

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

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

February 14, 2025

Company name: SUNCALL CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 5985 URL <https://www.suncall.co.jp>
 Representative: Representative Director Tadashi Nara
 Representative Director and Senior Managing
 Inquiries: Executive Officer, Masatoshi Kanada TEL 075-881-5280
 Chief Operating Officer Management
 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 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	47,124	22.3	2,090	–	1,661	–	87	–
Nine months ended December 31, 2023	38,539	(5.5)	(2,426)	–	(1,837)	–	(3,853)	–

Note: Comprehensive income For the nine months ended December 31, 2024 ¥(2,371) million [–%]
 For the nine months ended December 31, 2023 ¥(1,424) million [–%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	2.91	–
Nine months ended December 31, 2023	(128.08)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	59,413	26,692	44.9
As of March 31, 2024	60,447	29,351	48.6

Reference: Equity As of December 31, 2024 ¥26,692 million
 As of March 31, 2024 ¥29,348 million

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	–	10.00	–	10.00	20.00
Year ending March 31, 2025	–	0.00	–		
Year ending March 31, 2025 (Forecast)				0.00	0.00

Note: Revisions to the forecasts of cash dividends most recently announced: None

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 attributable to owners of parent		Earnings per share
Full year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	63,000	22.3	3,400	—	2,900	—	(1,800)	—	(59.71)

Note: Revisions to the forecast of financial results most recently announced: Yes

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
- 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	34,057,923 shares	As of March 31, 2024	34,057,923 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	3,900,793 shares	As of March 31, 2024	3,934,678 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	30,144,328 shares	Nine months ended December 31, 2023	30,085,704 shares
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Note: The number of treasury shares includes the Company's shares remained in the trust account related to the performance-linked and share-based remuneration plan.

(Number of treasury shares	As of December 31, 2024	280,350 shares
	As of March 31, 2024	309,350 shares)

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

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	7,422	7,658
Notes and accounts receivable - trade, and contract assets	11,721	15,388
Merchandise and finished goods	3,013	2,562
Work in process	4,158	3,430
Raw materials and supplies	3,644	3,432
Other	1,689	1,815
Total current assets	31,648	34,286
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,752	5,412
Machinery, equipment and vehicles, net	5,811	5,082
Other, net	3,956	4,630
Total property, plant and equipment	15,520	15,125
Intangible assets	316	267
Investments and other assets		
Investment securities	8,998	5,655
Other	3,964	4,078
Total investments and other assets	12,962	9,733
Total non-current assets	28,798	25,126
Total assets	60,447	59,413
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,866	8,140
Short-term borrowings	12,278	10,508
Current portion of long-term borrowings	358	866
Income taxes payable	150	212
Provision for bonuses for directors (and other officers)	—	28
Provision for bonuses	450	299
Other	4,481	4,992
Total current liabilities	24,584	25,048
Non-current liabilities		
Long-term borrowings	1,851	3,831
Retirement benefit liability	1,178	1,194
Provision for share awards	129	113
Other	3,351	2,533
Total non-current liabilities	6,510	7,672
Total liabilities	31,095	32,721

	(Millions of yen)	
	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	4,808	4,808
Capital surplus	2,837	2,838
Retained earnings	14,775	14,558
Treasury shares	(1,655)	(1,637)
Total shareholders' equity	20,765	20,567
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,181	1,967
Deferred gains or losses on hedges	51	74
Foreign currency translation adjustment	2,532	2,376
Remeasurements of defined benefit plans	1,817	1,705
Total accumulated other comprehensive income	8,583	6,124
Share acquisition rights	2	—
Total net assets	29,351	26,692
Total liabilities and net assets	60,447	59,413

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	38,539	47,124
Cost of sales	36,800	40,763
Gross profit	1,738	6,361
Selling, general and administrative expenses		
Transportation and storage costs	490	524
Remuneration, salaries and allowances	1,124	1,136
Provision for bonuses for directors (and other officers)	35	28
Provision for bonuses	58	57
Retirement benefit expenses	64	26
Other	2,390	2,497
Total selling, general and administrative expenses	4,164	4,270
Operating profit or loss	(2,426)	2,090
Non-operating income		
Dividend income	153	124
Gain on sale of goods	129	145
Share of profit of entities accounted for using equity method	102	—
Foreign exchange gains	276	—
Other	115	139
Total non-operating income	777	410
Non-operating expenses		
Interest expenses	179	244
Share of loss of entities accounted for using equity method	—	149
Foreign exchange losses	—	274
Other	8	169
Total non-operating expenses	188	838
Ordinary profit (loss)	(1,837)	1,661
Extraordinary income		
Gain on sale of investment securities	7	4,006
Profit on cancellation of leases	0	—
Insurance claim income	120	—
Other	6	6
Total extraordinary income	134	4,012
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on abandonment of non-current assets	63	6
Impairment losses	260	567
compensation expenses	124	—
Settlement payments	—	3,955
Loss on withdrawal from business	—	549
Total extraordinary losses	449	5,079
Profit (loss) before income taxes	(2,153)	594
Income taxes - current	384	422
Income taxes - deferred	1,315	84
Total income taxes	1,700	507
Profit (loss)	(3,853)	87
Profit (loss) attributable to owners of parent	(3,853)	87

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit (loss)	(3,853)	87
Other comprehensive income		
Valuation difference on available-for-sale securities	1,081	(2,214)
Deferred gains or losses on hedges	—	0
Foreign currency translation adjustment	1,331	(139)
Remeasurements of defined benefit plans, net of tax	(32)	(112)
Share of other comprehensive income of entities accounted for using equity method	48	7
Total other comprehensive income	2,428	(2,459)
Comprehensive income	(1,424)	(2,371)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,424)	(2,371)
Comprehensive income attributable to non-controlling interests	—	—