

Consolidated Financial Results for the Three Months Ended March 31, 2025 under IFRS

| | |
|---|---|
| Company Name | THK CO., LTD. |
| Head Office | Tokyo, Japan (Tel: +81-3-5730-3911) |
| URL | https://www.thk.com/ |
| Stock exchange listing | Tokyo Stock Exchange Prime Market |
| Code number | 6481 |
| Representative | Takashi Teramachi, President and CEO |
| Contact | Kenji Nakane, Director and CFO |
| Scheduled starting date of dividend payment | N/A |

1. Consolidated operating results and financial position as of and for the three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)

(1) Consolidated Operating Results

| Three Months Ended March 31 | Revenue (Millions of Yen) | | Operating Income (Millions of Yen) | | Profit Before Tax (Millions of Yen) | | Profit (Millions of Yen) | | Profit Attributable to Owners of the Parent (Millions of Yen) | | Total Comprehensive Income (Loss) (Millions of Yen) | |
|-----------------------------|---------------------------|--------|------------------------------------|---------|-------------------------------------|---------|--------------------------|---------|---|---------|---|------|
| 2025 | ¥84,946 | (0.2)% | ¥1,702 | (19.7)% | ¥1,560 | (43.2)% | ¥471 | (76.6)% | ¥319 | (83.7)% | ¥(10,676) | —% |
| 2024 | 85,127 | (9.0) | 2,121 | (78.1) | 2,748 | (70.7) | 2,014 | (71.3) | 1,960 | (71.5) | 18,997 | 56.7 |

| Three Months Ended March 31 | Basic Earnings per Share (Yen) | Diluted Earnings per Share (Yen) |
|-----------------------------|--------------------------------|----------------------------------|
| 2025 | ¥2.75 | — |
| 2024 | 15.99 | — |

(2) Consolidated Financial Position

| | Total Assets (Millions of Yen) | Total Equity (Millions of Yen) | Equity Attributable to Owners of the Parent (Millions of Yen) | Ratio of Equity Attributable to Owners of the Parent |
|-------------------|--------------------------------|--------------------------------|---|--|
| March 31, 2025 | ¥514,024 | ¥327,150 | ¥321,113 | 62.5% |
| December 31, 2024 | 567,418 | 389,795 | 383,645 | 67.6 |

2. Dividends

| | Dividend Per Share (Yen) | | | | |
|---|--------------------------|--------------------|-------------------|-----------------|---------|
| | First Quarter end | Second Quarter end | Third Quarter end | Year/Period end | Total |
| Year ended December 31, 2024 (Actual) | ¥— | ¥18.00 | ¥— | ¥128.50 | ¥146.50 |
| Year ending December 31, 2025 (Actual) | — | n/a | n/a | n/a | n/a |
| Year ending December 31, 2025 (Projected) | n/a | 123.00 | — | 123.00 | 246.00 |

(Note) Change in dividend projection: Yes

For details of the revision to the dividend projection, please refer to the "Notice Regarding Revision to Dividend Projection" announced today (May 9, 2025)

3. Forecasts for the year ending December 31, 2025 (January 1, 2025 to December 31, 2025)

| | Revenue (Millions of Yen) | | Operating Income (Millions of Yen) | | Profit Before Tax (Millions of Yen) | | Profit Attributable to Owners of the Parent (Millions of Yen) | | Profit per Share (Yen) |
|---------------------------------------|---------------------------|--------|------------------------------------|---------|-------------------------------------|---------|---|---------|------------------------|
| | | | | | | | | | |
| Six-month period ending June 30, 2025 | ¥173,300 | (3.6)% | ¥7,000 | (16.7)% | ¥7,600 | (24.6)% | ¥5,000 | (30.7)% | ¥41.15 |
| Year ending December 31, 2025 | 363,500 | 3.0 | 23,500 | 35.5 | 24,500 | 30.4 | 18,000 | 72.4 | 148.14 |

(Note) Changes from forecasts most recently announced: None

Other Financial Information

(1) Significant change in scope of consolidation: None

(2) Changes in accounting policy and estimates, and restatement due to:

- | | |
|------------------------------------|------|
| a. Changes in accounting standards | None |
| b. Other changes | None |
| c. Changes in accounting estimates | None |

(3) Number of shares

| | | (shares) |
|---|-------------------|-------------|
| a. Common stock issued, including treasury stock, as of: | March 31, 2025 | 129,856,903 |
| | December 31, 2024 | 129,856,903 |
| b. Treasury stock as of: | March 31, 2025 | 18,002,074 |
| | December 31, 2024 | 8,347,674 |
| c. Average number of common stock for the three months ended: | March 31, 2025 | 115,851,240 |
| | March 31, 2024 | 122,593,125 |

Management's Discussion and Analysis

1. Outline of operating results

(1) Operating results (from January 1, 2025 to March 31, 2025)

In this three months period, the outlook of the global economy remained uncertain amid concerns such as rising geopolitical risks including the situation in Ukraine and in the Middle East, continuing inflation, and China's sluggish economy shaken by real estate recession.

The THK Group has identified "Full-Scale Globalization," the "Development of New Business Areas," and "Change in Business Style" as cornerstones of its growth strategy to expand the markets of its products such as LM Guide (Linear Motion Guide). As to Full-Scale Globalization, while the markets in emerging countries such as China are growing by dint of the factory automation progress, which is also spreading to developed-country users, the THK Group endeavors to expand its global sales network to meet such demand. Regarding Development of New Business Areas, while the THK Group's products are getting widely adopted in various business fields, the THK Group is working on expanding sales of not only existing products but also new developed products. Such business fields include automobile parts, medical equipment, aircraft, and robot, which are close to consumer goods, as well as seismic isolation and damping systems and renewable energy, which offer products that reduce risks arising from natural disasters and climate change. In addition to promoting these strategies above, the THK Group is also committed to further expand its business fields by changing its business style enabled by making full use of AI and robot technologies in many ways.

In such a situation, revenue in the industrial machinery business increased amid a general improvement in demand. In the automotive & transportation business, demand was largely flat following a decline in automobile production in the second half of last year. As a result, consolidated revenue amounted to ¥84,946 million, down ¥180 million, or 0.2%, compared to the figure a year earlier.

On the cost front, the THK Group continued to implement various activities to improve its productivity. As a result, the cost to revenue ratio improved by 0.5% from a year earlier to 78.2%.

Selling, general and administrative (SGA) expenses amounted to ¥16,783 million, up ¥176 million, or 1.1%, compared to the figure a year earlier. The ratio to revenue rose by 0.3% from a year earlier to 19.8% despite the THK Group's endeavors to improve operating efficiency.

As a result, operating income amounted to ¥1,702 million, down ¥418 million, or 19.7%, compared to the figure a year earlier. Operating income margin dropped by 0.5% from a year earlier to 2.0%.

Finance income and finance costs were ¥1,122 million and ¥1,264 million, respectively.

As a result, income before tax amounted to ¥1,560 million, down ¥1,188 million, or 43.2%, compared to the figure a year earlier. Profit attributable to owners of the parent amounted to ¥319 million, down ¥1,641 million, or 83.7%, compared to the figure a year earlier.

(2) Operating results by segment

(Japan)

In Japan, demand in the industrial machinery business was generally flat and revenue amounted to ¥26,439 million, up ¥246 million, or 0.9%, compared to the figure a year earlier. Segment income (operating income) amounted to ¥975 million, down ¥279 million, or 22.2%, compared to the figure a year earlier.

(The Americas)

In the Americas, revenue amounted to ¥21,523 million, down ¥2,670 million, or 11.0%, compared to the figure a year earlier due mainly to weak demand in the automotive & transportation business. Segment income (operating income) amounted to ¥127 million, down ¥19 million, or 13.1%, compared to the figure a year earlier.

(Europe)

In Europe, revenue amounted to ¥16,761 million, down ¥1,299 million, or 7.2%, compared to the figure a year earlier due mainly to weak demand in both the industrial machinery business and the automotive & transportation business. Segment loss (operating loss) worsened by ¥1 million from the figure a year earlier (¥310 million) to ¥311 million.

(China)

In China, while demand in the industrial machinery business was generally in a recovery trend, revenue amounted to ¥15,347 million, up ¥2,863 million, or 22.9%, compared to the figure a year earlier. Segment income (operating income) amounted to ¥1,553 million, up ¥285 million, or 22.5%, compared to the figure a year earlier due to the increased revenue.

(Other)

In other countries and regions, the THK Group expanded its sales channels and implemented aggressive sales activities to cultivate new customers while demand for THK Group's products was widely expanded in India and the ASEAN countries. In such a situation, revenue amounted to ¥4,874 million, up ¥680 million, or 16.2%, compared to the figure a year earlier. Segment income (operating income) amounted to ¥155 million, down ¥103 million or 40.1%, compared to the figure a year earlier.

2. Financial position (as of March 31, 2025)

Total assets stood at ¥514,024 million, ¥53,394 million down from the previous fiscal year-end, due mainly to decrease in cash and cash equivalents by ¥42,063 million, inventories by ¥3,118 million, and property, plant and equipment by ¥5,651 million.

Total liabilities stood at ¥186,874 million, ¥9,251 million up from the previous fiscal year-end, due mainly to a combined effect of decrease in (1) trade and other payables by ¥946 million and (2) income taxes payable by ¥1,889 million, and increase in bonds and borrowings by ¥11,481 million.

Total equity stood at ¥327,150 million, ¥62,645 million down from the previous fiscal year-end, due mainly to decrease in retained earnings by ¥15,531 million, purchase of treasury stock by ¥35,983 million, and decrease in other components of equity by ¥10,647 million.

3. Forecast for the fiscal year ending December 31, 2025

For the six-month period ending June 30, 2025 and the year ending December 31, 2025, THK has not revised the consolidated forecasts announced on February 12, 2025.

Consolidated Financial Statements

Consolidated Statements of Financial Position

(Millions of Yen)

| | As of December 31, 2024 | As of March 31, 2025 |
|--|-------------------------|-----------------------|
| Assets: | | |
| Current assets: | | |
| Cash and cash equivalents | ¥138,293 | ¥96,229 |
| Trade and other receivables | 81,474 | 81,194 |
| Inventories | 91,660 | 88,542 |
| Other financial assets | 2,002 | 2,002 |
| Other current assets | 13,375 | 13,351 |
| Total current assets | <u>326,804</u> | <u>281,320</u> |
| Non-current assets: | | |
| Property, plant and equipment | 203,783 | 198,131 |
| Goodwill and intangible assets | 9,207 | 8,545 |
| Investments accounted for using the equity method | 6,709 | 6,025 |
| Other financial assets | 11,152 | 10,424 |
| Deferred tax assets | 5,142 | 5,204 |
| Retirement benefit asset | 4,243 | 4,034 |
| Other non-current assets | 374 | 337 |
| Total non-current assets | <u>240,613</u> | <u>232,704</u> |
| Total assets | <u><u>567,418</u></u> | <u><u>514,024</u></u> |

(Millions of Yen)

| | As of December 31, 2024 | As of March 31, 2025 |
|--|-------------------------|-----------------------|
| Liabilities and equity: | | |
| Liabilities: | | |
| Current liabilities: | | |
| Trade and other payables | ¥34,040 | ¥33,093 |
| Bonds and borrowings | 23,371 | 37,996 |
| Other financial liabilities | 4,315 | 5,058 |
| Provisions | 425 | 399 |
| Income taxes payable | 3,013 | 1,123 |
| Other current liabilities | 15,763 | 16,009 |
| Total current liabilities | <u>80,929</u> | <u>93,680</u> |
| Non-current liabilities: | | |
| Bonds and borrowings | 73,143 | 70,000 |
| Other financial liabilities | 7,891 | 7,442 |
| Retirement benefit liabilities | 5,859 | 5,721 |
| Provisions | 65 | 65 |
| Deferred tax liabilities | 6,827 | 6,825 |
| Other non-current liabilities | 2,906 | 3,138 |
| Total non-current liabilities | <u>96,693</u> | <u>93,193</u> |
| Total Liabilities | 177,623 | 186,874 |
| Equity | | |
| Common stock | 34,606 | 34,606 |
| Capital surplus | 40,120 | 39,751 |
| Retained earnings | 260,638 | 245,107 |
| Treasury stock | (21,104) | (57,087) |
| Other components of equity | 69,384 | 58,736 |
| Total equity attributable to owners of the parent | <u>383,645</u> | <u>321,113</u> |
| Non-controlling interests | 6,149 | 6,036 |
| Total Equity | <u>389,795</u> | <u>327,150</u> |
| Total liabilities and equity | <u><u>567,418</u></u> | <u><u>514,024</u></u> |

Consolidated Statements of Profit or Loss

(Millions of Yen)

| | Three months Ended March 31, 2024 | Three months Ended March 31, 2025 |
|--|--------------------------------------|--------------------------------------|
| Revenue | ¥85,127 | ¥84,946 |
| Cost of sales | 66,953 | 66,454 |
| Gross profit | 18,173 | 18,492 |
| Selling, general and administrative expenses | 16,606 | 16,783 |
| Other income | 805 | 527 |
| Other expenses | 251 | 293 |
| Share of profit (loss) in investments accounted for using the equity method | 0 | (239) |
| Operating income | 2,121 | 1,702 |
| Financial income | 1,038 | 1,122 |
| Financial costs | 411 | 1,264 |
| Profit before tax | 2,748 | 1,560 |
| Income tax expense | 734 | 1,088 |
| Profit | 2,014 | 471 |
| Profit attributable to: | | |
| Owners of the parent | 1,960 | 319 |
| Non-controlling interests | 54 | 152 |
| Profit | 2,014 | 471 |
| Earnings per share: | | |
| Basic earnings per share (yen) | 15.99 | 2.75 |
| Diluted earnings per share (yen) | — | — |

Consolidated Statements of Comprehensive Income

(Millions of Yen)

| | Three months Ended March 31, 2024 | Three months Ended March 31, 2025 |
|--|--------------------------------------|--------------------------------------|
| Profit | ¥2,014 | ¥471 |
| Other comprehensive income | | |
| Items that will not be reclassified to profit or loss: | | |
| Financial assets measured at fair value through other comprehensive income | 454 | 105 |
| Remeasurements of defined benefit plans | (29) | (244) |
| Share of other comprehensive income of associates accounted for using the equity method | 0 | 9 |
| Total of items that will not be reclassified to profit or loss | 426 | (129) |
| Items that may be reclassified to profit or loss: | | |
| Exchange differences on translation of foreign operations | 16,350 | (10,672) |
| Share of other comprehensive income (loss) of associates accounted for using the equity method | 205 | (347) |
| Total of items that will not be reclassified to profit or loss | 16,556 | (11,019) |
| Other comprehensive income (loss), net of tax | 16,982 | (11,148) |
| Comprehensive income (loss) | 18,997 | (10,676) |
| Comprehensive income (loss) attributable to: | | |
| Owners of the parent | 18,643 | (10,564) |
| Non-controlling interests | 354 | (112) |
| Comprehensive income | 18,997 | (10,676) |

Consolidated Statements of Changes in Equity

(Millions of Yen)

| Three Months Ended March 31, 2024 | Equity attributable to owners of the parent | | | | Other components of equity |
|---|---|-----------------|-------------------|----------------|---|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Exchange differences on translation of foreign operations |
| | | | | | |
| Beginning balance | ¥34,606 | ¥40,102 | ¥253,440 | ¥(17,130) | ¥44,825 |
| Profit | — | — | 1,960 | — | — |
| Other comprehensive income (loss) | — | — | — | — | 16,256 |
| Total comprehensive income | — | — | 1,960 | — | 16,256 |
| Purchase of treasury stock | — | — | — | (0) | — |
| Dividends | — | — | (1,961) | — | — |
| Transfer from other components of equity to retained earnings | — | — | (30) | — | — |
| Other | — | — | — | — | — |
| Total transactions with owners | — | — | (1,992) | (0) | — |
| Ending balance | 34,606 | 40,102 | 253,409 | (17,131) | 61,081 |

| | Equity attributable to owners of the parent | | | | Other components of equity | |
|---|--|------|---------|---|----------------------------|---------------------------|
| | Financial assets measured at fair value through other comprehensive income | | | Remeasurements of defined benefit plans | | Subtotal |
| | Total | | | Total | | Non-controlling interests |
| | Total equity | | | Total equity | | Total equity |
| Beginning balance | ¥1,419 | ¥— | ¥46,245 | ¥357,264 | ¥5,633 | ¥362,898 |
| Profit | — | — | — | 1,960 | 54 | 2,014 |
| Other comprehensive income (loss) | 456 | (30) | 16,682 | 16,682 | 300 | 16,982 |
| Total comprehensive income | 456 | (30) | 16,682 | 18,643 | 354 | 18,997 |
| Purchase of treasury stock | — | — | — | (0) | — | (0) |
| Dividends | — | — | — | (1,961) | — | (1,961) |
| Transfer from other components of equity to retained earnings | — | 30 | 30 | — | — | — |
| Other | — | — | — | — | (0) | (0) |
| Total transactions with owners | — | 30 | 30 | (1,962) | (0) | (1,963) |
| Ending balance | 1,876 | — | 62,958 | 373,945 | 5,987 | 379,932 |

(Millions of Yen)

| Three Months Ended March 31, 2025 | Equity attributable to owners of the parent | | | | Other components of equity |
|---|---|-----------------|-------------------|----------------|---|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Exchange differences on translation of foreign operations |
| | | | | | |
| Beginning balance | ¥34,606 | ¥40,120 | ¥260,638 | ¥(21,104) | ¥67,919 |
| Profit | — | — | 319 | — | — |
| Other comprehensive income (loss) | — | — | — | — | (10,754) |
| Total comprehensive income | — | — | 319 | — | (10,754) |
| Purchase of treasury stock | — | (369) | — | (35,983) | — |
| Dividends | — | — | (15,614) | — | — |
| Transfer from other components of equity to retained earnings | — | — | (236) | — | — |
| Other | — | — | — | — | — |
| Total transactions with owners | — | (369) | (15,850) | (35,983) | — |
| Ending balance | 34,606 | 39,751 | 245,107 | (57,087) | 57,165 |

| | Equity attributable to owners of the parent | | | | Other components of equity | |
|---|--|---|----------|----------|----------------------------|--------------|
| | Financial assets measured at fair value through other comprehensive income | Remeasurements of defined benefit plans | Subtotal | Total | Non-controlling interests | Total equity |
| | | | | | | |
| Beginning balance | ¥1,464 | ¥— | ¥69,384 | ¥383,645 | ¥6,149 | ¥389,795 |
| Profit | — | — | — | 319 | 152 | 471 |
| Other comprehensive income (loss) | 107 | (236) | (10,883) | (10,883) | (264) | (11,148) |
| Total comprehensive income | 107 | (236) | (10,883) | (10,564) | (112) | (10,676) |
| Purchase of treasury stock | — | — | — | (36,353) | — | (36,353) |
| Dividends | — | — | — | (15,614) | — | (15,614) |
| Transfer from other components of equity to retained earnings | — | 236 | 236 | — | — | — |
| Other | — | — | — | — | (0) | (0) |
| Total transactions with owners | — | 236 | 236 | (51,967) | (0) | (51,968) |
| Ending balance | 1,571 | — | 58,736 | 321,113 | 6,036 | 327,150 |

Consolidated Statements of Cash Flows

(Millions of Yen)

| | Three months Ended March 31, 2024 | Three months Ended March 31, 2025 |
|---|--------------------------------------|--------------------------------------|
| Cash flows from operating activities: | | |
| Profit before tax | ¥2,748 | ¥1,560 |
| Depreciation and amortization | 5,794 | 6,085 |
| Change in retirement benefit assets or liabilities | (205) | (264) |
| Financial income | (613) | (1,165) |
| Financial costs | 411 | 1,205 |
| Share of profit (loss) of investments accounted for using the equity method | (0) | 239 |
| (Increase) decrease in trade and other receivables | (5,132) | (1,036) |
| (Increase) decrease in inventories | (617) | 969 |
| Increase (decrease) in trade and other payables | 6,231 | 2,066 |
| Other | (243) | (1,091) |
| Subtotal | 8,372 | 8,567 |
| Interests and dividends received | 682 | 593 |
| Interests paid | (131) | (120) |
| Income taxes paid | (679) | (2,261) |
| Net cash provided by (used in) operating activities | 8,244 | 6,778 |
| Cash flows from investing activities: | | |
| Purchase of property, plant and equipment | (7,318) | (4,695) |
| Proceeds from sales of property, plant and equipment | 6 | 19 |
| Purchase of other financial assets | (129) | (231) |
| Other | (313) | (279) |
| Net cash provided by (used in) investing activities | (7,755) | (5,187) |
| Cash flows from financing activities: | | |
| Repayments of long-term borrowings | (2,185) | (2,185) |
| Proceeds from short-term borrowings | — | 15,000 |
| Proceeds from issuance of bonds | — | 10,000 |
| Payments for redemption of bonds | (10,000) | (10,000) |
| Purchase of treasury stock | (0) | (36,516) |
| Dividends paid | (1,938) | (15,504) |
| Dividends paid to non-controlling interests | (0) | (0) |
| Repayments of lease liabilities | (497) | (503) |
| Net cash provided by (used in) financing activities | (14,622) | (39,709) |
| Effects of exchange rate changes on cash and cash equivalents | 6,211 | (3,945) |
| Net increase (decrease) in cash and cash equivalents | (7,922) | (42,063) |
| Cash and cash equivalents at the beginning of the period | 156,486 | 138,293 |
| Cash and cash equivalents at the end of the period | 148,563 | 96,229 |

Segment Information

1. Outline of reportable segments

THK's reportable segments are components of THK Group for which respective financial information is separately available. Operating results of each segment is reviewed periodically by the Board of Directors to determine allocation of operating resources and evaluate its performance.

THK Group's main products are machinery parts such as LM (linear motion) guides and ball screws, and transportation equipment-related parts such as link balls and suspension ball joints. In each country, local subsidiaries establish their comprehensive business strategies and conduct their business activities in a similar way that THK and domestic subsidiaries do in Japan.

Therefore, the reportable segments consist of the five geographical segments, namely; (1) Japan, (2) The Americas (the United States and others), (3) Europe (Germany, France and others), (4) China, and (5) Other (Taiwan, Singapore and others) based on the THK Group's production/sales structure.

Segment income or loss is computed based on operating income or loss. The reportable segment information is prepared under the same accounting policies as those used in consolidation. Inter-segment sales and transfer are stated at amounts based on their fair market values. All adjustments in the following tables are intersegment elimination on consolidation.

2. Reportable segments

For the three months ended March 31, 2024 (January 1, 2024 to March 31, 2024)

| | Japan | The Americas | Europe | China | Other | Total | Adjustments | Consolidated |
|---------------------------------|---------|--------------|---------|---------|--------|---------|-------------|--------------|
| (Millions of Yen) | | | | | | | | |
| Revenue: | | | | | | | | |
| Revenue from external customers | ¥26,193 | ¥24,194 | ¥18,061 | ¥12,484 | ¥4,193 | ¥85,127 | ¥— | ¥85,127 |
| Inter-segment revenue | 12,905 | 58 | 136 | 1,974 | 881 | 15,956 | (15,956) | — |
| Total | 39,099 | 24,253 | 18,197 | 14,458 | 5,075 | 101,084 | (15,956) | 85,127 |
| Segment income (loss) | 1,254 | 146 | (310) | 1,267 | 258 | 2,617 | (495) | 2,121 |
| Financial income | 949 | 477 | 565 | 132 | 32 | 2,157 | (1,118) | 1,038 |
| Financial costs | 432 | 80 | 899 | 11 | 105 | 1,529 | (1,118) | 411 |
| Profit (loss) before tax | 1,771 | 543 | (643) | 1,388 | 185 | 3,244 | (495) | 2,748 |

(Note) All adjustments are intercompany elimination.

For the three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)

| | Japan | The Americas | Europe | China | Other | Total | Adjustments | Consolidated |
|---------------------------------|---------|--------------|---------|---------|--------|---------|-------------|--------------|
| (Millions of Yen) | | | | | | | | |
| Revenue: | | | | | | | | |
| Revenue from external customers | ¥26,439 | ¥21,523 | ¥16,761 | ¥15,347 | ¥4,874 | ¥84,946 | ¥— | ¥84,946 |
| Inter-segment revenue | 14,161 | 25 | 207 | 352 | 1,395 | 16,142 | (16,142) | — |
| Total | 40,601 | 21,549 | 16,969 | 15,700 | 6,269 | 101,089 | (16,142) | 84,946 |
| Segment income (loss) | 975 | 127 | (311) | 1,553 | 155 | 2,499 | (796) | 1,702 |
| Financial income | 32,163 | 113 | 328 | 86 | 91 | 32,782 | (31,660) | 1,122 |
| Financial costs | 1,284 | 227 | 125 | 16 | 4 | 1,659 | (394) | 1,264 |
| Profit (loss) before tax | 31,853 | 12 | (108) | 1,623 | 241 | 33,623 | (32,062) | 1,560 |

(Note) All adjustments are intercompany elimination.

Subsequent event

No items to report.

Additional notes:

All the figures in this report except per share information are rounded down to the nearest million.

This information is summarized and translated from the original Japanese version submitted to the Tokyo Securities Exchange in accordance with its disclosure rules and presentation manners, which are different from those applied in the annual reports of THK due to reclassification and rearrangement made therein. This English translation is intended solely for the convenience of readers, and not intended in any way to substitute or replace the original Japanese version. If there is any discrepancy between the original Japanese version and this translation, the original Japanese version shall supersede all information in this translation. All the figures in this report are unaudited.