

Translation

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

December 16, 2024

Company name: Ascentech K.K.
 Stock exchange listing: Tokyo
 Stock code: 3565 URL <https://www.ascentech.co.jp/>
 Representative: CEO Takashi Matsuura
 Inquiries: CFO Masanobu Sato TEL 03(5296)9331
 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 October 31, 2024 (from February 1, 2024 to October 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 October 31, 2024	9,269	96.0	696	55.1	848	58.9	584	51.7
Nine months ended October 31, 2023	4,729	–	448	–	534	–	385	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended October 31, 2024	43.94	–
Nine months ended October 31, 2023	29.01	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of October 31, 2024	7,310	3,978	54.3
As of January 31, 2024	4,621	3,120	67.4

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 January 31, 2024	–	0.00	–	10.00	10.00
Year ending January 31, 2025	–	0.00	–	–	–
Year ending January 31, 2025 (Forecast)	–	–	–	15.00	15.00

3. Forecast of consolidated financial results for the year ending January 31, 2025 (from February 1, 2024 to January 31, 2025)

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	12,000	92.7	930	53.1	1,080	53.8	735	52.9	54.58

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended October 31, 2024: Yes

(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: 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 October 31, 2024	14,236,800 shares	As of January 31, 2024	13,536,800 shares
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Number of treasury shares at the end of the period

As of October 31, 2024	261,022 shares	As of January 31, 2024	260,972 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended October 31, 2024	13,293,709 shares	Nine months ended October 31, 2023	13,270,784 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of January 31, 2024	As of October 31, 2024
Assets		
Current assets		
Cash and deposits	2,236,766	2,800,352
Accounts receivable - trade	788,814	2,437,321
Merchandise	423,233	640,595
Work in process	14,757	16,833
Other	451,250	535,171
Total current assets	3,914,822	6,430,274
Non-current assets		
Property, plant and equipment	61,145	79,574
Intangible assets		
Goodwill	–	85,137
Other	123,634	138,921
Total intangible assets	123,634	224,058
Investments and other assets		
Other	531,688	586,488
Allowance for doubtful accounts	(9,720)	(9,720)
Total investments and other assets	521,968	576,768
Total non-current assets	706,748	880,401
Total assets	4,621,571	7,310,676
Liabilities		
Current liabilities		
Accounts payable - trade	447,012	1,932,567
Income taxes payable	144,157	171,703
Contract liabilities	785,725	1,049,492
Provision for bonuses	–	6,301
Other	82,862	108,855
Total current liabilities	1,459,756	3,268,920
Non-current liabilities		
Retirement benefit liability	–	30,330
Other	40,945	33,383
Total non-current liabilities	40,945	63,713
Total liabilities	1,500,702	3,332,633
Net assets		
Shareholders' equity		
Share capital	235,653	428,503
Capital surplus	246,475	439,325
Retained earnings	2,761,294	3,212,731
Treasury shares	(237,547)	(237,579)
Total shareholders' equity	3,005,877	3,842,981
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	59,837	36,428
Deferred gains or losses on hedges	49,302	92,781
Total accumulated other comprehensive income	109,140	129,210
Share acquisition rights	5,851	5,851
Total net assets	3,120,869	3,978,042
Total liabilities and net assets	4,621,571	7,310,676

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended October 31, 2023	Nine months ended October 31, 2024
Net sales	4,729,279	9,269,261
Cost of sales	3,845,177	7,976,453
Gross profit	884,101	1,292,808
Selling, general and administrative expenses	435,350	596,801
Operating profit	448,750	696,007
Non-operating income		
Interest income	2,821	5,560
Dividend income	–	1,038
Foreign exchange gains	77,755	153,055
Other	4,673	3,574
Total non-operating income	85,249	163,228
Non-operating expenses		
Interest expenses	–	135
Stock issuance costs	–	10,619
Other	–	0
Total non-operating expenses	–	10,755
Ordinary profit	534,000	848,480
Extraordinary income		
Gain on sale of investment securities	30,882	–
Total extraordinary income	30,882	–
Extraordinary losses		
Loss on retirement of non-current assets	–	887
Total extraordinary losses	–	887
Profit before income taxes	564,882	847,592
Income taxes - current	173,864	281,511
Income taxes - deferred	5,976	(18,112)
Total income taxes	179,840	263,398
Profit	385,041	584,194
Profit attributable to owners of parent	385,041	584,194

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended October 31, 2023	Nine months ended October 31, 2024
Profit	385,041	584,194
Other comprehensive income		
Valuation difference on available-for-sale securities	12,631	(23,409)
Deferred gains or losses on hedges	51,372	43,478
Total other comprehensive income	64,004	20,069
Comprehensive income	449,045	604,263
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	449,045	604,263