

MORESCO (5018)

Consolidated Fiscal Year (Million Yen)		Sales	Operating Profit	Recurring Profit	Profit Attributable to Owners of Parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
FY02/2022		27,300	1,434	2,011	1,808	192.76	40.00	1,914.94
FY02/2023		30,333	523	1,046	615	66.19	40.00	2,008.49
FY02/2024CoE		34,500	1,400	1,600	700	75.83	45.00	-
FY02/2023		YoY	11.1%	(63.5%)	(48.0%)	(66.0%)	-	-
FY02/2024CoE		YoY	13.7%	167.7%	53.0%	13.9%	-	-
Consolidated Quarter (Million Yen)		Sales	Operating Profit	Recurring Profit	Profit Attributable to Owners of Parent	EPS (Yen)	DPS (Yen)	BPS (Yen)
Q1 FY02/2023		7,050	201	471	317	-	-	-
Q2 FY02/2023		7,473	94	375	187	-	-	-
Q3 FY02/2023		7,956	216	298	215	-	-	-
Q4 FY02/2023		7,854	12	(98)	(104)	-	-	-
Q1 FY02/2024		7,596	257	395	224	-	-	-
Q1 FY02/2024		YoY	7.7%	28.0%	(16.1%)	(29.5%)	-	-

Source: Company Data, WRJ Calculation

1.0 Results Update (12 July 2023)

Higher Selling Prices


On 12 July 2023, MORESCO, running operations of R&D, manufacture and sale of chemical goods used in diverse applications with autos as the mainstay, released its Q1 FY02/2024 results. It has revealed that higher selling prices are beginning to contribute to the Company's performance. For FY02/2023, the Company's gross profit margin was on a sustained decline due to soaring raw material prices, which was followed by a recovery for Q1 on a quarterly basis. Although sales volume has rather declined compared to the same period of the previous year, the Company has made a steady progress in passing on higher purchase prices as a result of raw material price hikes in the past to selling prices, while the rise in purchase prices due to soaring raw material prices has begun to cease. Still, with respect to the performance for Q1, it has to be considered that the Company posted sales of a large-sized project associated with wastewater treatment equipment to have contributed to earnings in Japan. We are to obtain further details through a web interview with the Company's management, so that we should be able to update [MORESCO \(5018\) Improvement of Business Environment \(5 June 2023\)](#) and release afresh.

IR Representative: Hirofumi Fujimoto, Director, Senior Executive Officer and CFO

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2.0 Company Profile

Interface Science Specialist

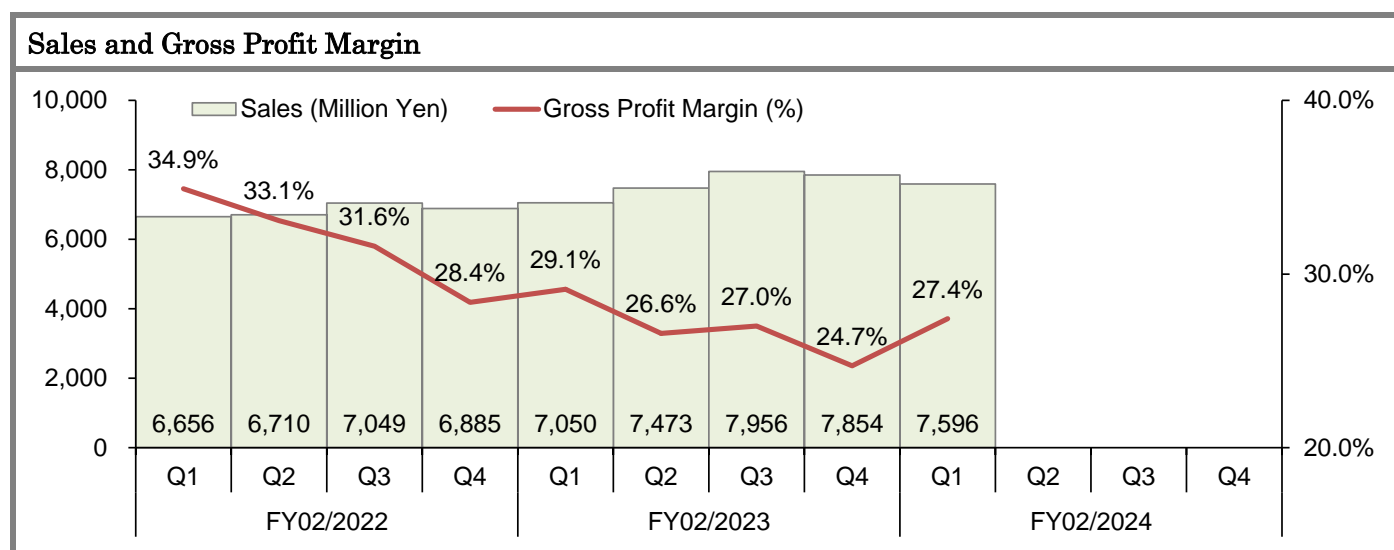
Company Name	MORESCO Corporation Company Website IR Information Share Price (Japanese) 
Established	27 October 1958
Listing	20 October 2023 (scheduled): Tokyo Stock Exchange Standard Market 4 April 2022: Tokyo Stock Exchange Prime Market (ticker: 5018) 14 February 2011: Tokyo Stock Exchange 1st section 29 July 2008: Tokyo Stock Exchange 2nd section 13 November 2003: Registered on the over-the-counter market of JSDA
Capital	¥2,118m (as of the end of May 2023)
No. of Shares	9,696,500 shares, including 468,970 treasury shares (as of the end of May 2023)
Main Features	<ul style="list-style-type: none"> ● Independent (non-keiretsu) manufacturer of chemical goods, some 43% exposed to autos by application in terms of sales ● Specializing in “interface science” with exclusive exposure to niche markets ● R&D, manufacture and sale of chemical goods to fulfil the functionalities of lubrications, adhesives and surface protections
Segments	I . Japan II . China III. Southeast / South Asia IV. North America
Representative	CEO, Representative Director and President: Motohisa Morozumi
Shareholders	Matsumura Oil 11.5%, Cosmo Oil Lubricants 5.4%, MORESCO Employee Stock Ownership Plan 4.4%, Master Trust Bank of Japan, T. 4.2% (as of the end of February 2023, but for treasury shares)
Head Office	Kobe-city, Hyogo-prefecture, JAPAN
No. of Personnel	Consolidated: 784, Parent: 381 (as of the end of February 2023)

Source: Company Data

3.0 Recent Trading and Prospects

Q1 FY02/2024

For Q1 FY02/2024, sales came in at ¥7,596m (up 7.7% YoY), operating profit ¥257m (up 28.0%), recurring profit ¥395m (down 16.1%) and profit attributable to owners of parent ¥224m (down 29.5%). At the non-operating level, there was a net decrease of ¥140m (from ¥210m to ¥70m) in foreign exchange gain compared to the same period of the previous year and this had a negative impact on recurring profit. Meanwhile, gross profit came in at ¥2,083m (up 1.5%) and SG&A expenses ¥1,826m (down 1.4%), implying gross profit margin of 27.4% (down 1.7% points) and SG&A ratio of 24.0% (down 2.2% points), having resulted in operating profit margin of 3.4% (up 0.5% points).

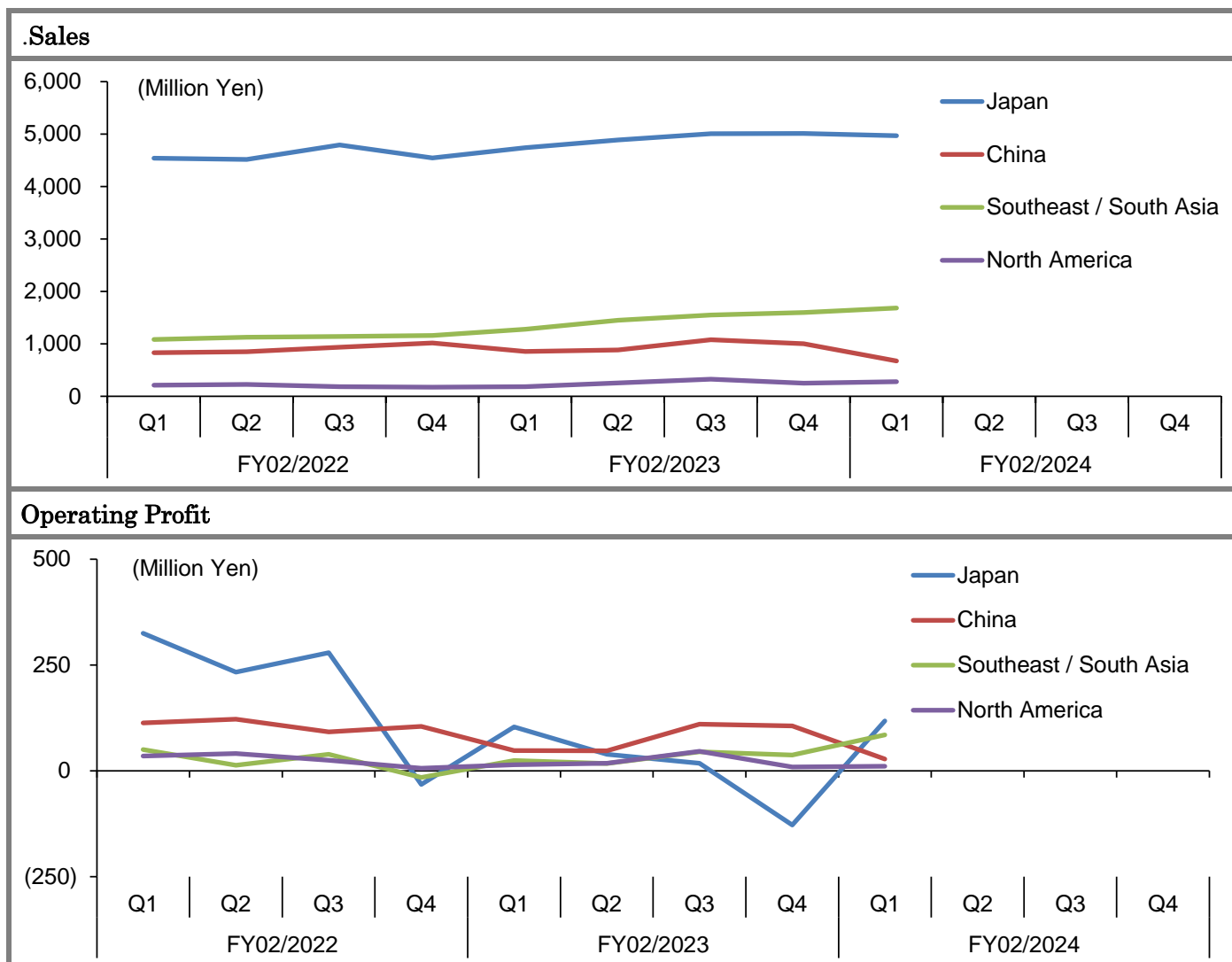


Source: Company Data, WRJ Calculation

The Company's sales volume has failed to increase compared to the same period of the previous year due to a decline in sales volume in Japan, the mainstay by region, while sales volume has declined also in China. With respect to Southeast / South Asia (Thailand, Indonesia and India) and North America, sales volume has increased compared to the same period of the prior year, but it was not sufficient enough to more than compensate for the weakness in Japan and China.

In Japan, the production volume of autos, the mainstay by application, increased significantly compared to the same period of the previous year, but it has been the case that the Company inevitably suffered from inventory adjustments at auto parts manufacturers to which it delivers functional fluids and other products. Meanwhile, in China, the production volume of autos declined compared to the same period of the previous year, having lowered rate of capacity utilization at local production facilities of Japanese auto parts manufacturers to which it delivers the above-mentioned products.

By the way, in Southeast / South Asia (Thailand, Indonesia and India), the Company has steadily captured increased demand as a result of increased local production volume of autos and seen an almost 50% increase in sales volume for hot melt adhesives mainly applied for hygiene materials (i.e., disposable diapers, etc.), according to the Company. Thus, the Company's operating profit was driven by the performance in Southeast / South Asia (Thailand, Indonesia and India) to a large extent.



Source: Company Data, WRJ Calculation

FY02/2024 Company Forecasts

FY02/2024 Company forecasts, announced on 11 April 2023, have remained unchanged, going for prospective sales of ¥34,500m (up 13.7% YoY), operating profit of ¥1,400m (up 167.7%), recurring profit of ¥1,600m (up 53.0%) and profit attributable to owners of parent of ¥700m (up 13.9%). By the way, the Company saw foreign exchange gain of ¥295m for FY02/2023, while Company forecasts do not assume any foreign exchange gain nor loss. Meanwhile, Company forecasts are going for operating profit margin of 4.1% (up 2.3% points). With respect to planned annual dividend, Company forecasts are going for ¥45.00 per share, implying payout ratio of 59.3%, comprising common dividend of ¥40.00, unchanged from FY02/2023, and commemorative dividend of ¥5.00 (for the 65th anniversary of foundation in October 2023) to be added for FY02/2024.

For Q1, the Company saw progress rate rather disappointing in sales and operating profit, i.e., 22.0% and 18.4%, respectively. However, the Company argues that the impact of higher selling prices will gradually expand as time goes by and thus Company forecasts assume ongoing improvement in performance for H2. Meanwhile, the concern is that the Company's sales volume has rather declined so far.

4.0 Financial Statements

Income Statement (Cumulative / Quarterly)

Income Statement	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.
	02/2023	02/2023	02/2023	02/2023	02/2024	02/2024	02/2024	02/2024		
Sales	7,050	14,523	22,479	30,333	7,596	-	-	-	-	+546
Cost of Sales	4,997	10,484	16,291	22,204	5,513	-	-	-	-	+516
Gross Profit	2,053	4,039	6,188	8,129	2,083	-	-	-	-	+30
SG&A Expenses	1,852	3,744	5,677	7,606	1,826	-	-	-	-	(26)
Operating Profit	201	295	511	523	257	-	-	-	-	+56
Non-Operating Balance	270	551	633	523	138	-	-	-	-	(132)
Recurring Profit	471	846	1,144	1,046	395	-	-	-	-	(76)
Extraordinary Balance	-	-	-	-	-	-	-	-	-	-
Profit before Income Taxes	471	846	1,144	1,046	395	-	-	-	-	(76)
Total Income Taxes	116	286	347	320	125	-	-	-	-	+9
Profit Attributable to Non-Controlling Interests	38	56	78	112	47	-	-	-	-	+9
Profit Attributable to Owners of Parent	317	504	719	615	224	-	-	-	-	(93)
Sales YoY	+5.9%	+8.7%	+10.1%	+11.1%	+7.7%	-	-	-	-	-
Operating Profit YoY	(61.4%)	(68.0%)	(62.8%)	(63.5%)	+28.0%	-	-	-	-	-
Recurring Profit YoY	(34.7%)	(27.3%)	(34.0%)	(48.0%)	(16.1%)	-	-	-	-	-
Profit Attributable to Owners of Parent YoY	(71.0%)	(62.9%)	(58.5%)	(66.0%)	(29.5%)	-	-	-	-	-
Gross Profit Margin	29.1%	27.8%	27.5%	26.8%	27.4%	-	-	-	-	(1.7%)
SG&A Ratio	26.3%	25.8%	25.3%	25.1%	24.0%	-	-	-	-	(2.2%)
Operating Profit Margin	2.9%	2.0%	2.3%	1.7%	3.4%	-	-	-	-	+0.5%
Recurring Profit Margin	6.7%	5.8%	5.1%	3.4%	5.2%	-	-	-	-	(1.5%)
Profit Attributable to Owners of Parent Margin	4.5%	3.5%	3.2%	2.0%	2.9%	-	-	-	-	(1.5%)
Total Income Taxes / Profit before Income Taxes	24.6%	33.8%	30.3%	30.6%	31.6%	-	-	-	-	+7.0%
Income Statement	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.
	02/2023	02/2023	02/2023	02/2023	02/2024	02/2024	02/2024	02/2024		
Sales	7,050	7,473	7,956	7,854	7,596	-	-	-	-	+546
Cost of Sales	4,997	5,487	5,807	5,913	5,513	-	-	-	-	+516
Gross Profit	2,053	1,986	2,149	1,941	2,083	-	-	-	-	+30
SG&A Expenses	1,852	1,892	1,933	1,929	1,826	-	-	-	-	(26)
Operating Profit	201	94	216	12	257	-	-	-	-	+56
Non-Operating Balance	270	281	82	(110)	138	-	-	-	-	(132)
Recurring Profit	471	375	298	(98)	395	-	-	-	-	(76)
Extraordinary Balance	-	-	-	-	-	-	-	-	-	-
Profit before Income Taxes	471	375	298	(98)	395	-	-	-	-	(76)
Total Income Taxes	116	170	61	(27)	125	-	-	-	-	+9
Profit Attributable to Non-Controlling Interests	38	18	22	34	47	-	-	-	-	+9
Profit Attributable to Owners of Parent	317	187	215	(104)	224	-	-	-	-	(93)
Sales YoY	+5.9%	+11.4%	+12.9%	+14.1%	+7.7%	-	-	-	-	-
Operating Profit YoY	(61.4%)	(76.7%)	(52.2%)	(79.7%)	+28.0%	-	-	-	-	-
Recurring Profit YoY	(34.7%)	(15.2%)	(47.6%)	-	(16.1%)	-	-	-	-	-
Profit Attributable to Owners of Parent YoY	(71.0%)	(29.2%)	(42.0%)	-	(29.5%)	-	-	-	-	-
Gross Profit Margin	29.1%	26.6%	27.0%	24.7%	27.4%	-	-	-	-	(1.7%)
SG&A Ratio	26.3%	25.3%	24.3%	24.6%	24.0%	-	-	-	-	(2.2%)
Operating Profit Margin	2.9%	1.3%	2.7%	0.2%	3.4%	-	-	-	-	+0.5%
Recurring Profit Margin	6.7%	5.0%	3.7%	(1.2%)	5.2%	-	-	-	-	(1.5%)
Profit Attributable to Owners of Parent Margin	4.5%	2.5%	2.7%	(1.3%)	2.9%	-	-	-	-	(1.5%)
Total Income Taxes / Profit before Income Taxes	24.6%	45.3%	20.5%	27.6%	31.6%	-	-	-	-	+7.0%

Source: Company Data, WRJ Calculation

Segmented Information (Cumulative / Quarterly)

Segmented Information (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2023	Q1 to Q2 02/2023	Q1 to Q3 02/2023	Q1 to Q4 02/2023	Q1 02/2024	Q1 to Q2 02/2024	Q1 to Q3 02/2024	Q1 to Q4 02/2024		
Japan	4,738	9,624	14,629	19,637	4,968	-	-	-	-	+230
China	854	1,737	2,813	3,814	670	-	-	-	-	(184)
Southeast / South Asia	1,276	2,726	4,274	5,870	1,679	-	-	-	-	+403
North America	182	436	762	1,011	278	-	-	-	-	+96
Sales	7,050	14,523	22,479	30,333	7,596	-	-	-	-	+546
Japan	104	143	161	33	118	-	-	-	-	+14
China	48	95	205	311	28	-	-	-	-	(20)
Southeast / South Asia	24	41	86	123	85	-	-	-	-	+61
North America	14	32	78	87	11	-	-	-	-	(3)
Segment Profit	189	311	531	553	242	-	-	-	-	+53
Adjustments	11	(16)	(20)	(30)	15	-	-	-	-	+4
Operating Profit	201	295	511	523	257	-	-	-	-	+56
Japan	2.2%	1.5%	1.1%	0.2%	2.4%	-	-	-	-	+0.2%
China	5.6%	5.5%	7.3%	8.2%	4.2%	-	-	-	-	(1.4%)
Southeast / South Asia	1.9%	1.5%	2.0%	2.1%	5.1%	-	-	-	-	+3.2%
North America	7.7%	7.3%	10.2%	8.6%	4.0%	-	-	-	-	(3.7%)
Segment Profit Margin	2.7%	2.1%	2.4%	1.8%	3.2%	-	-	-	-	+0.5%
Adjustments	0.2%	(0.1%)	(0.1%)	(0.1%)	0.2%	-	-	-	-	+0.0%
Operating Profit Margin	2.9%	2.0%	2.3%	1.7%	3.4%	-	-	-	-	+0.5%

Segmented Information (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2023	Q2 02/2023	Q3 02/2023	Q4 02/2023	Q1 02/2024	Q2 02/2024	Q3 02/2024	Q4 02/2024		
Japan	4,738	4,886	5,005	5,008	4,968	-	-	-	-	+230
China	854	883	1,076	1,001	670	-	-	-	-	(184)
Southeast / South Asia	1,276	1,450	1,548	1,596	1,679	-	-	-	-	+403
North America	182	254	326	249	278	-	-	-	-	+96
Sales	7,050	7,473	7,956	7,854	7,596	-	-	-	-	+546
Japan	104	39	18	(128)	118	-	-	-	-	+14
China	48	47	110	106	28	-	-	-	-	(20)
Southeast / South Asia	24	17	45	37	85	-	-	-	-	+61
North America	14	18	46	9	11	-	-	-	-	(3)
Segment Profit	189	122	220	22	242	-	-	-	-	+53
Adjustments	11	(27)	(4)	(10)	15	-	-	-	-	+4
Operating Profit	201	94	216	12	257	-	-	-	-	+56
Japan	2.2%	0.8%	0.4%	(2.6%)	2.4%	-	-	-	-	+0.2%
China	5.6%	5.3%	10.2%	10.6%	4.2%	-	-	-	-	(1.4%)
Southeast / South Asia	1.9%	1.2%	2.9%	2.3%	5.1%	-	-	-	-	+3.2%
North America	7.7%	7.1%	14.1%	3.6%	4.0%	-	-	-	-	(3.7%)
Segment Profit Margin	2.7%	1.6%	2.8%	0.3%	3.2%	-	-	-	-	+0.5%
Adjustments	0.2%	(0.4%)	(0.1%)	(0.1%)	0.2%	-	-	-	-	+0.0%
Operating Profit Margin	2.9%	1.3%	2.7%	0.2%	3.4%	-	-	-	-	+0.5%

Source: Company Data, WRJ Calculation

Sales by Business Division (Cumulative / Quarterly)

Sales by Business Division	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.
	02/2023	02/2023	02/2023	02/2023	02/2024	02/2024	02/2024	02/2024	02/2024	
Functional Fluids	3,420	7,027	11,081	15,105	3,688	-	-	-	-	+268
Synthetic Lubricants	502	991	1,381	1,703	301	-	-	-	-	(201)
Liquid Paraffins & Sulfonates	902	1,855	2,849	3,793	998	-	-	-	-	+96
Hot Melt Adhesives	1,809	3,754	5,801	7,664	2,108	-	-	-	-	+299
Energy Device Materials	45	84	128	209	30	-	-	-	-	(15)
Other	372	812	1,239	1,859	470	-	-	-	-	+98
Sales	7,050	14,523	22,479	30,333	7,596	-	-	-	-	+546
Functional Fluids	+10.9%	+10.8%	+14.4%	+16.0%	+7.8%	-	-	-	-	-
Synthetic Lubricants	(0.1%)	(4.1%)	(9.7%)	(13.7%)	(40.0%)	-	-	-	-	-
Liquid Paraffins & Sulfonates	+11.9%	+11.0%	+10.5%	+9.0%	+10.6%	-	-	-	-	-
Hot Melt Adhesives	+8.2%	+12.9%	+14.1%	+13.0%	+16.6%	-	-	-	-	-
Energy Device Materials	(21.3%)	(34.5%)	(35.1%)	(11.8%)	(31.9%)	-	-	-	-	-
Other	(29.5%)	(5.4%)	(6.7%)	+3.6%	+26.4%	-	-	-	-	-
Sales (YoY)	+5.9%	+8.7%	+10.1%	+11.1%	+7.7%	-	-	-	-	-
Functional Fluids	48.5%	48.4%	49.3%	49.8%	48.6%	-	-	-	-	-
Synthetic Lubricants	7.1%	6.8%	6.1%	5.6%	4.0%	-	-	-	-	-
Liquid Paraffins & Sulfonates	12.8%	12.8%	12.7%	12.5%	13.1%	-	-	-	-	-
Hot Melt Adhesives	25.7%	25.8%	25.8%	25.3%	27.8%	-	-	-	-	-
Energy Device Materials	0.6%	0.6%	0.6%	0.7%	0.4%	-	-	-	-	-
Other	5.3%	5.6%	5.5%	6.1%	6.2%	-	-	-	-	-
Sales (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-
Sales by Business Division	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.
	02/2023	02/2023	02/2023	02/2023	02/2024	02/2024	02/2024	02/2024	02/2024	
Functional Fluids	3,420	3,607	4,054	4,024	3,688	-	-	-	-	+268
Synthetic Lubricants	502	489	390	322	301	-	-	-	-	(201)
Liquid Paraffins & Sulfonates	902	953	994	944	998	-	-	-	-	+96
Hot Melt Adhesives	1,809	1,945	2,047	1,863	2,108	-	-	-	-	+299
Energy Device Materials	45	39	44	81	30	-	-	-	-	(15)
Other	372	440	427	620	470	-	-	-	-	+98
Sales	7,050	7,473	7,956	7,854	7,596	-	-	-	-	+546
Functional Fluids	+10.9%	+10.7%	+21.2%	+20.7%	+7.8%	-	-	-	-	-
Synthetic Lubricants	(0.1%)	(7.7%)	(21.4%)	(27.6%)	(40.0%)	-	-	-	-	-
Liquid Paraffins & Sulfonates	+11.9%	+10.2%	+9.6%	+4.8%	+10.6%	-	-	-	-	-
Hot Melt Adhesives	+8.2%	+17.6%	+16.2%	+9.7%	+16.6%	-	-	-	-	-
Energy Device Materials	(21.3%)	(45.1%)	(37.1%)	+107.7%	(31.9%)	-	-	-	-	-
Other	(29.5%)	+32.9%	(9.0%)	+33.0%	+26.4%	-	-	-	-	-
Sales (YoY)	+5.9%	+11.4%	+12.9%	+14.1%	+7.7%	-	-	-	-	-
Functional Fluids	48.5%	48.3%	51.0%	51.2%	48.6%	-	-	-	-	-
Synthetic Lubricants	7.1%	6.5%	4.9%	4.1%	4.0%	-	-	-	-	-
Liquid Paraffins & Sulfonates	12.8%	12.8%	12.5%	12.0%	13.1%	-	-	-	-	-
Hot Melt Adhesives	25.7%	26.0%	25.7%	23.7%	27.8%	-	-	-	-	-
Energy Device Materials	0.6%	0.5%	0.6%	1.0%	0.4%	-	-	-	-	-
Other	5.3%	5.9%	5.4%	7.9%	6.2%	-	-	-	-	-
Sales (Composition Ratio)	100.0%	100.0%	100.0%	100.0%	100.0%	-	-	-	-	-

Source: Company Data, WRJ Calculation

Balance Sheet (Quarterly)

Balance Sheet (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2023	Q2 02/2023	Q3 02/2023	Q4 02/2023	Q1 02/2024	Q2 02/2024	Q3 02/2024	Q4 02/2024		
Cash and Deposit	3,812	4,166	4,172	4,256	3,935	-	-	-	-	+123
Accounts Receivables	7,046	7,524	7,831	7,595	7,462	-	-	-	-	+416
Inventory	5,727	6,102	6,311	6,306	6,451	-	-	-	-	+724
Other	580	493	614	653	564	-	-	-	-	(16)
Current Assets	17,165	18,285	18,928	18,810	18,412	-	-	-	-	+1,247
Tangible Assets	8,330	8,395	8,537	8,610	8,666	-	-	-	-	+336
Intangible Assets	614	649	643	589	749	-	-	-	-	+135
Investments and Other Assets	3,583	3,764	3,820	4,002	4,068	-	-	-	-	+485
Fixed Assets	12,527	12,808	13,001	13,202	13,483	-	-	-	-	+956
Deferred Assets	-	-	-	6	18	-	-	-	-	+18
Total Assets	29,691	31,092	31,929	32,017	31,913	-	-	-	-	+2,222
Accounts Payables	4,419	4,926	5,173	5,144	4,828	-	-	-	-	+409
Short-Term Debt	857	1,546	1,549	2,381	2,145	-	-	-	-	+1,288
Other	2,052	1,611	2,245	2,074	1,787	-	-	-	-	(265)
Current Liabilities	7,328	8,083	8,967	9,599	8,760	-	-	-	-	+1,432
Long-Term Debt	457	382	307	472	942	-	-	-	-	+485
Other	785	910	834	707	667	-	-	-	-	(118)
Fixed Liabilities	1,242	1,292	1,141	1,179	1,609	-	-	-	-	+367
Total Liabilities	8,570	9,375	10,108	10,778	10,369	-	-	-	-	+1,799
Shareholders' Equity	17,357	17,361	17,392	17,287	17,327	-	-	-	-	(30)
Other	3,764	4,356	4,428	3,953	4,217	-	-	-	-	+453
Net Assets	21,121	21,717	21,820	21,240	21,544	-	-	-	-	+423
Total Liabilities & Net Assets	29,691	31,092	31,929	32,017	31,913	-	-	-	-	+2,222
Equity Capital	18,492	18,945	19,016	18,533	18,743	-	-	-	-	+251
Interest Bearing Debt	1,314	1,928	1,856	2,853	3,087	-	-	-	-	+1,773
Net Debt	(2,498)	(2,238)	(2,316)	(1,403)	(848)	-	-	-	-	+1,650
Equity Ratio	62.3%	60.9%	59.6%	57.9%	58.7%	-	-	-	-	-
Net Debt Equity Ratio	(13.5%)	(11.8%)	(12.2%)	(7.6%)	(4.5%)	-	-	-	-	-
ROE (12 months)	5.8%	5.2%	4.4%	3.4%	2.8%	-	-	-	-	-
ROA (12 months)	6.1%	5.8%	4.7%	3.4%	3.1%	-	-	-	-	-
Days for Inventory Turnover	104	101	99	97	106	-	-	-	-	-
Quick Ratio	148%	145%	134%	123%	130%	-	-	-	-	-
Current Ratio	234%	226%	211%	196%	210%	-	-	-	-	-

Source: Company Data, WRJ Calculation

Cash Flow Statement (Cumulative)

Cash Flow Statement (Million Yen)	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	Cons.Act	YoY Net Chg.
	Q1 02/2023	Q1 to Q2 02/2023	Q1 to Q3 02/2023	Q1 to Q4 02/2023	Q1 02/2024	Q1 to Q2 02/2024	Q1 to Q3 02/2024	Q1 to Q4 02/2024		
Operating Cash Flow	-	535	-	515	-	-	-	-	-	-
Investing Cash Flow	-	(718)	-	(1,172)	-	-	-	-	-	-
Operating Cash Flow and Investing Cash Flow	-	(183)	-	(657)	-	-	-	-	-	-
Financing Cash Flow	-	487	-	1,227	-	-	-	-	-	-

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.

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