

Translation

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Summary of Financial Announcement for Second Quarter (Interim Period) of the Year Ending March 2025 [Japan standard] (Consolidated)

Company name: TOLI Corporation
 Code number 7971 URL <https://www.toli.co.jp>
 Representative (Position) President and Representative Director (Name) Motohiro Nagashima
 Official (Position) General Manager, Accounting and Finance (Name) Takashi Matsumoto TEL 06-6494-6691
 responsible for Department
 inquiries
 Scheduled date for submission of November 8, 2024
 semi-annual report: Scheduled date for start of November 27, 2024
 dividend payments:
 Preparation of supplementary explanatory materials for the financial announcement : Yes
 Holding of a briefing on the financial announcement : None

(Amounts of less than one million yen are rounded off)

1. Consolidated results for second quarter (interim period) of the year ending March 2025 (April 1, 2024 to September 30, 2024)

(1) Consolidated results (year to date)

(% shows change from the previous interim period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Interim period of year ending March 2025	47,418	2.1	1,012	(22.4)	1,147	(20.7)	689	(20.7)
Interim period of year ended March 2024	46,448	8.6	1,304	—	1,447	—	869	—

(Note) Comprehensive income Interim period of year ending March 2025: 668 million yen [(67.6)%]
 Interim period of year ended March 2024: 2,063 million yen [—%]

	Profit per share	Profit per share - diluted
	Yen	Yen
Interim period of year ending March 2025	11.64	—
Interim period of year ended March 2024	14.44	—

(2) Consolidated assets

	Total assets	Net assets	Capital-to-asset ratio
	Million yen	Million yen	%
Interim period of year ending March 2025	84,549	45,457	53.4
Year ended March 2024	90,849	45,760	50.0

(Reference) Equity capital Interim period of year ending March 2025: 45,160 million yen
 Year ended March 2024: 45,433 million yen

2. Dividend payments

	Annual dividend				
	End 1st quarter	End 2nd quarter	End 3rd quarter	End of year	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 2024	—	3.00	—	16.00	19.00
Year ending March 2025	—	5.00	—	—	—
Year ending March 2025 (forecast)	—	—	—	14.00	19.00

(Note) Adjustment from most recently published dividend forecast: None

3. Consolidated forecasts for year ending March 2025 (April 1, 2024 to March 31, 2025)

(% shows change from previous term)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full term	105,000	2.5	4,100	(17.6)	4,250	(18.9)	3,000	(18.7)	51.02

(Note) Adjustment from most recently published performance projections: None

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of specific accounting procedure for creation of semi-annual consolidated financial statement: None
- (3) Changes in accounting policies, changes in accounting estimates, representation of amendments
- | | |
|---|--------|
| [1] Changes in accounting policies accompanying revisions to accounting standards | : None |
| [2] Changes to accounting policies other than [1] | : None |
| [3] Changes in accounting estimates | : None |
| [4] Representation of amendments | : None |

(4) Number of outstanding shares (ordinary shares)

[1] Number of outstanding shares at end of year (including treasury shares)	Interim period of year ending March 2025	60,129,249 shares	Year ended March 2024	60,129,249 shares
[2] Number of shares in treasury shares at end of year	Interim period of year ending March 2025	944,437 shares	Year ended March 2024	944,037 shares
[3] Average number of shares during the term (cumulative from start of fiscal year)	Interim period of year ending March 2025	59,185,018 shares	Interim period of year ended March 2024	60,186,042 shares

* Semi-annual financial announcements are out of the scope of a certified public accountant or an audit corporation.

* Explanation of the appropriate use of performance projections and other special instructions

The financial forecasts and other descriptions related to future events presented in this document are based on information currently available and certain assumptions judged as reasonable. As such, the financial forecasts and future descriptions are not considered to ensure the fulfillment thereof. Actual financial performance may vary significantly due to various factors.

Interim consolidated financial statements and major notes

Consolidated balance sheets

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	9,635	7,232
Notes and accounts receivable - trade	20,130	14,907
Electronically recorded monetary claims - operating	9,014	7,287
Merchandise and finished goods	8,857	10,083
Work in process	2,138	2,552
Raw materials and supplies	2,134	2,405
Other	1,072	1,341
Allowance for doubtful accounts	(55)	(47)
Total current assets	52,928	45,763
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,044	7,046
Machinery, equipment and vehicles, net	5,427	6,037
Tools, furniture and fixtures, net	1,098	913
Land	8,565	8,572
Construction in progress	2,384	3,067
Other, net	86	69
Total property, plant and equipment	24,606	25,707
Intangible assets		
Software	447	439
Other	228	225
Total intangible assets	675	665
Investments and other assets		
Investment securities	7,628	7,288
Other	5,287	5,140
Allowance for doubtful accounts	(276)	(14)
Total investments and other assets	12,639	12,413
Total non-current assets	37,921	38,786
Total assets	90,849	84,549

(Million yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	17,706	13,490
Electronically recorded obligations - operating	7,014	6,625
Short-term borrowings	2,220	3,320
Income taxes payable	1,062	415
Accrued expenses	1,731	1,551
Provision for bonuses	890	911
Provision for bonuses for directors (and other officers)	7	—
Other	3,432	2,751
Total current liabilities	34,066	29,066
Non-current liabilities		
Long-term borrowings	4,480	3,380
Deferred tax liabilities	104	78
Retirement benefit liability	3,752	3,806
Other	2,684	2,760
Total non-current liabilities	11,022	10,026
Total liabilities	45,088	39,092
Net assets		
Shareholders' equity		
Share capital	6,855	6,855
Capital surplus	4,812	4,841
Retained earnings	29,217	28,960
Treasury shares	(227)	(227)
Total shareholders' equity	40,658	40,430
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,782	3,552
Foreign currency translation adjustment	426	641
Remeasurements of defined benefit plans	566	536
Total accumulated other comprehensive income	4,775	4,730
Non-controlling interests	326	296
Total net assets	45,760	45,457
Total liabilities and net assets	90,849	84,549

Consolidated statement of income and consolidated statement of comprehensive income
(Consolidated statement of income)
(Consolidated second quarter (interim period))

(Million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	46,448	47,418
Cost of sales	32,960	33,750
Gross profit	13,488	13,668
Selling, general and administrative expenses	12,183	12,655
Operating profit	1,304	1,012
Non-operating income		
Interest income	1	2
Dividend income	91	105
Purchase discounts	39	36
Dividend income of insurance	46	49
Other	117	96
Total non-operating income	296	289
Non-operating expenses		
Interest expenses	32	32
Share of loss of entities accounted for using equity method	103	83
Other	18	39
Total non-operating expenses	153	154
Ordinary profit	1,447	1,147
Extraordinary income		
Gain on sale of non-current assets	3	—
Gain on sale of investment securities	2	8
Total extraordinary income	5	8
Extraordinary losses		
Loss on retirement of non-current assets	35	13
Total extraordinary losses	35	13
Profit before income taxes	1,417	1,143
Income taxes - current	576	340
Income taxes - deferred	(47)	89
Total income taxes	529	429
Profit	888	713
Profit attributable to non-controlling interests	19	24
Profit attributable to owners of parent	869	689

(Consolidated statement of comprehensive income)
(Consolidated second quarter (interim period))

(Million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	888	713
Other comprehensive income		
Valuation difference on available-for-sale securities	1,088	(229)
Foreign currency translation adjustment	92	29
Remeasurements of defined benefit plans, net of tax	(6)	(29)
Share of other comprehensive income of entities accounted for using equity method	—	185
Total other comprehensive income	1,175	(44)
Comprehensive income	2,063	668
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,044	644
Comprehensive income attributable to non-controlling interests	19	23

Consolidated statement of cash flows

(Million yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	1,417	1,143
Depreciation	1,236	1,403
Loss on retirement of non-current assets	35	13
Loss (gain) on sale of non-current assets	(3)	—
Loss (gain) on sale of investment securities	(2)	(8)
Increase (decrease) in allowance for doubtful accounts	22	(269)
Increase (decrease) in retirement benefit liability	87	10
Interest and dividend income	(93)	(107)
Subsidy income	(1)	—
Interest expenses	32	32
Decrease (increase) in trade receivables	4,004	6,977
Decrease (increase) in inventories	(504)	(1,905)
Increase (decrease) in trade payables	(2,155)	(4,622)
Other, net	(291)	(458)
Subtotal	3,783	2,208
Interest and dividends received	93	107
Subsidies received	1	—
Interest paid	(32)	(32)
Income taxes paid	(980)	(965)
Net cash provided by (used in) operating activities	2,865	1,319
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,606)	(2,465)
Proceeds from sale of property, plant and equipment	5	—
Purchase of intangible assets	(56)	(85)
Purchase of investment securities	(4)	(3)
Proceeds from sale of investment securities	4	20
Loan advances	(2)	(10)
Proceeds from collection of loans receivable	4	3
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(321)	—
Other, net	(54)	1
Net cash provided by (used in) investing activities	(2,031)	(2,539)
Cash flows from financing activities		
Proceeds from long-term borrowings	900	200
Repayments of long-term borrowings	(900)	(200)
Dividends paid	(601)	(946)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	—	(16)
Other, net	(215)	(257)
Net cash provided by (used in) financing activities	(817)	(1,221)
Effect of exchange rate change on cash and cash equivalents	38	26
Net increase (decrease) in cash and cash equivalents	54	(2,415)
Cash and cash equivalents at beginning of period	9,587	9,460
Cash and cash equivalents at end of period	9,642	7,045