

**Consolidated financial results (Japanese accounting standards)
For the 1st quarter of the fiscal year ending June 30, 2024 (Q1 FY2024)**

Company name: Hokuriku Electric Industry Co., Ltd.
 Stock code: 6989
 URL: <https://www.hdk.co.jp/>
 Stock exchange listing: Tokyo Stock Exchange
 Representative: Ryusho Shimosaka, President
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Scheduled date of commencement of dividend payment: -
 Supplementary documents for quarterly results: None
 Quarterly results briefing: None

(Yen in millions , rounded down)

1. Consolidated financial results for the 1st quarter of the fiscal year ending June 30, 2024
 (April 1, 2024 – June 30, 2024)

(1) Consolidated results of operations (Cumulative)

(Percentage figures represent the change from the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended June 30, 2024	10,521	2.6	641	55.1	928	8.3	752	8.7
Year ended June 30, 2023	10,252	2.0	413	(8.6)	857	(4.8)	692	15.1

(Note) Comprehensive income: 1,446 millions of yen (33.0%) for the three months ending June 30, 2024
 1,087 millions of yen ((22.3)%) for the three months ended June 30, 2023

	Net income Per share	Diluted net income Per share
	Yen	Yen
Year ended June 30, 2024	92.18	-
Year ended June 30, 2023	82.69	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	42,497	21,063	49.6
As of March 31, 2024	41,645	20,106	48.3

(Reference) Equity: three months ending June 30, 2024: 21,063 millions of yen
 Fiscal year ended March 31, 2024: 20,106 millions of yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Fiscal year end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	-	0.00	-	60.00	60.00
Year ending March 31, 2025 (forecasts)	-	0.00	-	60.00	60.00

(Note) Revisions to dividend forecasts published most recently: None

3. Consolidated forecasts for the fiscal year ending March 31, 2025 (April 1, 2024 – March 31, 2025)
(Percentage figures for the fiscal year represent the changes from the previous year)

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ending March 31, 2025	43,000	5.4	2,700	18.8	2,500	(19.6)

	Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Yen
Year ending March 31, 2025	1,800	(29.1)	220.53

(Note) Revisions to financial forecasts published most recently: None

* Notes

- (1) Changes of important subsidiaries during the period
(changes of specific subsidiaries that change the scope of consolidation): None
- (2) Application of particular accounting procedures in preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies and changes or restatement of accounting estimates
- ① Changes in accounting policies caused by revision of accounting standards: None
 - ② Changes in accounting policies other than ①: None
 - ③ Changes in accounting estimates: None
 - ④ Restatement: None

(4) Number of shares outstanding (common stock):

① Number of shares outstanding at end of period (including treasury stock)

As of June 30, 2024	9,250,099 shares	As of March 31, 2024	9,250,099 shares
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② Number of treasury stock at end of period

As of June 30, 2024	1,088,031 shares	As of March 31, 2024	1,087,938 shares
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③ Average number of shares outstanding during the term

As of June 30, 2024	8,162,112 shares	As of June 30, 2023	8,371,283 shares
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* This document is not subject to audit procedures.

* Explanation for appropriate use of forecasts and other special notes

The earnings forecast and other forward-looking statements presented in this document are prepared based on currently available information and certain preconditions that the company believes to be reasonable, and do not constitute any guarantee of future performance achievements.

Actual results may substantially differ from any forecasts presented herein due to various factors.

Consolidated financial statements
 Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	10,112	10,735
Notes and accounts receivable - trade	8,016	8,871
Merchandise and finished goods	2,059	2,256
Work in process	3,622	3,669
Raw materials and supplies	3,569	3,319
Other	1,676	842
Allowance for doubtful accounts	(28)	(29)
Total current assets	29,029	29,664
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,570	2,526
Machinery, equipment and vehicles, net	2,944	3,163
Land	2,737	2,739
Other, net	310	284
Total property, plant and equipment	8,562	8,713
Intangible assets	274	275
Investments and other assets		
Investment securities	1,417	1,463
Deferred tax assets	1,115	1,104
Other	2,267	2,297
Allowance for doubtful accounts	(1,020)	(1,021)
Total investments and other assets	3,779	3,843
Total non-current assets	12,616	12,833
Total assets	41,645	42,497

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,736	6,477
Short-term borrowings	3,856	3,261
Income taxes payable	250	208
Provision for bonuses	402	579
Other	1,246	1,582
Total current liabilities	11,492	12,110
Non-current liabilities		
Long-term borrowings	5,720	5,110
Lease liabilities	166	142
Deferred tax liabilities	6	-
Deferred tax liabilities for land revaluation	310	310
Retirement benefit liability	3,774	3,692
Other	67	68
Total non-current liabilities	10,046	9,324
Total liabilities	21,538	21,434
Net assets		
Shareholders' equity		
Share capital	5,200	5,200
Capital surplus	5,037	5,037
Retained earnings	8,025	8,288
Treasury shares	(1,450)	(1,450)
Total shareholders' equity	16,812	17,075
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	400	437
Revaluation reserve for land	652	652
Foreign currency translation adjustment	2,229	2,890
Remeasurements of defined benefit plans	12	7
Total accumulated other comprehensive income	3,294	3,988
Total net assets	20,106	21,063
Total liabilities and net assets	41,645	42,497

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	10,252	10,521
Cost of sales	8,559	8,430
Gross profit	1,692	2,091
Selling, general and administrative expenses	1,278	1,449
Operating profit	413	641
Non-operating income		
Interest income	18	26
Dividend income	14	16
Foreign exchange gains	407	242
Other	34	28
Total non-operating income	475	314
Non-operating expenses		
Interest expenses	17	16
Loss on sale of receivables	6	5
Other	8	4
Total non-operating expenses	31	27
Ordinary profit	857	928
Extraordinary income		
Gain on reversal of loss on business related to business partners	99	—
Gain on sale of investment securities	—	16
Other	3	3
Total extraordinary income	102	20
Extraordinary losses		
Loss on sale of non-current assets	1	—
Loss on retirement of non-current assets	0	13
Loss on valuation of investment securities	3	—
Other	—	1
Total extraordinary losses	4	14
Profit before income taxes	955	934
Income taxes	263	181
Profit	692	752
Profit attributable to owners of parent	692	752

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	692	752
Other comprehensive income		
Valuation difference on available-for-sale securities	68	37
Foreign currency translation adjustment	321	660
Remeasurements of defined benefit plans, net of tax	5	(4)
Total other comprehensive income	395	694
Comprehensive income	1,087	1,446
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,087	1,446