

Translation

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

February 12, 2025

Company name: The Japan Steel Works, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 5631 URL <https://www.jsw.co.jp/>
 Representative: Representative Director & President toshio matsuo
 Director, Executive Officer
 Inquiries: General Manager, General Affairs hideo nakanishi TEL 03-5745-2001
 Department
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: No
 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	172,734	(0.7)	17,035	51.6	18,059	42.1	12,378	38.0
Nine months ended December 31, 2023	173,887	7.2	11,238	86.0	12,709	70.7	8,968	170.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	168.18	—
Nine months ended December 31, 2023	121.87	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	375,022	187,522	49.5
As of March 31, 2024	366,775	178,613	48.3

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	—	29.00	—	30.00	59.00
Year ending March 31, 2025	—	38.00	—		
Year ending March 31, 2025 (Forecast)				38.00	76.00

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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	270,000	6.9	22,000	22.1	22,500	12.8	16,000	12.1	217.39

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
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|--|-----|
| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| 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	74,408,985 shares	As of March 31, 2024	74,399,910 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	804,749 shares	As of March 31, 2024	804,752 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	73,600,735 shares	Nine months ended December 31, 2023	73,590,697 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	97,613	72,591
Notes and accounts receivable - trade	60,848	49,491
Electronically recorded monetary claims - operating	4,143	5,729
Merchandise and finished goods	6,292	6,119
Work in process	81,293	112,613
Raw materials and supplies	9,988	11,585
Other	14,228	18,249
Allowance for doubtful accounts	(198)	(187)
Total current assets	274,209	276,193
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,927	25,846
Machinery, equipment and vehicles, net	12,085	12,412
Other, net	10,711	14,648
Total property, plant and equipment	46,723	52,907
Intangible assets		
Goodwill	80	—
Other	1,577	2,267
Total intangible assets	1,658	2,267
Investments and other assets		
Investment securities	25,276	25,848
Other	19,227	18,123
Allowance for doubtful accounts	(322)	(317)
Total investments and other assets	44,182	43,654
Total non-current assets	92,565	98,829
Total assets	366,775	375,022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	30,357	27,949
Electronically recorded obligations - operating	35,489	32,637
Short-term borrowings	12,360	12,194
Current portion of long-term borrowings	4,844	11,824
Income taxes payable	3,214	1,852
Contract liabilities	34,690	42,069
Provision for loss on wind power generator business	512	486
Provision for business restructure	1,498	1,498
Other provisions	681	435
Other	20,261	20,306
Total current liabilities	143,909	151,255
Non-current liabilities		
Long-term borrowings	25,272	18,043
Provisions	44	38
Retirement benefit liability	9,168	9,537
Asset retirement obligations	1,427	1,423
Other	8,338	7,202
Total non-current liabilities	44,251	36,245
Total liabilities	188,161	187,500

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	19,818	19,837
Capital surplus	5,550	5,569
Retained earnings	141,103	148,476
Treasury shares	(2,316)	(2,316)
Total shareholders' equity	164,155	171,567
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,351	7,798
Deferred gains or losses on hedges	(644)	251
Foreign currency translation adjustment	1,919	2,191
Remeasurements of defined benefit plans	4,202	3,915
Total accumulated other comprehensive income	12,828	14,155
Non-controlling interests	1,629	1,799
Total net assets	178,613	187,522
Total liabilities and net assets	366,775	375,022

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	173,887	172,734
Cost of sales	134,474	127,736
Gross profit	39,413	44,997
Selling, general and administrative expenses	28,174	27,962
Operating profit	11,238	17,035
Non-operating income		
Interest income	54	78
Dividend income	632	702
Foreign exchange gains	270	69
Gain on non-current assets rent	261	193
Share of profit of entities accounted for using equity method	27	25
Miscellaneous income	519	350
Total non-operating income	1,766	1,419
Non-operating expenses		
Interest expenses	158	195
Miscellaneous losses	137	200
Total non-operating expenses	295	395
Ordinary profit	12,709	18,059
Extraordinary income		
Gain on sale of non-current assets	13	16
Gain on sale of investment securities	344	196
Total extraordinary income	357	213
Extraordinary losses		
Loss on sale of non-current assets	—	230
Loss on retirement of non-current assets	267	407
Loss on inappropriate conduct in quality inspections	240	535
Total extraordinary losses	508	1,173
Profit before income taxes	12,558	17,098
Income taxes - current	3,075	4,149
Income taxes - deferred	392	432
Total income taxes	3,467	4,582
Profit	9,091	12,516
Profit attributable to non-controlling interests	122	138
Profit attributable to owners of parent	8,968	12,378

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	9,091	12,516
Other comprehensive income		
Valuation difference on available-for-sale securities	1,950	447
Deferred gains or losses on hedges	(578)	895
Foreign currency translation adjustment	1,176	308
Remeasurements of defined benefit plans, net of tax	(105)	(287)
Total other comprehensive income	2,442	1,363
Comprehensive income	11,533	13,879
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,371	13,705
Comprehensive income attributable to non-controlling interests	162	174