

November 6, 2024

## Consolidated Financial Results for the Six Months of the Fiscal Year Ended March 31, 2025 <Under Japanese GAAP>

Company name: **TAIYO HOLDINGS CO., LTD.**  
Listing: Prime Market of the Tokyo Stock Exchange  
Stock code: 4626  
URL: <https://www.taiyo-hd.co.jp/en>  
Representative: Eiji Sato, President and CEO  
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Scheduled date to file semi-annual report: November 6, 2024  
Scheduled date to commence dividend payments: December 2, 2024  
Preparation of supplementary briefing material on financial results: Yes  
Holding of financial results presentation meeting: Yes (for institutional investors and analysts)

(Millions of yen with fractional amounts discarded, unless otherwise noted)

### 1. Consolidated financial results for the six months of the fiscal year ended March 31, 2025 (from April 1, 2024 to September 30, 2024)

#### (1) Operating results (cumulative)

(Millions of yen, % year on year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
		%		%		%		%
Six months ended:								
September 30, 2024	59,899	17.2	12,430	36.8	12,418	43.5	9,209	47.8
September 30, 2023	51,107	(3.2)	9,089	(13.8)	8,651	(15.2)	6,232	(16.8)

Note: Comprehensive income  
For the six months ended September 30, 2024: 7,750 millions of yen [(16.9%)]  
For the six months ended September 30, 2023: 9,322 millions of yen [(8.4%)]

	Basic earnings per share	Diluted earnings per share
Six months ended:	Yen	Yen
September 30, 2024	164.52	—
September 30, 2023	111.64	—

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**(2) Financial position**

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2024	206,823	106,065	51.3	1,892.70
March 31, 2024	212,751	100,398	47.2	1,795.14

Reference: Equity (Net assets excluding non-controlling interests)

As of September 30, 2024: 106,060 millions of yen

As of March 31, 2024: 100,394 millions of yen

**2. Cash dividends**

	Annual cash dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	—	38.00	—	42.00	80.00
Fiscal year ended March 31, 2025	—	40.00			
Fiscal year ended March 31, 2025 (Forecast)			—	40.00	80.00

Note: Revisions to the forecasts of cash dividends most recently announced: None

**3. Consolidated earnings forecasts for the fiscal year ended March 31, 2025  
(from April 1, 2024 to March 31, 2025)**

(Millions of yen, % year on year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
		%		%		%		%	Yen
Fiscal year ended March 31, 2025	117,700	12.3	21,700	19.2	21,100	21.9	14,500	67.6	258.76

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

**\* Notes**

- (1) Significant change in the scope of consolidation during the six months of the fiscal year ended March 31, 2025: None
- (2) Application of specific accounting for preparing semi-annual consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
- a. Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
  - b. Changes in accounting policies due to other reasons: None
  - c. Changes in accounting estimates: None
  - d. Restatement of prior period financial statements after error corrections: None

Note: See “1. Semi-annual Consolidated Financial Statements and Explanatory Notes (3) Notes on consolidated financial statements (Changes in accounting policies)” on P. 5 of Supplementary Schedules and Notes regarding changes in accounting policies due to revisions to accounting standards and other regulations.

(4) Number of issued shares

a. Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2024	58,369,505 shares
As of March 31, 2024	58,291,559 shares

b. Number of treasury shares at the end of the period

As of September 30, 2024	2,332,718 shares
As of March 31, 2024	2,366,038 shares

c. Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year)

As of September 30, 2024	55,980,363 shares
As of September 30, 2023	55,828,713 shares

Notes: The number of treasury shares includes the Company’s shares held by The Master Trust Bank of Japan, Ltd. (trust account for shares granted under the Employee Stock Ownership Plan (ESOP)).

**\* Semi-annual financial statements are not subject to review by a certified public accountant or audit firm.**

**\* Proper use of earnings forecasts, and other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company makes no promise regarding the achievement of any content in the forward-looking statements. Actual business and other results may differ substantially due to various factors.

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## 1. Semi-annual Consolidated Financial Statements and Explanatory Notes

### (1) Semi-annual consolidated balance sheet

(Millions of yen)

	Consolidated fiscal year ended March 31, 2024 (As of March 31, 2024)	The six months of consolidated fiscal year ended March 31, 2025 (As of September 30, 2024)
<b>Assets</b>		
Current assets		
Cash and deposits	58,583	53,344
Notes and accounts receivable – trade, and contract assets	28,352	28,458
Merchandise and finished goods	8,571	9,295
Work in process	1,451	1,710
Raw materials and supplies	7,143	9,313
Other	5,582	2,954
Allowance for doubtful accounts	(30)	(32)
Total current assets	109,655	105,044
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	30,690	30,411
Other, net	38,161	38,270
Total property, plant and equipment	68,852	68,681
Intangible assets		
Goodwill	2,896	2,730
Sales rights	13,979	13,069
Customer-related assets	5,000	4,762
Other	3,927	3,763
Total intangible assets	25,804	24,325
Investments and other assets		
Other	8,666	8,926
Allowance for doubtful accounts	(227)	(154)
Total investments and other assets	8,439	8,771
Total non-current assets	103,096	101,778
Total assets	212,751	206,823
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	8,795	9,428
Short-term borrowings	9,821	7,188
Current portion of long-term borrowings	33,766	17,829
Income taxes payable	1,986	3,026
Provision for bonuses	1,152	1,382
Other provisions	118	353
Other	9,232	4,490
Total current liabilities	64,874	43,699
Non-current liabilities		
Long-term borrowings	43,134	52,458
Retirement benefit liability	292	303
Other provisions	48	49
Other	4,002	4,246
Total non-current liabilities	47,478	57,058
Total liabilities	112,353	100,758
<b>Net assets</b>		
Shareholders' equity		
Share capital	9,903	10,031
Capital surplus	15,025	15,153
Retained earnings	70,989	77,844
Treasury shares	(5,993)	(5,979)
Total shareholders' equity	89,925	97,050
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	709	868
Foreign currency translation adjustment	9,766	8,148
Remeasurements of defined benefit plans	(6)	(5)
Total accumulated other comprehensive income	10,469	9,010
Non-controlling interests	4	4
Total net assets	100,398	106,065
Total liabilities and net assets	212,751	206,823

**(2) Semi-annual consolidated statement of income and consolidated statement of comprehensive income****Semi-annual consolidated statement of income (cumulative)**

(Millions of yen)

	The six months of consolidated fiscal year ended March 31, 2024 (April 1, 2023 to September 30, 2023)	The six months of consolidated fiscal year ended March 31, 2025 (April 1, 2024 to September 30, 2024)
Net sales	51,107	59,899
Cost of sales	27,726	31,016
Gross profit	23,380	28,883
Selling, general and administrative expenses	14,291	16,452
Operating income	9,089	12,430
Non-operating income		
Interest income	110	167
Dividend income	17	25
Foreign exchange gains	-	194
Other	114	197
Total non-operating income	242	584
Non-operating expenses		
Interest expenses	307	445
Foreign exchange losses	150	-
Other	223	151
Total non-operating expenses	680	596
Ordinary income	8,651	12,418
Profit before income taxes	8,651	12,418
Income taxes - current	2,155	3,155
Income taxes - deferred	263	53
Total income taxes	2,418	3,208
Profit	6,232	9,209
Profit (loss) attributable to non-controlling interests	(0)	0
Profit attributable to owners of parent	6,232	9,209

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**Semi-annual consolidated statement of comprehensive income (cumulative)**

(Millions of yen)

	The six months of consolidated fiscal year ended March 31, 2024 (April 1, 2023 to September 30, 2023)	The six months of consolidated fiscal year ended March 31, 2025 (April 1, 2024 to September 30, 2024)
Profit	6,232	9,209
Other comprehensive income		
Valuation difference on available-for-sale securities	221	158
Foreign currency translation adjustment	2,868	(1,618)
Remeasurements of defined benefit plans, net of tax	0	0
Total other comprehensive income	3,090	(1,459)
Comprehensive income	9,322	7,750
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,322	7,750
Comprehensive income attributable to non-controlling interests	0	(0)

**(3) Notes to consolidated financial statements**

**(Changes in accounting policies)**

(Application of Accounting Standard for Current Income Taxes and Related Guidance)

The Accounting Standard for Current Income Taxes (ASBJ Statement No. 27, revised October 28, 2022; hereafter, “the 2022 revised accounting standard”) and related guidance were applied from the beginning of the six months of the consolidated fiscal year ended March 31, 2025.

The revision to the account classification for current income taxes (taxes on other comprehensive income) follows the transitional treatment specified in the provisory clause of Paragraph 20-3 of the 2022 revised accounting standard and the transitional treatment specified in the provisory clause of Paragraph 65-2, Provision (2) of the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, revised October 28, 2022; hereafter, “the 2022 revised guidance”). The change in accounting policy had no effect on the semi-annual consolidated financial statements of the fiscal year ended March 31, 2025.

We applied the 2022 revised guidance on revisions concerning treatment in the consolidated financial statements when deferring taxes on gain or loss on the sale of the shares of subsidiaries, etc., between consolidated companies from the beginning of the six months of the consolidated fiscal year ended March 31, 2025. The change in accounting policy was applied retroactively, and we have restated the semi-annual and full-year consolidated financial statements for the previous fiscal year to reflect the changes after the revision. The change in the accounting policy had no effect on the semi-annual consolidated financial statements and the full-year consolidated financial statements for the previous fiscal year.

**(Substantial changes in the amount of shareholders’ equity)**

None.

**(Premise of going concern)**

None.