

Translation

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

January 31, 2025

Company name: Sansha Electric Manufacturing Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 6882 URL <https://www.sansha.co.jp>
 Representative: Representative Director, President Hajimu Yoshimura
 General Manager
 Inquiries: Corporate Planning Division Hiroyuki Maruyama TEL 06-6321-0321
 Managing Operating Officer
 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 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	17,936	(24.3)	618	(81.5)	717	(79.0)	500	(79.8)
Nine months ended December 31, 2023	23,697	19.2	3,342	438.5	3,415	460.2	2,482	599.2

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	37.65	–
Nine months ended December 31, 2023	186.68	–

(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	35,642	24,554	68.9	1,846.24
As of March 31, 2024	35,334	24,432	69.1	1,837.05

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	–	10.00	–	40.00	50.00
Year ending March 31, 2025	–	10.00	–		
Year ending March 31, 2025 (Forecast)				30.00	40.00

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	25,700	(17.1)	900	(73.6)	1,000	(71.2)	700	(76.3)	52.63

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 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: No

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	14,950,000 shares	As of March 31, 2024	14,950,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	1,650,022 shares	As of March 31, 2024	1,650,022 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	13,299,978 shares	Nine months ended December 31, 2023	13,299,978 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
Assets		
Current assets		
Cash and deposits	5,825	7,472
Notes receivable - trade	457	319
Accounts receivable - trade	7,702	6,107
Electronically recorded monetary claims - operating	4,278	1,721
Merchandise and finished goods	3,997	4,689
Work in process	1,829	2,477
Raw materials and supplies	3,047	2,931
Other	284	994
Allowance for doubtful accounts	(31)	(18)
Total current assets	27,393	26,696
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,627	1,543
Machinery, equipment and vehicles, net	619	611
Land	2,238	2,256
Leased assets, net	339	447
Construction in progress	711	1,464
Other, net	233	236
Total property, plant and equipment	5,770	6,559
Intangible assets		
Goodwill	16	11
Other	195	509
Total intangible assets	211	521
Investments and other assets		
Investment securities	213	168
Deferred tax assets	689	588
Retirement benefit asset	797	824
Other	259	283
Total investments and other assets	1,959	1,865
Total non-current assets	7,941	8,946
Total assets	35,334	35,642

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,850	3,330
Electronically recorded obligations - operating	405	403
Short-term borrowings	1,000	3,000
Accounts payable - other	1,394	1,522
Accrued expenses	723	759
Income taxes payable	1,001	103
Contract liabilities	211	225
Provision for bonuses	895	381
Provision for product warranties	44	33
Provision for loss on orders received	73	59
Other	922	728
Total current liabilities	10,522	10,548
Non-current liabilities		
Lease liabilities	155	311
Directors' retirement benefits payable	68	68
Deferred tax liabilities	9	10
Provision for share awards for directors (and other officers)	33	33
Retirement benefit liability	58	57
Other	54	57
Total non-current liabilities	378	538
Total liabilities	10,901	11,087
Net assets		
Shareholders' equity		
Share capital	2,774	2,774
Capital surplus	2,755	2,755
Retained earnings	18,561	18,391
Treasury shares	(1,597)	(1,597)
Total shareholders' equity	22,493	22,323
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	28	35
Foreign currency translation adjustment	1,697	1,992
Remeasurements of defined benefit plans	213	203
Total accumulated other comprehensive income	1,939	2,231
Total net assets	24,432	24,554
Total liabilities and net assets	35,334	35,642

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	23,697	17,936
Cost of sales	16,550	13,515
Gross profit	7,146	4,421
Selling, general and administrative expenses	3,804	3,802
Operating profit	3,342	618
Non-operating income		
Interest income	12	27
Dividend income	1	2
Rental income	9	10
Gain on valuation of derivatives	55	47
Compensation income for damage	–	109
Other	49	44
Total non-operating income	129	242
Non-operating expenses		
Interest expenses	8	13
Share of loss of entities accounted for using equity method	–	54
Foreign exchange losses	9	70
Loss on cancellation of rental contracts	35	–
Other	2	3
Total non-operating expenses	56	142
Ordinary profit	3,415	717
Profit before income taxes	3,415	717
Income taxes - current	923	115
Income taxes - deferred	9	101
Total income taxes	932	216
Profit	2,482	500
Profit attributable to owners of parent	2,482	500

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	2,482	500
Other comprehensive income		
Valuation difference on available-for-sale securities	8	7
Foreign currency translation adjustment	250	295
Remeasurements of defined benefit plans, net of tax	15	(9)
Total other comprehensive income	273	292
Comprehensive income	2,756	793
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,756	793