



## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended August 31, 2024	-	50.00	-	52.00	102.00
Fiscal year ending August 31, 2025	-	56.00	-		
Fiscal year ending August 31, 2025 (Forecast)				56.00	112.00

(Note) Revision to the forecast for dividends announced most recently: None

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2025 (September 1, 2024 to August 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	81,000	4.1	4,100	15.2	4,250	8.9	3,000	9.9	224.05

(Note) Revision to the financial results forecast announced most recently: None

### \* Notes:

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 1 (Company name: SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India) )  
 Excluded: - (Company name: )

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

May 31, 2025: 13,815,319 shares  
 August 31, 2024: 14,415,319 shares

2) Number of treasury shares at the end of the period:

May 31, 2025: 413,649 shares  
 August 31, 2024: 1,025,694 shares

3) Average number of shares outstanding during the period:

Nine months ended May 31, 2025: 13,397,070 shares  
 Nine months ended May 31, 2024: 13,384,740 shares

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

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

The forward-looking statements, including financial results forecast, contained in this document are based on information currently available to the company and certain assumptions that are deemed reasonable. Actual performance may differ significantly due to various factors. For the assumptions underlying the earnings forecasts and important considerations when using these forecasts, please refer to page 4 of "Attachments", "Qualitative Information on Semi-annual Financial Results (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information"

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## 1. Qualitative Information on Quarterly Financial Results

### (1) Explanation of Operating Results

During the nine months ended May 31, 2025, the outlook for the Japanese economy continued to be unclear mainly due to concerns over the impacts of price hikes on individual consumption and a growing labor shortage, in addition to rising geopolitical risks as represented by the situations in Ukraine and the Middle East, a slowdown in the Chinese economy, and heightened uncertainties over the U.S. external economic policies.

In the automotive industry, where the primary users of the Group's products operate, the automobile production volume in Japan recovered from the impact of the suspensions of operations. Capital investment remained solid, centering on investments in electrification, factory automation and labor-saving measures.

In this business environment, the Group has endeavored, as part of its efforts toward achieving the performance targets in the 4th Medium-term Management Plan "Change! Shinwa Moving Forward 2026," to strengthen its profitability, to develop business in growth markets and new domains, which were positioned as the most important issues, and to actively respond to the needs from our users, leading to the growth of sales.

As a result, for the nine months ended May 31, 2025, the Group posted net sales of ¥64,410 million (up 13.0% year on year), ordinary profit of ¥3,979 million (up 51.1% year on year), and profit attributable to owners of parent of ¥2,684 million (up 48.1% year on year).

Operating results by reportable segment were as follows.

#### 1) Japan

Sales of production equipment and materials for automobile manufacturers and automotive components manufacturers remained strong. In particular, sales of production equipment for electric vehicles and vehicle-mounted batteries and autonomous mobile robots (AMR), which automate in-plant logistics, remained solid. As a result of the foregoing and other factors, net sales amounted to ¥55,372 million (up 20.1% year on year), and segment profit amounted to ¥2,676 million (up 155.6% year on year).

#### 2) Americas

While sales of materials and consumable supplies for Japanese automobile manufacturers remained solid, we saw a reactionary decline after large-scale projects for Japanese air-conditioning equipment manufacturers in the corresponding period of the previous fiscal year. As a result, net sales amounted to ¥7,502 million (down 18.2% year on year), and segment profit amounted to ¥625 million (down 34.9% year on year).

#### 3) Asia Pacific

Sales increased mainly for materials for Japanese automobile manufacturers and automotive components manufacturers in Indonesia. SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India), which had been a non-consolidated subsidiary, has been included in this reportable segment from the first quarter of the fiscal year ending August 31, 2025. Thanks to its contribution to the operating results and the contribution of the aforementioned increase in sales, net sales amounted to ¥3,964 million (up 20.6% year on year), and segment profit amounted to ¥496 million (up 31.5% year on year). In addition, from the first quarter of the fiscal year ending August 31, 2025, SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India), which had been a non-consolidated subsidiary, is included in the scope of consolidation due to its increased materiality. As a result of the inclusion of SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India) in the scope of consolidation, we changed the reportable segment classification. The segment that had covered SHINWA INTEC Co., Ltd. (Thailand), PT. SANTAKU SHINWA INDONESIA (Indonesia) and SHINWA INTEC MALAYSIA SDN. BHD. (Malaysia) was changed from "Southeast Asia" to "Asia Pacific," and the performance of SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India) is included in this "Asia Pacific" segment from the fiscal year ending August 31, 2025.

#### 4) China

The segment was affected by the reduction in capital investment by Japanese automobile manufacturers, which was associated with the slowdown in the Chinese economy. As a result of the foregoing and other factors, net

sales amounted to ¥3,235 million (down 16.6% year on year), and segment loss amounted to ¥15 million (segment loss of ¥0 million in the corresponding period of the previous fiscal year).

#### 5) Other

The segment was significantly affected by a reactionary decline in sales of production equipment and materials for Japanese air-conditioning equipment manufacturers located in the U.K. As a result, net sales amounted to ¥450 million (down 53.1% year on year), and segment loss amounted to ¥7 million (segment profit of ¥59 million in the corresponding period of the previous fiscal year).

Net sales by reportable segment are presented inclusive of intersegment net sales.

#### (2) Explanation of Financial Position

Total assets at the end of third quarter under review amounted to ¥74,569 million, an increase of ¥8,969 million compared to the end of the previous fiscal year.

Current assets increased by ¥9,366 million from the end of the previous fiscal year to ¥62,374 million. This was mainly due to an increase of ¥8,658 million in cash and deposits, an increase of ¥2,893 million in merchandise and finished goods, an increase of ¥44 million in raw materials and supplies, and an increase of ¥608 million in other under current assets, mainly due to an increase in advance payments to suppliers, despite a decrease of ¥75 million in notes receivable - trade, a decrease of ¥2,354 million in accounts receivable - trade, a decrease of ¥397 million in electronically recorded monetary claims - operating, and a decrease of ¥11 million in work in process.

Non-current assets decreased by ¥396 million from the end of the previous fiscal year to ¥12,194 million. This was mainly due to a decrease of ¥208 million in buildings and structures, net and a decrease of ¥168 million in other under intangible assets, despite an increase of ¥200 million in other, net under property, plant and equipment.

Current liabilities increased by ¥7,814 million from the end of the previous fiscal year to ¥29,829 million. This was mainly due to an increase of ¥1,928 million in notes and accounts payable - trade, an increase of ¥30 million in electronically recorded obligations - operating, an increase of ¥466 million in income taxes payable, an increase of ¥5,105 million in contract liabilities, and an increase of ¥523 million in other under current liabilities, mainly due to an increase in accrued expenses, etc., despite a decrease of ¥239 million in provisions.

Non-current liabilities decreased by ¥125 million from the end of the previous fiscal year to ¥1,831 million.

Total net assets increased by ¥1,280 million from the end of the previous fiscal year to ¥42,908 million.

As a result, the capital adequacy ratio decreased by 5.9 points from 63.2% at the end of the previous fiscal year to 57.3%.

#### (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

The consolidated financial results forecast for the fiscal year ending August 31, 2025 remains unchanged from the financial results forecast announced on October 15, 2024.

**2. Quarterly Consolidated Financial Statements and Principal Notes****(1) Quarterly Consolidated Balance Sheets**

(Thousands of yen)

	As of August 31, 2024	As of May 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	19,862,641	28,521,062
Notes receivable - trade	109,877	34,420
Accounts receivable - trade	12,355,581	10,000,650
Electronically recorded monetary claims - operating	7,400,431	7,002,641
Merchandise and finished goods	7,581,588	10,475,564
Work in process	1,666,476	1,654,674
Raw materials and supplies	647,484	691,565
Other	3,388,471	3,997,468
Allowance for doubtful accounts	(3,892)	(3,225)
Total current assets	53,008,661	62,374,823
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,146,313	2,938,162
Other, net	4,902,139	5,102,855
Total property, plant and equipment	8,048,453	8,041,017
Intangible assets		
Goodwill	18,900	15,750
Other	869,562	700,827
Total intangible assets	888,462	716,577
Investments and other assets		
Investment securities	2,857,237	2,765,733
Other	799,298	672,334
Allowance for doubtful accounts	(2,100)	(900)
Total investments and other assets	3,654,435	3,437,168
Total non-current assets	12,591,351	12,194,763
Total assets	65,600,012	74,569,586
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	11,957,980	13,886,209
Electronically recorded obligations - operating	4,774,243	4,804,503
Income taxes payable	398,568	865,472
Contract liabilities	3,361,942	8,467,169
Provisions	401,956	162,896
Other	1,120,217	1,643,614
Total current liabilities	22,014,908	29,829,866
Non-current liabilities		
Retirement benefit liability	47,872	66,053
Other	1,908,886	1,765,211
Total non-current liabilities	1,956,759	1,831,265
Total liabilities	23,971,667	31,661,131

(Thousands of yen)

	As of August 31, 2024	As of May 31, 2025
<b>Net assets</b>		
Shareholders' equity		
Share capital	951,106	951,106
Capital surplus	1,735,112	1,310,712
Retained earnings	36,554,566	38,133,365
Treasury shares	(771,685)	(311,389)
<b>Total shareholders' equity</b>	<b>38,469,098</b>	<b>40,083,795</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	991,618	1,082,620
Deferred gains or losses on hedges	7,021	-
Revaluation reserve for land	(641,184)	(646,954)
Foreign currency translation adjustment	2,647,833	2,244,296
<b>Total accumulated other comprehensive income</b>	<b>3,005,289</b>	<b>2,679,962</b>
Non-controlling interests	153,956	144,696
<b>Total net assets</b>	<b>41,628,345</b>	<b>42,908,454</b>
<b>Total liabilities and net assets</b>	<b>65,600,012</b>	<b>74,569,586</b>

## (2) Quarterly Consolidated Statements of Income and Comprehensive Income

## Quarterly Consolidated Statement of Income

For the nine months ended May 31, 2024 and 2025

(Thousands of yen)

	For the nine months ended May 31, 2024	For the nine months ended May 31, 2025
Net sales	56,991,115	64,410,610
Cost of sales	48,299,256	53,788,882
Gross profit	8,691,858	10,621,727
Selling, general and administrative expenses	6,351,016	6,811,441
Operating profit	2,340,842	3,810,286
Non-operating income		
Interest income	39,556	68,075
Dividend income	31,623	36,397
Foreign exchange gains	10,863	-
Rental income	25,824	27,436
Refund income	154,396	43,384
Other	35,197	31,759
Total non-operating income	297,462	207,053
Non-operating expenses		
Interest expenses	1,191	1,120
Foreign exchange losses	-	31,941
Other	2,789	4,779
Total non-operating expenses	3,981	37,841
Ordinary profit	2,634,323	3,979,498
Extraordinary income		
Gain on sale of non-current assets	11,254	3,112
Total extraordinary income	11,254	3,112
Extraordinary losses		
Loss on sale and retirement of non-current assets	4,578	4,902
Other	618	-
Total extraordinary losses	5,197	4,902
Profit before income taxes	2,640,380	3,977,708
Income taxes - current	993,901	1,453,470
Income taxes - deferred	(164,597)	(160,504)
Total income taxes	829,303	1,292,966
Profit	1,811,076	2,684,742
Profit (loss) attributable to non-controlling interests	(1,383)	722
Profit attributable to owners of parent	1,812,460	2,684,019



Quarterly Consolidated Statement of Comprehensive Income  
For the nine months ended May 31, 2024 and 2025

(Thousands of yen)

	For the nine months ended May 31, 2024	For the nine months ended May 31, 2025
Profit	1,811,076	2,684,742
Other comprehensive income		
Valuation difference on available-for-sale securities	381,061	91,002
Deferred gains or losses on hedges	2,852	(7,021)
Revaluation reserve for land	-	(5,769)
Foreign currency translation adjustment	559,590	(413,656)
Total other comprehensive income	943,504	(335,445)
Comprehensive income	2,754,580	2,349,296
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,749,666	2,358,693
Comprehensive income attributable to non-controlling interests	4,914	(9,396)

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on changes in accounting policies)

(Application of Accounting Standard for Current Income Taxes and other standards)

The Company applied the “Accounting Standard for Current Income Taxes” (ASBJ Statement No. 27 on October 28, 2022; hereinafter, the “Revised Accounting Standard 2022”) and other standards from the beginning of the first quarter of the fiscal year ending August 31, 2025.

Regarding the amendment to the accounting classification of income taxes (taxation of other comprehensive income), the Company follows the transitional treatment set forth in the proviso to Paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment set forth in the proviso to Paragraph 65-2 (2) of “Guidance on Accounting Standard for Tax Effect Accounting” (ASBJ Guidance No. 28 on October 28, 2022; hereinafter, the “Revised Implementation Guidance 2022”). This change in accounting policies has no impact on the quarterly consolidated financial statements.

Regarding the amendment related to revisions of the treatment of profits and losses on sales of shares of subsidiaries between consolidated companies in the case of tax deferral in the consolidated financial statements, the Company applied the Revised Implementation Guidance 2022 from the beginning of the first quarter of the fiscal year ending August 31, 2025. This change in accounting policies is applied retrospectively, including the quarterly consolidated financial statements for the previous corresponding quarterly period and the consolidated financial statements for the previous fiscal year, which have been adjusted retrospectively. This change in accounting policies has no impact on the quarterly consolidated financial statements for the previous corresponding quarterly period and the consolidated financial statements for the previous fiscal year.

(Notes on segment information, etc.)

[Segment information]

I For the nine months ended May 31, 2024 (from September 1, 2023 to May 31, 2024)

## 1. Information on net sales and income (loss) by reportable segment

(Thousands of yen)

	Reportable segments					Other (Note)	Total
	Japan	Americas	Asia Pacific	China	Total		
Net sales							
Net sales to external customers	40,785,369	8,579,234	3,257,271	3,533,304	56,155,180	835,935	56,991,115
Intersegment net sales or transfers	5,309,368	586,627	30,270	346,973	6,273,239	125,957	6,399,197
Total	46,094,738	9,165,861	3,287,541	3,880,278	62,428,420	961,892	63,390,312
Segment profit (loss)	1,047,429	960,050	377,861	(393)	2,384,946	59,582	2,444,529

(Note) “Other” is a business segment not included in any reportable segments and includes business activities of local subsidiaries in Europe.

2. Difference between the total amount of income (loss) in reportable segments and the amount recorded in Quarterly Consolidated Statement of Income, and main components of the difference  
(Matters related to difference adjustment)

(Thousands of yen)

Income	Amount
Reportable segments total	2,444,529
Elimination of intersegment transfers	(26,563)
Unrealized gain adjustment	(77,123)
Operating profit in Quarterly Consolidated Statement of Income	2,340,842

## II For the nine months ended May 31, 2025 (from September 1, 2024 to May 31, 2025)

## 1. Information on net sales and income (loss) by reportable segment

(Thousands of yen)

	Reportable segments					Other (Note)	Total
	Japan	Americas	Asia Pacific	China	Total		
Net sales							
Net sales to external customers	50,417,961	6,911,810	3,872,874	2,870,537	64,073,183	337,426	64,410,610
Intersegment net sales or transfers	4,954,181	590,259	91,197	365,109	6,000,747	113,402	6,114,149
Total	55,372,143	7,502,069	3,964,071	3,235,647	70,073,931	450,829	70,524,760
Segment profit (loss)	2,676,719	625,327	496,869	(15,300)	3,783,615	(7,254)	3,776,361

(Note) “Other” is a business segment not included in any reportable segments and includes business activities of local subsidiaries in Europe.

2. Difference between the total amount of income (loss) in reportable segments and the amount recorded in Quarterly Consolidated Statement of Income, and main components of the difference  
(Matters related to difference adjustment)

(Thousands of yen)

Income	Amount
Reportable segments total	3,776,361
Elimination of intersegment transfers	194,065
Unrealized gain adjustment	(160,141)
Operating profit in Quarterly Consolidated Statement of Income	3,810,286

## 3. Matters relating to changes in reportable segments

From the first quarter of the fiscal year ending August 31, 2025, SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India), which had been a non-consolidated subsidiary, has been included in the scope of consolidation due to its increased materiality. As a result of the inclusion of SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India) in the scope of consolidation, we changed the reportable segment classification. The segment that had covered SHINWA INTEC Co., Ltd. (Thailand), PT. SANTAKU SHINWA INDONESIA (Indonesia) and SHINWA INTEC MALAYSIA SDN. BHD. (Malaysia) was changed from “Southeast Asia” to “Asia Pacific,” and the performance of SHINWA (INDIA) ENGINEERING & TRADING PRIVATE LIMITED (India) is included in this “Asia Pacific” segment from the fiscal year ending August 31, 2025.

Segment information presented for the nine months ended May 31, 2024 is prepared based on the presentation method after the change.

(Notes in case of significant changes in shareholders' equity)

(Cancellation of treasury shares)

In accordance with the resolution passed at a meeting of the Board of Directors held on April 21, 2025, the Company cancelled 600,000 treasury shares on May 12, 2025. As a result, capital surplus and treasury shares have both decreased by ¥451,200 thousand during the third quarter of the fiscal year ending August 31, 2025.

(Notes on going concern assumption)

Not applicable.

(Notes on statements of cash flows)

No quarterly consolidated statements of cash flows have been prepared for the nine months ended May 31, 2024 and 2025.

Depreciation (including amortization of intangible assets, excluding goodwill) and amortization of goodwill for the nine months ended May 31, 2024 and 2025 are as follows:

	(Thousands of yen)	
	For the nine months ended May 31, 2024	For the nine months ended May 31, 2025
Depreciation	815,435	815,976
Amortization of goodwill	10,631	3,150