

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended September 30, 2024 (Based on Japanese GAAP)

November 11, 2024

Company name: TAZMO CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 6266 URL <https://tazmo.co.jp/irlibrary/#irlib-report01>
 Representative: President and Representative Director YASUYUKI SATO
 Executive Managing Director General
 Inquiries: Maneger for Management Headquarters HISAO YOSHIKUNI TEL 086-239-5000
 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 September 30, 2024 (from January 1, 2024 to September 30, 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 September 30, 2024	24,739	30.0	4,601	91.3	4,524	68.2	3,094	101.1
Nine months ended September 30, 2023	19,034	12.2	2,405	74.1	2,690	34.4	1,539	7.9

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended September 30, 2024	211.27		–	
Nine months ended September 30, 2023	105.44		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2024	48,065	23,005	47.1	1,545.57
As of December 31, 2023	47,428	20,095	41.7	1,350.22

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended December 31, 2023	–	0.00	–	24.00	24.00
Year ending December 31, 2024	–	0.00	–		
Year ending December 31, 2024 (Forecast)				30.00	30.00

3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

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	36,000	27.8	4,600	25.9	4,500	15.7	3,060	29.8	209.48

4. Notes

- (1) Significant changes in the scope of consolidation during the nine months ended September 30, 2024: No
- (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: 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 September 30, 2024	14,842,354 shares	As of December 31, 2023	14,836,691 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	186,297 shares	As of December 31, 2023	196,237 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended September 30, 2024	14,647,170 shares	Nine months ended September 30, 2023	14,596,735 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	6,899,779	9,008,028
Notes and accounts receivable - trade	5,674,454	4,268,610
Electronically recorded monetary claims - operating	2,712,839	3,503,009
Inventories	22,173,970	22,353,850
Other	1,959,636	919,670
Total current assets	39,420,680	40,053,170
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,765,877	3,607,860
Machinery, equipment and vehicles, net	1,126,533	992,283
Land	1,288,477	1,298,494
Other, net	826,849	1,103,125
Total property, plant and equipment	7,007,738	7,001,764
Intangible assets		
Software	106,467	100,076
Other	51,307	45,398
Total intangible assets	157,774	145,475
Investments and other assets		
Investment securities	66,921	22,861
Deferred tax assets	359,900	411,090
Other	420,639	436,329
Allowance for doubtful accounts	(4,797)	(4,924)
Total investments and other assets	842,665	865,357
Total non-current assets	8,008,177	8,012,597
Total assets	47,428,858	48,065,767

(Thousands of yen)

	As of December 31, 2023	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,098,819	1,916,266
Electronically recorded obligations - operating	4,097,812	3,413,544
Short-term borrowings	6,436,717	2,725,820
Accounts payable - other	1,472,832	1,007,897
Income taxes payable	1,023,245	765,454
Contract liabilities	5,246,027	6,388,368
Provision for bonuses	328,488	619,849
Provision for product warranties	454,568	480,157
Provision for share awards	6,869	7,828
Liability related to paid transactions	–	1,420
Other	214,981	328,034
Total current liabilities	21,380,362	17,654,641
Non-current liabilities		
Long-term borrowings	5,075,329	6,523,620
Provision for share awards	284,299	306,551
Provision for retirement benefits for directors (and other officers)	25,179	29,182
Retirement benefit liability	68,343	70,947
Asset retirement obligations	187,778	195,695
Other	311,762	279,880
Total non-current liabilities	5,952,693	7,405,877
Total liabilities	27,333,055	25,060,519
Net assets		
Shareholders' equity		
Share capital	3,556,896	3,568,590
Capital surplus	3,415,301	3,426,995
Retained earnings	12,197,637	14,936,071
Treasury shares	(311,894)	(296,156)
Total shareholders' equity	18,857,940	21,635,501
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30	(263)
Foreign currency translation adjustment	909,862	1,016,758
Total accumulated other comprehensive income	909,892	1,016,495
Non-controlling interests	327,969	353,251
Total net assets	20,095,803	23,005,248
Total liabilities and net assets	47,428,858	48,065,767

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Net sales	19,034,138	24,739,724
Cost of sales	13,089,950	16,078,238
Gross profit	5,944,187	8,661,486
Selling, general and administrative expenses	3,539,180	4,060,342
Operating profit	2,405,007	4,601,144
Non-operating income		
Interest income	28,815	33,537
Foreign exchange gains	292,099	–
Subsidy income	1,164	918
Other	12,093	14,261
Total non-operating income	334,173	48,718
Non-operating expenses		
Interest expenses	42,689	59,620
Foreign exchange losses	–	58,820
Other	6,307	7,414
Total non-operating expenses	48,996	125,855
Ordinary profit	2,690,183	4,524,006
Extraordinary income		
Gain on sale of non-current assets	14,789	3,756
Total extraordinary income	14,789	3,756
Extraordinary losses		
Loss on valuation of investment securities	335,030	43,862
Impairment losses	–	100,011
Extra retirement payments	–	33,218
Total extraordinary losses	335,030	177,092
Profit before income taxes	2,369,942	4,350,670
Income taxes	786,692	1,226,253
Profit	1,583,249	3,124,416
Profit attributable to non-controlling interests	44,113	29,946
Profit attributable to owners of parent	1,539,136	3,094,470

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended September 30, 2023	Nine months ended September 30, 2024
Profit	1,583,249	3,124,416
Other comprehensive income		
Valuation difference on available-for-sale securities	(256)	(293)
Foreign currency translation adjustment	628,020	109,777
Total other comprehensive income	627,763	109,483
Comprehensive income	2,211,012	3,233,900
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,131,453	3,201,073
Comprehensive income attributable to non-controlling interests	79,558	32,827