

May 14, 2025

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

Company name: HAGIWARA ELECTRIC HOLDINGS CO., LTD.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
 Securities code: 7467 URL: <https://www.hagiwara.co.jp/>
 Representative: Representative Director, President Executive Officer Moritaka Kimura
 Inquiries: Managing Executive Officer Takuma Oyama
 Telephone: 052-931-3511
 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to file annual securities report: June 27, 2025
 Scheduled date to commence dividend payments: June 6, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(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	258,742	14.9	7,112	(7.8)	6,210	(14.0)	3,699	(16.3)
March 31, 2024	225,150	21.0	7,711	14.7	7,221	12.5	4,421	(10.0)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	371.30	-	7.5	5.0	2.7
March 31, 2024	458.80	-	9.9	6.4	3.4

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	130,161	52,978	39.0	5,099.30
March 31, 2024	119,706	50,361	40.3	4,839.87

(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	(6,683)	(3,685)	9,014	13,534
March 31, 2024	5,134	(679)	(1,185)	14,522

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	95.00	-	90.00	185.00	1,838	40.3	3.9
Fiscal year ended March 31, 2025	-	90.00	-	95.00	185.00	1,843	49.8	3.7
Fiscal year ending March 31, 2026 (Forecast)	-	90.00	-	95.00	185.00		46.1	

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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	270,000	4.4	7,500	5.4	6,500	4.7	4,000	8.1	401.41

4. Notes

- (1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 3 companies (BELLADATI PTE. LTD. and 2 others)

- (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	10,118,000 shares
As of March 31, 2024	10,118,000 shares

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

As of March 31, 2025	153,044 shares
As of March 31, 2024	155,505 shares

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

Fiscal year ended March 31, 2025	9,964,181 shares
Fiscal year ended March 31, 2024	9,637,615 shares

Consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	14,522	13,534
Notes receivable - trade	136	114
Accounts receivable - trade	35,667	37,873
Contract assets	940	1,949
Electronically recorded monetary claims - operating	11,939	7,608
Securities	105	-
Merchandise and finished goods	41,446	48,362
Work in process	1,200	1,318
Raw materials and supplies	2,028	1,472
Other	3,596	6,102
Allowance for doubtful accounts	(10)	(13)
Total current assets	111,572	118,323
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,016	3,185
Accumulated depreciation	(2,133)	(2,027)
Buildings and structures, net	882	1,158
Machinery, equipment and vehicles	96	93
Accumulated depreciation	(83)	(76)
Machinery, equipment and vehicles, net	12	17
Land	3,055	2,870
Leased assets	546	630
Accumulated depreciation	(302)	(404)
Leased assets, net	243	225
Construction in progress	48	79
Other	1,166	1,225
Accumulated depreciation	(888)	(928)
Other, net	278	297
Total property, plant and equipment	4,521	4,649
Intangible assets		
Goodwill	-	2,643
Other	276	1,026
Total intangible assets	276	3,669
Investments and other assets		
Investment securities	1,456	1,284
Long-term loans receivable	42	31
Retirement benefit asset	389	613
Deferred tax assets	699	702
Other	789	917
Allowance for doubtful accounts	(39)	(29)
Total investments and other assets	3,336	3,519
Total non-current assets	8,134	11,837
Total assets	119,706	130,161

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,696	20,116
Electronically recorded obligations - operating	4,630	3,446
Short-term borrowings	4,879	8,681
Current portion of long-term borrowings	3,902	6,052
Lease liabilities	119	111
Income taxes payable	1,675	1,097
Contract liabilities	1,836	2,240
Provision for product warranties	20	11
Provision for bonuses for directors (and other officers)	90	89
Provision for loss on orders received	56	9
Asset retirement obligations	4	-
Other	3,199	5,941
Total current liabilities	45,111	47,795
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	13,592	18,665
Lease liabilities	133	129
Deferred tax liabilities	358	409
Asset retirement obligations	132	163
Other	17	19
Total non-current liabilities	24,234	29,387
Total liabilities	69,345	77,183
Net assets		
Shareholders' equity		
Share capital	6,099	6,099
Capital surplus	6,616	6,621
Retained earnings	34,168	36,074
Treasury shares	(284)	(280)
Total shareholders' equity	46,598	48,514
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	500	475
Deferred gains or losses on hedges	-	(0)
Foreign currency translation adjustment	1,117	1,725
Remeasurements of defined benefit plans	0	99
Total accumulated other comprehensive income	1,618	2,299
Non-controlling interests	2,143	2,164
Total net assets	50,361	52,978
Total liabilities and net assets	119,706	130,161

Consolidated statements of income and consolidated statements of comprehensive income

Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	225,150	258,742
Cost of sales	205,146	237,375
Gross profit	20,003	21,367
Selling, general and administrative expenses	12,292	14,255
Operating profit	7,711	7,112
Non-operating income		
Interest income	3	4
Dividend income	21	27
Insurance claim income	3	10
Compensation income	11	52
Other	49	102
Total non-operating income	89	198
Non-operating expenses		
Interest expenses	233	380
Interest expenses on bonds	42	42
Loss on redemption of securities	-	5
Foreign exchange losses	62	631
Loss on sale of trade receivables	12	24
Loss on valuation of investment securities	11	-
Commission expenses	198	11
Other	18	5
Total non-operating expenses	579	1,100
Ordinary profit	7,221	6,210
Extraordinary income		
Gain on sale of non-current assets	-	125
Gain on sale of investment securities	-	23
Compensation income	164	-
Other	6	-
Total extraordinary income	170	149
Extraordinary losses		
Impairment losses	-	105
Loss on disposal of non-current assets	8	20
Loss on valuation of investment securities	-	310
Loss on transport accident	149	-
Total extraordinary losses	157	436
Profit before income taxes	7,234	5,922
Income taxes - current	2,780	2,236
Income taxes - deferred	(14)	(68)
Total income taxes	2,766	2,168
Profit	4,468	3,754
Profit attributable to non-controlling interests	46	54
Profit attributable to owners of parent	4,421	3,699

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	4,468	3,754
Other comprehensive income		
Valuation difference on available-for-sale securities	194	(25)
Deferred gains or losses on hedges	-	(0)
Foreign currency translation adjustment	344	608
Remeasurements of defined benefit plans, net of tax	153	98
Total other comprehensive income	693	681
Comprehensive income	5,161	4,435
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,115	4,380
Comprehensive income attributable to non-controlling interests	46	54

Consolidated statements 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	4,361	4,874	31,529	(290)	40,474
Changes during period					
Issuance of new shares - exercise of share acquisition rights	1,738	1,738			3,476
Dividends of surplus			(1,783)		(1,783)
Profit attributable to owners of parent			4,421		4,421
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		4		5	9
Issuance of share acquisition rights					-
Net changes in items other than shareholders' equity					-
Total changes during period	1,738	1,742	2,638	5	6,124
Balance at end of period	6,099	6,616	34,168	(284)	46,598

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	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	305	-	772	(152)	924	-	2,131	43,531
Changes during period								
Issuance of new shares - exercise of share acquisition rights					-	(11)		3,464
Dividends of surplus					-			(1,783)
Profit attributable to owners of parent					-			4,421
Purchase of treasury shares					-			(0)
Disposal of treasury shares					-			9
Issuance of share acquisition rights					-	11		11
Net changes in items other than shareholders' equity	194		344	153	693	-	12	705
Total changes during period	194		344	153	693	-	12	6,829
Balance at end of period	500	-	1,117	0	1,618	-	2,143	50,361

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	6,099	6,616	34,168	(284)	46,598
Changes during period					
Issuance of new shares - exercise of share acquisition rights					-
Dividends of surplus			(1,793)		(1,793)
Profit attributable to owners of parent			3,699		3,699
Purchase of treasury shares					-
Disposal of treasury shares		5		4	9
Issuance of share acquisition rights					-
Net changes in items other than shareholders' equity					-
Total changes during period	-	5	1,906	4	1,915
Balance at end of period	6,099	6,621	36,074	(280)	48,514

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	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	500	-	1,117	0	1,618	-	2,143	50,361
Changes during period								
Issuance of new shares - exercise of share acquisition rights					-			-
Dividends of surplus					-			(1,793)
Profit attributable to owners of parent					-			3,699
Purchase of treasury shares					-			-
Disposal of treasury shares					-			9
Issuance of share acquisition rights					-			-
Net changes in items other than shareholders' equity	(25)	(0)	608	98	681		20	701
Total changes during period	(25)	(0)	608	98	681	-	20	2,617
Balance at end of period	475	(0)	1,725	99	2,299	-	2,164	52,978

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	7,234	5,922
Depreciation	352	388
Impairment losses	-	105
Amortization of goodwill	-	50
Loss (gain) on sale and retirement of non-current assets	8	(105)
Increase (decrease) in allowance for doubtful accounts	(3)	(7)
Increase (decrease) in provision for bonuses for directors (and other officers)	(39)	(0)
Decrease (increase) in retirement benefit asset	(54)	(80)
Increase (decrease) in provision for loss on orders received	29	(47)
Increase (decrease) in provision for product warranties	(20)	(8)
Interest and dividend income	(25)	(32)
Interest expenses	275	422
Loss (gain) on redemption of securities	-	5
Loss (gain) on valuation of investment securities	11	310
Loss (gain) on sale of investment securities	-	(23)
Decrease (increase) in trade receivables	(410)	1,145
Decrease (increase) in inventories	(7,258)	(6,441)
Increase (decrease) in trade payables	8,093	(5,773)
Other, net	(248)	543
Subtotal	7,943	(3,626)
Interest and dividends received	25	32
Interest paid	(258)	(355)
Income taxes paid	(2,575)	(2,733)
Net cash provided by (used in) operating activities	5,134	(6,683)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of investment securities	(4)	(162)
Proceeds from sale of investment securities	36	29
Proceeds from redemption of securities	-	100
Purchase of property, plant and equipment	(368)	(498)
Proceeds from sale of property, plant and equipment	-	353
Purchase of intangible assets	(141)	(361)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(2,947)
Payments for asset retirement obligations	(9)	(4)
Other, net	(192)	(194)
Net cash provided by (used in) investing activities	(679)	(3,685)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,205)	3,801
Proceeds from long-term borrowings	2,650	11,200
Repayments of long-term borrowings	(4,152)	(3,977)
Purchase of treasury shares	(0)	-
Proceeds from issuance of shares resulting from exercise of share acquisition rights	3,464	-
Dividends paid	(1,777)	(1,795)
Proceeds from issuance of share acquisition rights	11	-
Dividends paid to non-controlling interests	(34)	(34)
Other, net	(141)	(180)
Net cash provided by (used in) financing activities	(1,185)	9,014
Effect of exchange rate change on cash and cash equivalents	331	366
Net increase (decrease) in cash and cash equivalents	3,601	(988)
Cash and cash equivalents at beginning of period	10,920	14,522
Cash and cash equivalents at end of period	14,522	13,534