

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



Consolidated Financial Results for the Nine Months Ended December 31, 2024 [Japanese GAAP]

February 7, 2025

Company name: ARGO GRAPHICS Inc.
 Listing: Tokyo
 Securities code: 7595
 URL: <https://corp.argo-graph.co.jp>
 Representative: Yoshimaro Fujisawa Chairman and CEO
 Inquiries: Kunio Hasebe Senior Managing Director
 Telephone: +81-3-5641-2018
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

(1) Consolidated Operating Results

(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	50,009	18.5	7,497	11.6	7,964	13.5	5,271	13.3
December 31, 2023	42,186	17.5	6,720	27.0	7,017	26.3	4,652	27.6

(Note) Comprehensive income: Nine months ended December 31, 2024: ¥ 7,312 million [(2.8) %]
 Nine months ended December 31, 2023: ¥ 7,522 million [92.1 %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	247.45	-
December 31, 2023	218.28	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	82,346	57,510	66.9
March 31, 2024	75,053	52,441	66.8

(Reference) Equity: As of December 31, 2024: ¥ 55,109 million
 As of March 31, 2024: ¥ 50,120 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	40.00	-	50.00	90.00
Fiscal year ending March 31, 2025	-	50.00	-		
Fiscal year ending March 31, 2025 (Forecast)				50.00	100.00

(Note) Revision to the forecast for dividends announced most recently: None

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2025 :

Commemorative dividend - yen
Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	62,600	5.2	9,540	4.0	10,000	3.2	6,630	1.7	311.08

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name:)
Excluded: - (Company name:)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2024: 22,354,000 shares
March 31, 2024: 22,354,000 shares

2) Number of treasury shares at the end of the period:

December 31, 2024: 1,047,977 shares
March 31, 2024: 1,054,554 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2024: 21,303,822 shares
Nine months ended December 31, 2023: 21,316,916 shares

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

* Proper use of earnings forecasts, and other special matters

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	34,356,804	35,373,962
Notes and accounts receivable - trade, and contract assets	13,087,932	16,683,602
Electronically recorded monetary claims - operating	2,345,124	1,290,149
Investments in leases	8,591	-
Securities	500,000	-
Merchandise	1,861,825	3,287,928
Work in process	302,205	386,167
Raw materials and supplies	5,542	8,607
Other	1,414,582	1,378,345
Total current assets	53,882,608	58,408,763
Non-current assets		
Property, plant and equipment	430,331	993,710
Intangible assets		
Goodwill	486,797	346,706
Other	37,847	46,846
Total intangible assets	524,645	393,552
Investments and other assets		
Investment securities	19,090,259	21,423,179
Retirement benefit asset	8,807	21,745
Other	1,117,097	1,105,066
Total investments and other assets	20,216,164	22,549,991
Total non-current assets	21,171,140	23,937,254
Total assets	75,053,749	82,346,017
Liabilities		
Current liabilities		
Accounts payable - trade	9,514,446	11,761,204
Income taxes payable	1,715,723	793,022
Provision for bonuses	763,781	390,894
Provision for bonuses for directors (and other officers)	150,000	67,500
Other	4,742,908	4,819,380
Total current liabilities	16,886,860	17,832,001
Non-current liabilities		
Retirement benefit liability	3,044,411	3,187,050
Provision for share awards	394,291	456,704
Provision for share awards for directors (and other officers)	145,388	187,710
Other	2,140,939	3,172,396
Total non-current liabilities	5,725,031	7,003,862
Total liabilities	22,611,892	24,835,863
Net assets		
Shareholders' equity		
Share capital	1,873,136	1,873,136
Capital surplus	2,136,715	2,136,715
Retained earnings	38,983,099	42,079,148
Treasury shares	(1,010,423)	(1,001,091)
Total shareholders' equity	41,982,527	45,087,908
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,794,198	9,621,740
Remeasurements of defined benefit plans	146,019	117,355
Foreign currency translation adjustment	197,917	282,097
Total accumulated other comprehensive income	8,138,135	10,021,193
Non-controlling interests	2,321,194	2,401,051
Total net assets	52,441,857	57,510,154
Total liabilities and net assets	75,053,749	82,346,017

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousands of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Net sales	42,186,979	50,009,182
Cost of sales	30,657,719	37,158,344
Gross profit	11,529,260	12,850,838
Selling, general and administrative expenses	4,809,166	5,352,847
Operating profit	6,720,094	7,497,991
Non-operating income		
Interest income	43,374	74,382
Dividend income	225,993	284,648
Share of profit of entities accounted for using equity method	-	780
Foreign exchange gains	14,837	37,399
Gain on investments in investment partnerships	5,610	-
Other	46,690	71,824
Total non-operating income	336,506	469,036
Non-operating expenses		
Share of loss of entities accounted for using equity method	36,780	-
Loss on investments in investment partnerships	-	1,435
Other	1,844	779
Total non-operating expenses	38,624	2,215
Ordinary profit	7,017,975	7,964,811
Profit before income taxes	7,017,975	7,964,811
Income taxes - current	2,031,482	2,287,747
Income taxes - deferred	185,664	275,723
Total income taxes	2,217,147	2,563,471
Profit	4,800,828	5,401,340
Profit attributable to non-controlling interests	147,869	129,807
Profit attributable to owners of parent	4,652,958	5,271,532

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Thousands of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Profit	4,800,828	5,401,340
Other comprehensive income		
Valuation difference on available-for-sale securities	2,566,855	1,827,541
Remeasurements of defined benefit plans, net of tax	(18,988)	(28,663)
Foreign currency translation adjustment	156,321	106,056
Share of other comprehensive income of entities accounted for using equity method	17,156	6,531
Total other comprehensive income	2,721,344	1,911,465
Comprehensive income	7,522,173	7,312,806
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,338,708	7,154,591
Comprehensive income attributable to non-controlling interests	183,464	158,214