297	1,434	398	852	-	-	(127)
Construction & Rental		330	564	-	-	1,109	2,178	-	-	+1,613
Other Products		366	751	-	-	324	708	-	-	(43)
Other		34	72	-	-	183	302	-	-	+230
Other Temporary Materials		-	-	2,007	2,576	-	-	-	-	-
Scaffolding Equipment		2,317	4,834	7,182	8,981	3,342	6,818	-	-	+1,984
Logistics Equipment		589	1,787	2,493	3,697	696	1,724	-	-	(63)
<b>Revenue</b>		<b>2,906</b>	<b>6,621</b>	<b>9,675</b>	<b>12,678</b>	<b>4,038</b>	<b>8,542</b>	-	-	<b>+1,920</b>
Wedge Binding Type Scaffoldings		(48.2%)	(36.5%)	(24.8%)	(15.3%)	+35.6%	+12.6%	-	-	-
Next Generation Scaffoldings		+23.6%	+11.2%	+1.5%	(16.3%)	(34.3%)	(13.0%)	-	-	-
Construction & Rental		-	-	-	-	+235.6%	+285.7%	-	-	-
Other Products		-	-	-	-	(11.5%)	(5.7%)	-	-	-
Other		-	-	-	-	+429.2%	+317.8%	-	-	-
Other Temporary Materials		-	-	(2.0%)	(8.4%)	-	-	-	-	-
Scaffolding Equipment		(25.2%)	(21.6%)	(15.3%)	(13.6%)	+44.2%	+41.0%	-	-	-
Logistics Equipment		(53.6%)	(34.8%)	(31.7%)	(15.3%)	+18.1%	(3.5%)	-	-	-
<b>Revenue (YoY)</b>		<b>(33.5%)</b>	<b>(25.7%)</b>	<b>(20.2%)</b>	<b>(14.1%)</b>	<b>+38.9%</b>	<b>+29.0%</b>	-	-	-
Wedge Binding Type Scaffoldings		33.6%	37.2%	40.1%	39.2%	32.8%	32.5%	-	-	-
Next Generation Scaffoldings		20.9%	14.8%	13.4%	11.3%	9.9%	10.0%	-	-	-
Construction & Rental		11.4%	8.5%	-	-	27.5%	25.5%	-	-	-
Other Products		12.6%	11.4%	-	-	8.0%	8.3%	-	-	-
Other		1.2%	1.1%	-	-	4.5%	3.5%	-	-	-
Other Temporary Materials		-	-	20.8%	20.3%	-	-	-	-	-
Scaffolding Equipment		79.7%	73.0%	74.2%	70.8%	82.8%	79.8%	-	-	-
Logistics Equipment		20.3%	27.0%	25.8%	29.2%	17.2%	20.2%	-	-	-
<b>Revenue (Composition Ratio)</b>		<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	-	-	-
Revenue by Business Division		Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	YoY
(Million Yen)		03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025	Net Chg.
Wedge Binding Type Scaffoldings		977	1,487	1,411	1,093	1,325	1,450	-	-	(37)
Next Generation Scaffoldings		607	372	317	137	398	453	-	-	+81
Construction & Rental		330	234	-	-	1,109	1,068	-	-	+834
Other Products		366	384	-	-	324	383	-	-	(1)
Other		34	37	-	-	183	119	-	-	+81
Other Temporary Materials		-	-	618	568	-	-	-	-	-
Scaffolding Equipment		2,317	2,517	2,348	1,798	3,342	3,476	-	-	+959
Logistics Equipment		589	1,198	705	1,204	696	1,028	-	-	(170)
<b>Revenue</b>		<b>2,906</b>	<b>3,715</b>	<b>3,053</b>	<b>3,003</b>	<b>4,038</b>	<b>4,504</b>	-	-	<b>+789</b>
Wedge Binding Type Scaffoldings		(48.2%)	(25.5%)	+11.0%	+53.8%	+35.6%	(2.5%)	-	-	-
Next Generation Scaffoldings		+23.6%	(4.4%)	(20.2%)	(68.5%)	(34.3%)	+21.9%	-	-	-
Construction & Rental		-	-	-	-	+235.6%	+356.5%	-	-	-
Other Products		-	-	-	-	(11.5%)	(0.3%)	-	-	-
Other		-	-	-	-	+429.2%	+215.4%	-	-	-
Other Temporary Materials		-	-	(4.4%)	(25.5%)	-	-	-	-	-
Scaffolding Equipment		(25.2%)	(17.9%)	+1.3%	(5.8%)	+44.2%	+38.1%	-	-	-
Logistics Equipment		(53.6%)	(18.7%)	(22.0%)	+68.0%	+18.1%	(14.2%)	-	-	-
<b>Revenue (YoY)</b>		<b>(33.5%)</b>	<b>(18.2%)</b>	<b>(5.2%)</b>	<b>+14.4%</b>	<b>+38.9%</b>	<b>+21.2%</b>	-	-	-
Wedge Binding Type Scaffoldings		33.6%	40.0%	46.2%	36.4%	32.8%	32.2%	-	-	-
Next Generation Scaffoldings		20.9%	10.0%	10.4%	4.6%	9.9%	10.1%	-	-	-
Construction & Rental		11.4%	6.3%	-	-	27.5%	23.7%	-	-	-
Other Products		12.6%	10.4%	-	-	8.0%	8.5%	-	-	-
Other		1.2%	1.0%	-	-	4.5%	2.6%	-	-	-
Other Temporary Materials		-	-	20.3%	18.9%	-	-	-	-	-
Scaffolding Equipment		79.7%	67.7%	76.9%	59.9%	82.8%	77.2%	-	-	-
Logistics Equipment		20.3%	32.3%	23.1%	40.1%	17.2%	22.8%	-	-	-
<b>Revenue (Composition Ratio)</b>		<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	-	-	-

Source: Company Data, WRJ Calculation

## Statement of Financial Position (Quarterly)

Statement of Financial Position	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4		
(Million Yen)	03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025		Net Chg.
Cash and cash equivalents	1,798	2,409	1,654	1,843	1,133	1,844	-	-		(565)
Trade and other receivables	2,553	3,213	2,718	2,225	3,361	3,630	-	-		+416
Inventory	3,637	2,368	3,103	3,182	3,466	2,720	-	-		+351
Other	33	30	107	39	131	79	-	-		+49
<b>Total current assets</b>	<b>8,022</b>	<b>8,023</b>	<b>7,583</b>	<b>7,291</b>	<b>8,093</b>	<b>8,275</b>	-	-		<b>+252</b>
Property, plant and equipment	2,254	2,360	2,394	2,488	3,901	4,179	-	-		+1,818
Right-of-use assets	222	226	210	204	384	1,024	-	-		+797
Goodwill	9,221	9,221	9,221	9,221	12,521	12,521	-	-		+3,299
Intangible assets	1,378	1,370	1,362	1,352	1,344	1,341	-	-		(28)
Other	91	96	99	117	355	224	-	-		+128
<b>Total non-current assets</b>	<b>13,168</b>	<b>13,275</b>	<b>13,287</b>	<b>13,384</b>	<b>18,507</b>	<b>19,291</b>	-	-		<b>+6,015</b>
<b>Total assets</b>	<b>21,191</b>	<b>21,298</b>	<b>20,871</b>	<b>20,675</b>	<b>26,600</b>	<b>27,566</b>	-	-		<b>+6,267</b>
Trade and other payables	833	799	1,278	1,045	1,280	1,077	-	-		+278
Borrowings	4,244	3,996	1,490	1,490	6,149	3,105	-	-		(890)
Other	434	566	309	407	442	570	-	-		+3
<b>Total current liabilities</b>	<b>5,511</b>	<b>5,362</b>	<b>3,078</b>	<b>2,943</b>	<b>7,871</b>	<b>4,754</b>	-	-		<b>(608)</b>
Borrowings	-	-	1,960	1,963	2,639	5,821	-	-		+5,821
Other	452	473	493	449	726	1,373	-	-		+899
<b>Total non-current liabilities</b>	<b>452</b>	<b>473</b>	<b>2,453</b>	<b>2,413</b>	<b>3,365</b>	<b>7,195</b>	-	-		<b>+6,721</b>
<b>Total liabilities</b>	<b>5,964</b>	<b>5,836</b>	<b>5,532</b>	<b>5,357</b>	<b>11,237</b>	<b>11,949</b>	-	-		<b>+6,112</b>
<b>Total equity attributable to owners of parent</b>	<b>15,221</b>	<b>15,452</b>	<b>15,330</b>	<b>15,310</b>	<b>15,350</b>	<b>15,609</b>	-	-		<b>+157</b>
Other	5	9	8	8	12	7	-	-		(2)
<b>Total equity</b>	<b>15,227</b>	<b>15,462</b>	<b>15,339</b>	<b>15,318</b>	<b>15,363</b>	<b>15,616</b>	-	-		<b>+154</b>
<b>Total liabilities and equity</b>	<b>21,191</b>	<b>21,298</b>	<b>20,871</b>	<b>20,675</b>	<b>26,600</b>	<b>27,566</b>	-	-		<b>+6,267</b>
Equity attributable to owners of parent	15,221	15,452	15,330	15,310	15,350	15,609	-	-		+157
Interest-bearing debt	4,244	3,996	3,450	3,454	8,788	8,927	-	-		+4,931
Net debt	2,445	1,586	1,795	1,611	7,654	7,082	-	-		+5,496
Equity ratio	71.8%	72.5%	73.5%	74.0%	57.7%	56.6%	-	-		-
Net debt-to-equity ratio	16.1%	10.3%	11.7%	10.5%	49.9%	45.4%	-	-		-
ROE (12 months)	5.0%	3.9%	3.3%	2.7%	3.7%	3.9%	-	-		-
ROA (12 months)	4.9%	3.9%	3.6%	3.1%	3.7%	4.0%	-	-		-
Days for inventory turnover	149	74	120	122	106	75	-	-		-
Quick ratio	79%	105%	142%	138%	57%	115%	-	-		-
Current ratio	146%	150%	246%	248%	103%	174%	-	-		-

Source: Company Data, WRJ Calculation

## Statement of Cash Flows (Cumulative / Quarterly)

Statement of Cashflows	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY
	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4	Q1	Q1 to Q2	Q1 to Q3	Q1 to Q4		
(Million Yen)	03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025		Net Chg.
Cashflows from operating activities	217	1,316	1,529	1,973	-	312	-	-		(1,003)
Cashflows from Investing activities	(21)	(226)	(396)	(626)	-	(3,605)	-	-		(3,379)
<b>Cashflows from operating and investing activities</b>	<b>195</b>	<b>1,090</b>	<b>1,133</b>	<b>1,347</b>	<b>-</b>	<b>(3,293)</b>	<b>-</b>	<b>-</b>		<b>(4,383)</b>
Cashflows from financing activities	(461)	(745)	(1,543)	(1,569)	-	(3,295)	-	-		(2,550)
<b>Statement of Cashflows</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>Cons.Act</b>	<b>YoY</b>
<b>(Million Yen)</b>	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4</b>	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4</b>	<b>Q4</b>	<b>Net Chg.</b>
	03/2024	03/2024	03/2024	03/2024	03/2025	03/2025	03/2025	03/2025	03/2025	
Cashflows from operating activities	217	1,098	213	443	-	-	-	-	-	-
Cashflows from Investing activities	(21)	(204)	(170)	(229)	-	-	-	-	-	-
<b>Cashflows from operating and investing activities</b>	<b>195</b>	<b>894</b>	<b>43</b>	<b>213</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cashflows from financing activities	(461)	(283)	(798)	(26)	-	-	-	-	-	-

Source: Company Data, WRJ Calculation



**Disclaimer**

---

Information here is a summary of “IR Information” of the Company, compiled by Walden Research Japan, from a neutral and professional standing point, in the form of a report. “IR Information” of the Company comprises a) contents of our interview with the Company, b) contents of presentations for institutional investors, c) contents of timely disclosed information and d) contents of the homepage, etc.

Company name: Walden Research Japan Incorporated

Head office: Level 4 Ginza Ishii Building, 6-14-8 Ginza Chuo-ku Tokyo 104-0061, JAPAN

URL: <https://walden.co.jp/>

E-mail: [info@walden.co.jp](mailto:info@walden.co.jp)

Tel: 81-(0)3-3553-3769

---