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Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2025 [Japanese GAAP]



July 31, 2024

Company name: Sanoyas Holdings Corporation

Stock exchange listing: Tokyo Stock Exchange

Code number: 7022

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Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on annual financial results: available (Only in Japanese)

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2025 (April 1, 2024 to June 30, 2024)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit (loss)		Ordinary profit (loss)		Profit (loss) attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
June 30, 2024	4,718	33.1	(296)	-	(274)	-	(294)	-
June 30, 2023	3,545	12.9	(620)	-	(520)	-	(545)	-

(Note) Comprehensive income: First Quarter of fiscal year ended March 31, 2025: ¥(227) million [-%]

First Quarter of fiscal year ended March 31, 2024: ¥(311) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	(8.85)	-
June 30, 2023	(16.31)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of	Million yen	Million yen	%
June 30, 2024	27,405	8,603	31.2
March 31, 2024	27,249	9,137	33.3

(Reference) Equity: As of June 30, 2024: ¥8,543 million

As of March 31, 2024: ¥9,078 million

(Note) “Accounting Standard for Current Income Tax” and other standards and guidance have been applied from the beginning of the First Quarter of Fiscal Year Ending March 31. This change in accounting policy is applied retrospectively, and consolidated financial statements for the previous year are after retrospective application.

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	0.00	–	5.00	5.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecast)		0.00	–	5.00	5.00

(Note) Revision to recently disclosed projected cash dividends: No

3. Consolidated Financial Results Forecast 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 (loss)		Ordinary profit (loss)		Profit (loss) attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	23,500	0.6	100	(80.4)	200	(68.6)	200	(56.4)	5.95

(Note) Revision to recently disclosed projected consolidated financial results: No

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Adoption of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (4) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):
 - June 30, 2024: 33,814,782 shares
 - March 31, 2024: 33,814,782 shares
 - 2) Total number of treasury shares at the end of the period:
 - June 30, 2024: 779,294 shares
 - March 31, 2024: 47,248 shares
- 3) Average number of shares during the period:
 - Fiscal Year Ended June 30, 2024: 33,218,499 shares
 - Fiscal Year Ended June 30, 2023: 33,426,571 shares

* These consolidated financial results are outside the scope of audit

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

The earnings forecasts and other forward-looking statements herein are based on information currently available and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors.

1. Quarterly Consolidated Financial Statements [Japanese GAAP]
(1) Quarterly Consolidated Balance Sheets [Japanese GAAP]

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	1,626	3,232
Notes - trade	275	268
Accounts receivable - trade	4,766	2,642
Contract assets	744	997
Electronically recorded monetary claims - operating	1,272	905
Merchandise and finished goods	266	280
Work in process	1,491	2,054
Raw materials and supplies	1,290	1,332
Other	726	819
Allowance for doubtful accounts	(14)	(11)
Total current assets	12,446	12,521
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,144	3,123
Machinery and equipment, net	1,797	1,742
Land	2,831	2,831
Other, net	386	423
Total property, plant and equipment	8,159	8,121
Intangible assets		
Software	509	520
Goodwill	589	567
Other	17	17
Total intangible assets	1,116	1,105
Investments and other assets		
Investment securities	4,777	4,857
Deferred tax assets	200	253
Net defined benefit asset	301	299
Other	250	249
Allowance for doubtful accounts	(2)	(2)
Total investments and other assets	5,526	5,657
Total non-current assets	14,803	14,883
Total assets	27,249	27,405

(Million yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,840	1,568
Electronically recorded obligations - operating	2,468	2,115
Short-term loans payable	3,650	5,450
Current portion of long-term loans payable	1,432	1,339
Income taxes payable	212	25
Contract liabilities	595	623
Provision for bonuses	383	159
Provision for construction warranties	127	147
Provision for loss on construction contracts	50	49
Lease obligations	229	229
Other	1,035	1,002
Total current liabilities	12,025	12,711
Non-current liabilities		
Long-term loans payable	2,432	2,393
Lease obligations	356	304
Deferred tax liabilities	1,213	1,292
Net defined benefit liability	1,784	1,800
Asset retirement obligations	294	294
Other	4	6
Total non-current liabilities	6,085	6,090
Total liabilities	18,111	18,801
Net assets		
Shareholders' equity		
Capital stock	2,628	2,628
Capital surplus abstract	46	46
Retained earnings abstract	3,974	3,529
Treasury shares	(9)	(160)
Total shareholders' equity	6,640	6,044
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,269	2,316
Deferred gains or losses on hedges	12	10
Foreign currency translation adjustment	79	101
Remeasurements of defined benefit plans	75	70
Total accumulated other comprehensive income	2,437	2,499
Share acquisition right	59	59
Total net assets	9,137	8,603
Total liabilities and net assets	27,249	27,405

(2) Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income [Japanese GAAP]

Quarterly Consolidated Statements of Income [Japanese GAAP]

(Million yen)

	Three Months ended June 30, 2023	Three Months ended June 30, 2024
Net sales	3,545	4,718
Cost of sales	2,899	3,663
Gross profit	645	1,055
Selling, general and administrative expenses	1,266	1,351
Operating loss	(620)	(296)
Non-operating income		
Interest income	2	2
Dividend income	119	69
Other	10	5
Total non-operating income	132	77
Non-operating expenses		
Interest expenses	26	26
Foreign exchange losses	2	24
Other	2	4
Total non-operating expenses	32	55
Ordinary loss	(520)	(274)
Extraordinary income		
Gain on sales of noncurrent assets	1	–
Extraordinary income abstract	1	–
Loss before income taxes	(518)	(274)
Income taxes – current	15	18
Income taxes – deferred	11	1
Total income taxes	26	19
Profit (loss)	(545)	(294)
Profit (loss) attributable to owners of parent	(545)	(294)

Quarterly Consolidated Statements of Comprehensive Income [Japanese GAAP]

(Million yen)

	Three Months ended June 30, 2023	Three Months ended June 30, 2024
Profit (loss)	(545)	(294)
Other comprehensive income loss (loss)		
Valuation difference on available-for-sale securities	231	50
Deferred gain (loss) on hedges	5	(1)
Foreign currency translation adjustment	8	22
Remeasurements of defined benefit plans, net of tax	(11)	(5)
Total other comprehensive income (loss)	233	66
Comprehensive income	(311)	(227)
Comprehensive income attributable to		
Owners of the parent	(311)	(227)
Non-controlling interests	–	–

(Segment Information)

I Three months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

Information concerning Net sales and Operating profit or loss by Reportable business segment

(Million yen)

	Reportable segment			Total	Adjustments (Note 1)	Amount recorded in quarterly consolidated statements of income (Note 2)
	Machinery / Equipment & Services for Manufacturing Industry	Machinery / Equipment & Services for Construction Industry	Leisure Business			
Net sales						
Goods or Services transferred at a point in time	1,310	857	611	2,779	—	2,779
Goods or Services transferred over time	24	672	69	766	—	766
Revenue from contracts with customers	1,334	1,530	680	3,545	—	3,545
External sales	1,334	1,530	680	3,545	—	3,545
Internal sales or transfers	—	—	—	—	—	—
Total	1,334	1,530	680	3,545	—	3,545
Segment profit (loss)	(154)	(191)	118	(226)	(394)	(620)

(Note 1) Details of “Adjustments” are as follows:

Adjustments for the segment loss of ¥(394) million include corporate cost of ¥(398) million not allocated to each reportable segment, allowance for doubtful accounts of ¥0 million and elimination of inter-segment transaction of ¥4 million.

Corporate cost consists of general and administrative expenses which do not belong to the reporting segment.

(Note 2) Segment loss is adjusted with operating loss recorded in the quarterly consolidated statements of income.

II Three months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

Information concerning Net sales and Operating profit or loss by Reportable business segment.

(Million yen)

	Reportable segment			Total	Adjustments (Note 1)	Amount recorded in quarterly consolidated statements of income (Note 2)
	Machinery / Equipment & Services for Manufacturing Industry	Machinery / Equipment & Services for Construction Industry	Leisure Business			
Net sales						
Goods or Services transferred at a point in time	1,560	1,448	682	3,691	—	3,691
Goods or Services transferred over time	102	636	288	1,026	—	1,026
Revenue from contracts with customers	1,662	2,085	970	4,718	—	4,718
External sales	1,662	2,085	970	4,718	—	4,718
Internal sales or transfers	—	—	—	—	—	—
Total	1,662	2,085	970	4,718	—	4,718
Segment profit (loss)	(37)	79	108	(149)	(445)	(296)

(Note 1) Details of “Adjustments” are as follows:

Adjustments for the segment loss of ¥(445) million include corporate cost of ¥(448) million not allocated to each reportable segment, allowance for doubtful accounts of ¥(1) million and elimination of inter-segment transaction of ¥ 4 million.

Corporate cost consists of general and administrative expenses which do not belong to the reporting segment.

(Note 2) Segment loss is adjusted with operating loss recorded in the quarterly consolidated statements of income.