

Translation

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

October 4, 2024

Company name: SAN-A CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 2659 URL <https://www.san-a.co.jp>
 Representative: President, Chief Executive Officer Taku Toyoda
 General Manager of Management Planning
 Inquiries: Masato Tamayose TEL 098(898)2230
 Dept
 Scheduled date to file Semi-annual Securities Report: October 11, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended August 31, 2024 (from March 1, 2024 to August 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2024	120,655	5.1	9,170	8.6	9,432	9.2	5,934	5.8
Six months ended August 31, 2023	114,850	7.5	8,446	50.3	8,634	48.5	5,608	46.9

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2024	95.98	–
Six months ended August 31, 2023	90.73	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of August 31, 2024	204,077	148,761	71.0
As of February 29, 2024	186,703	146,151	76.3

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 February 29, 2024	–	0.00	–	110.00	110.00
Year ending February 28, 2025	–	0.00			
Year ending February 28, 2025 (Forecast)			–	55.00	55.00

3. Forecast of consolidated financial results for the year ending February 28, 2025 (from March 1, 2024 to February 28, 2025)

Percentages indicate year-on-year changes

	Operating revenue		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	236,120	3.8	16,670	1.3	17,043	0.9	11,185	4.7	180.92

4. Notes

- (1) Significant changes in the scope of consolidation during the six months ended August 31, 2024: No
- (2) Application of special accounting methods for preparing interim 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: 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 August 31, 2024	63,963,308 shares	As of February 29, 2024	63,963,308 shares
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Number of treasury shares at the end of the period

As of August 31, 2024	2,122,118 shares	As of February 29, 2024	2,139,118 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended August 31, 2024	61,831,476 shares	Six months ended August 31, 2023	61,814,476 shares
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Interim consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of February 29, 2024	As of August 31, 2024
Assets		
Current assets		
Cash and deposits	54,848	69,508
Accounts receivable - trade	7,224	9,911
Merchandise and finished goods	14,386	14,476
Raw materials and supplies	420	386
Other	2,699	3,852
Total current assets	79,580	98,134
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	53,703	51,489
Land	35,296	35,290
Construction in progress	1,732	3,104
Other, net	3,580	3,665
Total property, plant and equipment	94,312	93,549
Intangible assets	793	798
Investments and other assets	12,016	11,594
Total non-current assets	107,123	105,942
Total assets	186,703	204,077
Liabilities		
Current liabilities		
Accounts payable - trade	11,233	23,281
Income taxes payable	3,511	2,924
Provision for bonuses	1,550	2,373
Other	17,195	19,610
Total current liabilities	33,491	48,189
Non-current liabilities		
Retirement benefit liability	2,587	2,624
Asset retirement obligations	632	639
Other	3,839	3,862
Total non-current liabilities	7,060	7,126
Total liabilities	40,551	55,315

(Millions of yen)

	As of February 29, 2024	As of August 31, 2024
Net assets		
Shareholders' equity		
Share capital	3,723	3,723
Capital surplus	3,715	3,720
Retained earnings	139,155	141,690
Treasury shares	(4,249)	(4,222)
Total shareholders' equity	142,346	144,912
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	102	92
Remeasurements of defined benefit plans	(46)	(39)
Total accumulated other comprehensive income	56	52
Non-controlling interests	3,748	3,796
Total net assets	146,151	148,761
Total liabilities and net assets	186,703	204,077

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended August 31, 2023	Six months ended August 31, 2024
Net sales	106,163	111,339
Cost of sales	72,659	75,969
Gross profit	33,504	35,369
Operating revenue	8,686	9,316
Operating gross profit	42,191	44,685
Selling, general and administrative expenses		
Salaries	10,659	11,489
Provision for bonuses	2,515	2,373
Retirement benefit expenses	211	230
Depreciation	3,497	3,305
Other	16,861	18,116
Total selling, general and administrative expenses	33,744	35,514
Operating profit	8,446	9,170
Non-operating income		
Interest income	4	5
Dividend income	8	21
Gain on adjustment of accounts payable	79	72
Other	116	189
Total non-operating income	208	288
Non-operating expenses		
Interest expenses	13	12
Other	5	14
Total non-operating expenses	19	26
Ordinary profit	8,634	9,432
Extraordinary losses		
Loss on retirement of non-current assets	63	179
Total extraordinary losses	63	179
Profit before income taxes	8,571	9,252
Income taxes - current	3,211	2,702
Income taxes - deferred	(551)	215
Total income taxes	2,660	2,917
Profit	5,911	6,335
Profit attributable to non-controlling interests	302	400
Profit attributable to owners of parent	5,608	5,934

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended August 31, 2023	Six months ended August 31, 2024
Profit	5,911	6,335
Other comprehensive income		
Valuation difference on available-for-sale securities	(1)	(9)
Remeasurements of defined benefit plans, net of tax	0	6
Total other comprehensive income	(0)	(3)
Comprehensive income	5,910	6,332
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,607	5,931
Comprehensive income attributable to non-controlling interests	302	400

Consolidated statements of cash flows

(Millions of yen)

	Six months ended August 31, 2023	Six months ended August 31, 2024
Cash flows from operating activities		
Profit before income taxes	8,571	9,252
Depreciation	3,497	3,305
Loss on retirement of non-current assets	63	179
Increase (decrease) in provision for bonuses	1,097	823
Increase (decrease) in retirement benefit liability	61	45
Decrease (increase) in trade receivables	(3,748)	(2,686)
Decrease (increase) in inventories	(436)	(55)
Increase (decrease) in trade payables	3,584	12,047
Increase (decrease) in accounts payable - other	(1,122)	1,122
Increase (decrease) in deposits received	2,475	2,119
Other, net	303	(582)
Subtotal	14,347	25,571
Income taxes paid	(1,948)	(3,261)
cancellation fee of consent paid	–	(1,081)
Net cash provided by (used in) operating activities	12,398	21,228
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,215)	(2,755)
Other, net	(88)	(46)
Net cash provided by (used in) investing activities	(1,304)	(2,802)
Cash flows from financing activities		
Dividends paid	(2,282)	(3,394)
Dividends paid to non-controlling interests	(186)	(352)
Other, net	(19)	(19)
Net cash provided by (used in) financing activities	(2,488)	(3,766)
Net increase (decrease) in cash and cash equivalents	8,606	14,659
Cash and cash equivalents at beginning of period	39,305	54,848
Cash and cash equivalents at end of period	47,911	69,508