

## Translation

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# Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 7, 2025

Company name: Musashi Seimitsu Industry Co.,Ltd.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 7220 URL <https://www.musashi.co.jp>  
 Representative: President & CEO Hiroshi Otsuka  
 Deputy CFO & General Manager Finance & Accounting Div. Hiroki Matsuda  
 Inquiries: TEL 0532-25-8111  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 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	%
Nine months ended December 31, 2024	256,626	(0.3)	12,057	4.6	11,019	2.4	5,168	(19.0)
Nine months ended December 31, 2023	257,409	18.3	11,526	278.0	10,763	190.1	6,379	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	78.90	–
Nine months ended December 31, 2023	97.66	–

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	285,539	129,650	42.0	1,829.09
As of March 31, 2024	290,339	125,391	39.9	1,767.95

## 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	–	15.00	–	25.00	40.00
Year ending March 31, 2025	–	25.00	–		
Year ending March 31, 2025 (Forecast)				25.00	50.00

## 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	335,000	(4.3)	18,500	0.7	15,500	(0.4)	9,500	19.9	145.41

#### 4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: Yes
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (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 December 31, 2024	65,556,761 shares	As of March 31, 2024	65,517,161 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	34,805 shares	As of March 31, 2024	31,040 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	65,508,605 shares	Nine months ended December 31, 2023	65,323,106 shares
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## Quarterly consolidated financial statements

### Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	26,698	30,126
Notes and accounts receivable - trade	49,428	40,334
Merchandise and finished goods	13,039	13,020
Work in process	10,804	11,424
Raw materials and supplies	31,587	33,124
Other	10,766	12,420
Allowance for doubtful accounts	(516)	(454)
Total current assets	141,808	139,997
Non-current assets		
Property, plant and equipment		
Buildings and structures	60,755	62,388
Accumulated depreciation	(33,319)	(35,424)
Accumulated impairment	(4)	(4)
Buildings and structures, net	27,430	26,959
Machinery, equipment and vehicles	305,549	318,605
Accumulated depreciation	(239,291)	(254,190)
Accumulated impairment	(548)	(1,232)
Machinery, equipment and vehicles, net	65,709	63,182
Tools, furniture and fixtures	17,963	18,774
Accumulated depreciation	(13,582)	(14,379)
Tools, furniture and fixtures, net	4,381	4,394
Land	9,730	10,085
Construction in progress	8,804	9,187
Total property, plant and equipment	116,056	113,808
Intangible assets		
Goodwill	674	873
Customer-related intangible assets	2,047	1,693
Software	888	782
Software in progress	12	17
Other	615	544
Total intangible assets	4,239	3,912
Investments and other assets		
Investment securities	16,574	16,896
Investments in capital	1,758	1,606
Long-term loans receivable	524	240
Retirement benefit asset	557	525
Deferred tax assets	3,996	4,568
Other	4,955	4,098
Allowance for doubtful accounts	(133)	(115)
Total investments and other assets	28,234	27,821
Total non-current assets	148,530	145,542
Total assets	290,339	285,539

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,309	19,057
Short-term borrowings	49,587	48,545
Current portion of long-term borrowings	8,154	8,159
Accounts payable - other	4,255	3,583
Accrued expenses	9,746	11,020
Income taxes payable	1,435	2,499
Provision for bonuses	2,759	1,885
Provision for bonuses for directors (and other officers)	27	46
Provision for product warranties	74	68
Provision for loss on guarantees	200	200
Provision for loss on litigation	315	164
Other	6,159	5,842
Total current liabilities	107,025	101,073
Non-current liabilities		
Long-term borrowings	41,625	38,127
Deferred tax liabilities	6,257	5,769
Retirement benefit liability	7,780	8,423
Other	2,258	2,495
Total non-current liabilities	57,921	54,816
Total liabilities	164,947	155,889
Net assets		
Shareholders' equity		
Share capital	5,602	5,639
Capital surplus	—	37
Retained earnings	88,650	90,543
Treasury shares	(8)	(8)
Total shareholders' equity	94,243	96,212
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,608	4,486
Foreign currency translation adjustment	15,616	19,023
Remeasurements of defined benefit plans	307	122
Total accumulated other comprehensive income	21,532	23,632
Non-controlling interests	9,615	9,805
Total net assets	125,391	129,650
Total liabilities and net assets	290,339	285,539

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

## Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	257,409	256,626
Cost of sales	222,800	219,517
Gross profit	34,609	37,109
Selling, general and administrative expenses	23,082	25,051
Operating profit	11,526	12,057
Non-operating income		
Interest income	345	431
Dividend income	398	495
Gain on valuation of investment securities	61	—
Foreign exchange gains	750	—
Other	436	624
Total non-operating income	1,992	1,551
Non-operating expenses		
Interest expenses	2,093	1,860
Loss on valuation of investment securities	—	7
Share of loss of entities accounted for using equity method	303	291
Foreign exchange losses	—	201
Other	358	229
Total non-operating expenses	2,755	2,589
Ordinary profit	10,763	11,019
Extraordinary income		
Gain on sale of non-current assets	87	59
Gain on sale of investment securities	362	—
Insurance claim income	176	63
Total extraordinary income	626	123
Extraordinary losses		
Loss on sale of non-current assets	16	20
Loss on retirement of non-current assets	44	25
Loss on valuation of investment securities	122	3
Impairment losses	—	701
Loss on sale of investment securities	115	—
Total extraordinary losses	298	750
Profit before income taxes	11,092	10,392
Income taxes	4,371	4,434
Profit	6,720	5,958
Profit attributable to non-controlling interests	340	790
Profit attributable to owners of parent	6,379	5,168

## Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	6,720	5,958
Other comprehensive income		
Valuation difference on available-for-sale securities	1,141	(1,121)
Deferred gains or losses on hedges	0	—
Foreign currency translation adjustment	7,029	3,794
Remeasurements of defined benefit plans, net of tax	(185)	(212)
Share of other comprehensive income of entities accounted for using equity method	(44)	(82)
Total other comprehensive income	7,940	2,377
Comprehensive income	14,661	8,336
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	13,709	7,269
Comprehensive income attributable to non-controlling interests	951	1,067