

Non-Consolidated Financial Results for the Nine Months Ended December 31, 2024 [Japanese GAAP]

January 31, 2025

Company name: NAFCO Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 2790
 URL: <https://www.nafco.tv>
 Representative: Takumi Ishida, President and CEO
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 Scheduled date of commencing dividend payments: -
 Availability of supplementary briefing material on financial results: Available
 Schedule of financial results briefing session: Scheduled (for institutional investors and securities analysts)

(Amounts below one million yen are truncated.)

1. Financial and Operating Results for the Nine Months Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

(1) Operating Results (cumulative)

(Percentages refer to changes from the corresponding period of the preceding fiscal year.)

	Total operating revenue		Operating profit		Ordinary profit		Profit	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2024	143,827	(5.8)	2,263	(62.5)	2,315	(62.1)	1,128	(68.1)
December 31, 2023	152,754	-	6,035	-	6,104	-	3,536	-

	Earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	42.14	-
December 31, 2023	123.83	-

(Note) As the Company made changes in presentation from the three months ended June 30, 2024, the figures for the nine months ended December 31, 2023 are presented after applying the changes in the presentation. Due to the changes in presentation, percentages of changes from the corresponding period of the preceding fiscal year are not presented for the nine months ended December 31, 2023. In addition, in conjunction with the changes in presentation, net sales of the financial and operating results have been changed to total operating revenue, starting in the nine months ended December 31, 2024. Total operating revenue is the sum of net sales of ¥143,305 million and operating revenue of ¥522 million. This change has also been applied to the nine months ended December 31, 2023.

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	235,477	158,934	67.5	5,935.63
As of March 31, 2024	232,246	159,361	68.6	5,951.52

(Reference) Equity: As of December 31, 2024: ¥158,934 million

As of March 31, 2024: ¥159,361 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2024	Yen -	Yen 29.00	Yen -	Yen 29.00	Yen 58.00
Fiscal year ending March 31, 2025	-	29.00	-		
Fiscal year ending March 31, 2025 (Forecast)				29.00	58.00

(Note) Revision from the most recently announced dividend forecast: None

3. Projected Operating Results for the Fiscal Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	189,454	(1.4)	3,062	(44.1)	3,106	(44.1)	1,700	(45.3)	63.48

(Note) Revision from the most recently announced projected operating results: None

* Notes:

- (1) Accounting policies adopted specifically for the preparation of quarterly financial statements: Yes
(Note) For details please refer to “2. Quarterly Financial Statements and Primary Notes (3) Notes on Quarterly Financial Statements (Accounting policies adopted specifically for the preparation of quarterly financial statements)” on page 6 of the attached document.
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: No
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (3) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the term (including treasury shares):
December 31, 2024: 29,784,400 shares
March 31, 2024: 29,784,400 shares
 - 2) Total number of treasury shares at the end of the term:
December 31, 2024: 3,008,023 shares
March 31, 2024: 3,007,890 shares
 - 3) Average number of shares during the term:
Nine months ended December 31, 2024: 26,776,395 shares
Nine months ended December 31, 2023: 28,562,554 shares

* Review of the Japanese-language originals of the attached quarterly non-consolidated financial statements by certified public accountants or an audit firm: None

* Explanation of the proper use of financial results forecast and other notes

(Cautionary note on forward-looking statement)

The earnings forecasts and other forward-looking statements provided herein are based on information that is currently available to the Company and certain assumptions that the Company deems reasonable, and the Company does not in any way guarantee the achievement of the projections. Actual results may differ significantly from the forecasts due to various factors. For details on the assumptions of the earnings forecasts and points to be noted in using the earnings forecasts, please refer to “1. Qualitative Information on Quarterly Financial Results (3) Explanation of Forecast of Performance Results and Other Forward-Looking Information” on page 2 of the attached document.

2. Financial Statements and Primary Notes

(1) Balance Sheets

	(Millions of yen)	
	End of Previous Fiscal year (March 31, 2024)	End of First Nine-Month Period of Current Fiscal Year (December 31, 2024)
Assets		
Current assets		
Cash and deposits	32,997	31,952
Accounts receivable - trade	4,513	4,945
Merchandise	60,562	61,154
Other	1,504	1,762
Allowance for doubtful accounts	(3)	(3)
Total current assets	99,574	99,810
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	64,025	66,763
Land	49,171	49,171
Construction in progress	1,013	124
Other, net	5,000	6,097
Total property, plant and equipment	119,210	122,155
Intangible assets	3,210	3,350
Investments and other assets	10,251	10,160
Total non-current assets	132,672	135,666
Total assets	232,246	235,477
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,447	26,460
Short-term borrowings	18,820	18,575
Current portion of long-term borrowings	8	-
Income taxes payable	362	46
Accounts payable - other	4,322	4,559
Notes payable - facilities	2,462	4,568
Provision for bonuses	955	484
Provision for bonuses for directors (and other officers)	31	-
Asset retirement obligations	3	27
Contract liabilities	3,069	2,955
Other	3,962	3,297
Total current liabilities	58,445	60,974
Non-current liabilities		
Provision for retirement benefits	3,014	2,982
Provision for retirement benefits for directors (and other officers)	744	764
Asset retirement obligations	6,538	6,731
Other	4,141	5,089
Total non-current liabilities	14,439	15,568
Total liabilities	72,885	76,542

	(Millions of yen)	
	End of Previous Fiscal year (March 31, 2024)	End of First Nine-Month Period of Current Fiscal Year (December 31, 2024)
Net assets		
Shareholders' equity		
Share capital	3,538	3,538
Capital surplus	4,223	4,223
Retained earnings	157,788	157,363
Treasury shares	(6,351)	(6,351)
Total shareholders' equity	159,198	158,773
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	162	161
Total valuation and translation adjustments	162	161
Total net assets	159,361	158,934
Total liabilities and net assets	232,246	235,477

(2) Statements of Income
Statements of Income

(Millions of yen)

	Nine Months Ended December 31, 2023 (From April 1, 2023 to December 31, 2023)	Nine Months Ended December 31, 2024 (From April 1, 2024 to December 31, 2024)
Net sales	152,105	143,305
Cost of sales	101,259	95,313
Gross profit	50,845	47,991
Operating revenue	648	522
Operating gross profit	51,494	48,514
Selling, general and administrative expenses	45,459	46,250
Operating profit	6,035	2,263
Non-operating income		
Interest income	0	0
Dividend income	14	16
Commission income	78	56
Insurance claim income	61	52
Other	96	131
Total non-operating income	250	257
Non-operating expenses		
Interest expenses	92	145
Loss on disaster	68	42
Other	20	17
Total non-operating expenses	180	205
Ordinary profit	6,104	2,315
Extraordinary income		
Gain on sale of non-current assets	-	36
Insurance claim income	-	21
Total extraordinary income	-	57
Extraordinary losses		
Loss on retirement of non-current assets	232	98
Impairment losses	257	48
Loss on disaster	-	345
Total extraordinary losses	490	492
Profit before income taxes	5,614	1,880
Income taxes	2,077	752
Profit	3,536	1,128