

May 15, 2025

Summary of Consolidated Financial Results for the Year Ended March 31, 2025 (Based on Japanese GAAP)

Company name: SUNCALL CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 5985
 URL: <https://www.suncall.co.jp>
 Representative: Tadashi Nara, Representative Director
 Inquiries: Masatoshi Kanada, Representative Director and Senior Managing Executive Officer, Chief Operating Officer Management
 Telephone: +81-75-881-5280
 Scheduled date of annual general meeting of shareholders: June 25, 2025
 Scheduled date to commence dividend payments: -
 Scheduled date to file annual securities report: June 25, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	63,940	24.2	3,442	-	3,156	-	(769)	-
March 31, 2024	51,496	(3.6)	(3,542)	-	(2,692)	-	(11,816)	-

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥(2,493) million [-%]
 For the fiscal year ended March 31, 2024: ¥(8,127) million [-%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	(25.53)	-	(2.8)	5.2	5.4
March 31, 2024	(392.69)	-	(34.9)	(4.3)	(6.9)

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2025: ¥267 million
 For the fiscal year ended March 31, 2024: ¥207 million

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	60,175	26,592	44.2	880.63
March 31, 2024	60,447	29,351	48.6	974.29

Reference: Equity
 As of March 31, 2025: ¥26,592 million
 As of March 31, 2024: ¥29,348 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	654	1,001	(284)	9,195
March 31, 2024	678	(4,320)	2,875	7,387

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	10.00	-	10.00	20.00	608	-	2.1
Fiscal year ended March 31, 2025	-	0.00	-	0.00	0.00	-	-	0.0
Fiscal year ending March 31, 2026 (Forecast)		0.00		5.00	5.00		10.9	

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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
Six months ending September 30, 2025	24,000	(20.7)	1,200	-	1,100	-	600	-	19.90
Fiscal year ending March 31, 2026	47,000	(26.5)	2,500	(27.4)	2,300	(27.1)	1,400	-	46.43

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (3) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	34,057,923 shares
As of March 31, 2024	34,057,923 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2025	3,860,518 shares
As of March 31, 2024	3,934,678 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	30,149,688 shares
Fiscal year ended March 31, 2024	30,091,357 shares

Note: The number of treasury shares includes the Company's shares remaining in the trust account under the performance-linked stock-based compensation plan. (Number of treasury shares: 239,950 shares in the fiscal year ending March 31, 2025, 309,350 shares in the fiscal year ending March 31, 2024)

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated operating results (Percentages indicate year-on-year changes.)								
	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	40,538	22.4	721	-	2,629	-	(2,285)	-
March 31, 2024	33,106	(5.5)	(4,335)	-	(1,631)	-	(10,751)	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	(75.81)	-
March 31, 2024	(357.29)	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	43,569	19,131	43.9	633.53
March 31, 2024	47,982	24,082	50.2	799.36

Reference: Equity
As of March 31, 2025: ¥19,131 million
As of March 31, 2024: ¥24,079 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.4 "1. Summary of Operating Results (5) Future Outlook" in this section.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	7,422	9,195
Notes receivable - trade	69	75
Electronically recorded monetary claims - operating	1,256	1,630
Accounts receivable - trade	10,395	13,223
Merchandise and finished goods	3,013	2,710
Work in process	4,158	3,186
Raw materials and supplies	3,644	3,366
Other	1,689	1,609
Allowance for doubtful accounts	-	(1)
Total current assets	31,648	34,996
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,752	5,763
Machinery, equipment and vehicles, net	5,811	5,075
Land	2,297	2,303
Leased assets, net	408	465
Construction in progress	542	588
Other, net	707	812
Total property, plant and equipment	15,520	15,008
Intangible assets	316	278
Investments and other assets		
Investment securities	8,998	5,898
Long-term loans receivable	124	88
Retirement benefit asset	3,616	3,605
Deferred tax assets	20	32
Other	202	266
Total investments and other assets	12,962	9,892
Total non-current assets	28,798	25,179
Total assets	60,447	60,175

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,525	7,310
Electronically recorded obligations - operating	340	334
Short-term borrowings	12,278	10,373
Current portion of long-term borrowings	358	981
Lease liabilities	129	215
Accounts payable - other	3,058	2,979
Income taxes payable	150	1,071
Provision for bonuses	450	371
Provision for loss on withdrawal from business	-	845
Other	1,294	1,885
Total current liabilities	24,584	26,368
Non-current liabilities		
Long-term borrowings	1,851	3,754
Lease liabilities	171	253
Deferred tax liabilities	2,894	1,919
Retirement benefit liability	1,178	918
Provision for share awards	129	37
Other	284	330
Total non-current liabilities	6,510	7,214
Total liabilities	31,095	33,582
Net assets		
Shareholders' equity		
Share capital	4,808	4,808
Capital surplus	2,837	2,838
Retained earnings	14,775	13,701
Treasury shares	(1,655)	(1,614)
Total shareholders' equity	20,765	19,733
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,181	1,782
Deferred gains or losses on hedges	51	73
Foreign currency translation adjustment	2,532	3,297
Remeasurements of defined benefit plans	1,817	1,706
Total accumulated other comprehensive income	8,583	6,859
Share acquisition rights	2	-
Total net assets	29,351	26,592
Total liabilities and net assets	60,447	60,175

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	51,496	63,940
Cost of sales	49,484	54,263
Gross profit	2,012	9,676
Selling, general and administrative expenses		
Transportation and storage costs	653	700
Remuneration for directors (and other officers)	227	157
Salaries and allowances	1,265	1,536
Bonuses	248	256
Provision for bonuses	93	78
Retirement benefit expenses	86	34
Outsourcing expenses	244	241
Depreciation	455	376
Travel and transportation expenses	76	73
Other	2,203	2,779
Total selling, general and administrative expenses	5,554	6,234
Operating profit (loss)	(3,542)	3,442
Non-operating income		
Interest income	62	56
Dividend income	154	126
Share of profit of entities accounted for using equity method	207	267
Foreign exchange gains	422	-
Rental income	21	16
Gain on sale of goods	179	196
Other	79	110
Total non-operating income	1,126	772
Non-operating expenses		
Interest expenses	247	347
Commission expenses	-	161
Foreign exchange losses	-	513
Other	28	36
Total non-operating expenses	276	1,059
Ordinary profit (loss)	(2,692)	3,156

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Extraordinary income		
Gain on sale of non-current assets	5	7
Gain on sale of investment securities	330	4,006
Profit on cancellation of leases	0	-
Insurance claim income	123	-
Other	0	0
Total extraordinary income	460	4,014
Extraordinary losses		
Loss on sale of non-current assets	0	0
Loss on abandonment of non-current assets	69	18
Impairment losses	7,605	976
Compensation expenses	127	-
Settlement payments	-	3,955
Loss on withdrawal from business	-	1,393
Total extraordinary losses	7,802	6,343
Profit (loss) before income taxes	(10,034)	828
Income taxes - current	494	732
Income taxes for prior periods	-	783
Income taxes - deferred	1,286	81
Total income taxes	1,781	1,597
Loss	(11,816)	(769)
Loss attributable to owners of parent	(11,816)	(769)

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Loss	(11,816)	(769)
Other comprehensive income		
Valuation difference on available-for-sale securities	1,417	(2,399)
Deferred gains or losses on hedges	-	(1)
Foreign currency translation adjustment	1,027	727
Remeasurements of defined benefit plans, net of tax	1,182	(110)
Share of other comprehensive income of entities accounted for using equity method	61	59
Total other comprehensive income	3,688	(1,723)
Comprehensive income	(8,127)	(2,493)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(8,127)	(2,493)
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,808	2,833	27,169	(1,684)	33,126
Dividends of surplus			(577)		(577)
Profit (loss) attributable to owners of parent			(11,816)		(11,816)
Purchase of treasury shares				(0)	(0)
Exercise of share acquisition rights		4		10	15
disposal of treasury stock by ESOP				18	18
Net changes in items other than shareholders' equity					-
Total changes during period	-	4	(12,394)	28	(12,360)
Balance at end of period	4,808	2,837	14,775	(1,655)	20,765

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	2,761	10	1,465	656	4,894	17	38,038
Dividends of surplus							(577)
Profit (loss) attributable to owners of parent							(11,816)
Purchase of treasury shares							(0)
Exercise of share acquisition rights							15
disposal of treasury stock by ESOP							18
Net changes in items other than shareholders' equity	1,419	40	1,067	1,161	3,688	(14)	3,673
Total changes during period	1,419	40	1,067	1,161	3,688	(14)	(8,686)
Balance at end of period	4,181	51	2,532	1,817	8,583	2	29,351

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,808	2,837	14,775	(1,655)	20,765
Dividends of surplus			(304)		(304)
Profit (loss) attributable to owners of parent			(769)		(769)
Purchase of treasury shares				(0)	(0)
Exercise of share acquisition rights		0		2	2
disposal of treasury stock by ESOP				39	39
Net changes in items other than shareholders' equity					
Total changes during period	-	0	(1,074)	40	(1,032)
Balance at end of period	4,808	2,838	13,701	(1,614)	19,733

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	4,181	51	2,532	1,817	8,583	2	29,351
Dividends of surplus							(304)
Profit (loss) attributable to owners of parent							(769)
Purchase of treasury shares							(0)
Exercise of share acquisition rights							2
disposal of treasury stock by ESOP							39
Net changes in items other than shareholders' equity	(2,399)	21	764	(111)	(1,723)	(2)	(1,726)
Total changes during period	(2,399)	21	764	(111)	(1,723)	(2)	(2,759)
Balance at end of period	1,782	73	3,297	1,706	6,859	-	26,592

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit (loss) before income taxes	(10,034)	828
Depreciation	4,312	2,559
Increase (decrease) in allowance for doubtful accounts	-	1
Increase (decrease) in provision for bonuses	17	(79)
Increase (decrease) in provision for share awards	4	(91)
Increase (decrease) in provision for loss on withdrawal from business	-	845
Decrease (increase) in retirement benefit asset	(93)	(280)
Increase (decrease) in retirement benefit liability	53	(142)
Interest and dividend income	(217)	(182)
Interest expenses	247	347
Foreign exchange losses (gains)	(160)	318
Share of loss (profit) of entities accounted for using equity method	(207)	(267)
Loss (gain) on sale of non-current assets	(5)	(7)
Loss on abandonment of non-current assets	69	18
Loss (gain) on sale of investment securities	(330)	(4,006)
Settlement payments	-	3,955
Loss on withdrawal from business	-	1,393
Decrease (increase) in trade receivables	(584)	(2,903)
Decrease (increase) in inventories	536	1,710
Increase (decrease) in trade payables	(435)	633
Impairment losses	7,605	976
Other, net	366	(356)
Subtotal	1,144	5,268
Interest and dividends received	271	340
Interest paid	(210)	(338)
Settlement paid	-	(3,955)
Amount of compensation payment	-	(30)
Income taxes paid	(527)	(615)
Income taxes refund	0	37
Other payments	-	(51)
Net cash provided by (used in) operating activities	678	654

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of non-current assets	(4,626)	(3,092)
Proceeds from sale of non-current assets	6	23
Proceeds from sale of investment securities	430	4,050
Loan advances	(97)	(18)
Proceeds from collection of loans receivable	1	1
Net decrease (increase) in time deposits	(35)	37
Net cash provided by (used in) investing activities	(4,320)	1,001
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	4,139	(2,219)
Proceeds from long-term borrowings	168	2,810
Repayments of long-term borrowings	(663)	(359)
Repayments of lease liabilities	(195)	(214)
Proceeds from disposal of treasury shares	5	3
Purchase of treasury shares	(0)	(0)
Dividends paid	(578)	(304)
Net cash provided by (used in) financing activities	2,875	(284)
Effect of exchange rate change on cash and cash equivalents	445	436
Net increase (decrease) in cash and cash equivalents	(320)	1,808
Cash and cash equivalents at beginning of period	7,707	7,387
Cash and cash equivalents at end of period	7,387	9,195