

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 9, 2024

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 three months ended June 30, 2024 (from April 1, 2024 to June 30, 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	%
Three months ended June 30, 2024	62,148	23.1	1,859	(25.6)	1,872	(26.0)	1,215	(28.7)
Three months ended June 30, 2023	50,504	27.2	2,500	106.6	2,529	72.1	1,706	73.2

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	122.06	–
Three months ended June 30, 2023	189.40	187.65

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	126,597	50,970	38.6
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	–				
Year ending March 31, 2025 (Forecast)		90.00	–	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	269,000	19.5	7,900	2.4	7,100	(1.7)	4,600	4.0	461.73

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: No
- (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 June 30, 2024	10,118,000 shares	As of March 31, 2024	10,118,000 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	155,505 shares	As of March 31, 2024	155,505 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	9,962,495 shares	Three months ended June 30, 2023	9,010,159 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	14,522	15,309
Notes and accounts receivable - trade, and contract assets	36,744	38,602
Electronically recorded monetary claims - operating	11,939	7,805
Securities	105	–
Merchandise and finished goods	41,446	48,782
Work in process	1,200	1,384
Raw materials and supplies	2,028	1,892
Other	3,596	4,746
Allowance for doubtful accounts	(10)	(11)
Total current assets	111,572	118,512
Non-current assets		
Property, plant and equipment	4,521	4,480
Intangible assets	276	331
Investments and other assets		
Other	3,375	3,309
Allowance for doubtful accounts	(39)	(35)
Total investments and other assets	3,336	3,273
Total non-current assets	8,134	8,085
Total assets	119,706	126,597
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,696	24,666
Electronically recorded obligations - operating	4,630	4,991
Short-term borrowings	4,879	12,230
Current portion of long-term borrowings	3,902	4,052
Income taxes payable	1,675	595
Provision for product warranties	20	20
Provision for loss on orders received	56	38
Other	5,249	5,298
Total current liabilities	45,111	51,893
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	13,592	13,067
Other	641	667
Total non-current liabilities	24,234	23,734
Total liabilities	69,345	75,627

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Net assets		
Shareholders' equity		
Share capital	6,099	6,099
Capital surplus	6,616	6,616
Retained earnings	34,168	34,487
Treasury shares	(284)	(284)
Total shareholders' equity	46,598	46,918
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	500	468
Deferred gains or losses on hedges	–	(4)
Foreign currency translation adjustment	1,117	1,462
Remeasurements of defined benefit plans	0	3
Total accumulated other comprehensive income	1,618	1,929
Non-controlling interests	2,143	2,122
Total net assets	50,361	50,970
Total liabilities and net assets	119,706	126,597

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	50,504	62,148
Cost of sales	45,151	56,928
Gross profit	5,352	5,219
Selling, general and administrative expenses	2,852	3,359
Operating profit	2,500	1,859
Non-operating income		
Interest income	0	1
Dividend income	9	12
Foreign exchange gains	79	51
Other	16	39
Total non-operating income	105	104
Non-operating expenses		
Interest expenses	43	66
Interest expenses on bonds	10	10
Loss on redemption of securities	–	5
Other	22	8
Total non-operating expenses	76	91
Ordinary profit	2,529	1,872
Extraordinary income		
Gain on sale of investment securities	–	23
Other	2	–
Total extraordinary income	2	23
Extraordinary losses		
Loss on disposal of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	2,531	1,896
Income taxes	811	666
Profit	1,719	1,229
Profit attributable to non-controlling interests	12	13
Profit attributable to owners of parent	1,706	1,215

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	1,719	1,229
Other comprehensive income		
Valuation difference on available-for-sale securities	73	(32)
Deferred gains or losses on hedges	(5)	(4)
Foreign currency translation adjustment	113	344
Remeasurements of defined benefit plans, net of tax	6	2
Total other comprehensive income	186	310
Comprehensive income	1,906	1,540
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,893	1,526
Comprehensive income attributable to non-controlling interests	12	13