

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on IFRS)

November 12, 2024

Company name: VT HOLDINGS CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Securities code: 7593 URL <https://www.vt-holdings.co.jp>
 Representative: President & CEO Kazuho Takahashi
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 Scheduled date to file Semi-annual Securities Report: November 12, 2024
 Scheduled date to commence dividend payments: December 2, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts are rounded off to the nearest million yen)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2024	170,184	17.3	6,441	12.4	5,901	3.2	3,715	0.2	3,227	(2.9)	1,274	(84.4)
Six months ended September 30, 2023	145,047	14.6	5,729	(2.1)	5,718	(6.0)	3,707	(11.4)	3,324	(9.4)	8,169	(3.8)

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	26.69		26.69	
Six months ended September 30, 2023	28.38		28.33	

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2024	276,825	81,063	72,124	26.1
As of March 31, 2024	272,883	82,002	72,851	26.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	12.00	–	12.00	24.00
Year ending March 31, 2025	–	12.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	12.00	24.00

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

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before tax		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	330,000	5.9	13,000	8.3	12,200	6.5	7,000	4.5	57.84

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Changes in accounting policies and changes in accounting estimates

Changes in accounting policies required by IFRS: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

(3) Number of issued shares (ordinary shares)

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

As of September 30, 2024	122,581,034 shares	As of March 31, 2024	121,631,034 shares
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Number of treasury shares at end of period

As of September 30, 2024	1,559,365 shares	As of March 31, 2024	1,559,364 shares
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Average number of shares during period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	120,928,554 shares	Six months ended September 30, 2023	117,134,092 shares
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Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Condensed semi-annual consolidated financial statements
Condensed semi-annual consolidated statement of financial position

	As of March 31, 2024	As of September 30, 2024
	Millions of yen	Millions of yen
Assets		
Current assets		
Cash and cash equivalents	13,483	14,953
Trade and other receivables	27,946	29,560
Other financial assets	221	216
Inventories	72,302	71,376
Other current assets	9,415	8,757
Total current assets	123,368	124,862
Non-current assets		
Property, plant and equipment	89,171	95,144
Goodwill	13,280	13,396
Intangible assets	1,366	1,261
Investment property	7,402	7,316
Investments accounted for using equity method	4,651	4,661
Other financial assets	32,047	28,550
Deferred tax assets	1,488	1,530
Other non-current assets	109	104
Total non-current assets	149,514	151,963
Total assets	272,883	276,825

	As of March 31, 2024	As of September 30, 2024
	Millions of yen	Millions of yen
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	49,168	51,346
Trade and other payables	58,296	55,014
Other financial liabilities	8,517	9,094
Income taxes payable	2,146	2,192
Contract liabilities	11,673	12,546
Other current liabilities	3,323	3,528
Total current liabilities	133,122	133,720
Non-current liabilities		
Bonds and borrowings	22,113	24,981
Other financial liabilities	25,206	28,649
Provisions	708	730
Deferred tax liabilities	7,637	6,656
Other non-current liabilities	2,095	1,026
Total non-current liabilities	57,759	62,041
Total liabilities	190,881	195,761
Equity		
Share capital	4,862	5,100
Capital surplus	4,406	4,029
Treasury shares	(667)	(667)
Other components of equity	3,481	3,451
Retained earnings	60,770	60,211
Total equity attributable to owners of parent	72,851	72,124
Non-controlling interests	9,151	8,940
Total equity	82,002	81,063
Total liabilities and equity	272,883	276,825

Condensed semi-annual consolidated statements of income and condensed semi-annual consolidated statements of comprehensive income

Condensed semi-annual consolidated statements of income

	Six months ended September 30, 2023	Six months ended September 30, 2024
	Millions of yen	Millions of yen
Revenue	145,047	170,184
Cost of sales	121,457	143,622
Gross profit	23,590	26,562
Selling, general and administrative expenses	18,041	20,249
Other income	392	584
Other expenses	211	455
Operating profit	5,729	6,441
Finance income	534	306
Finance costs	618	900
Share of profit of investments accounted for using equity method	73	54
Profit before tax	5,718	5,901
Income tax expense	2,011	2,186
Profit	3,707	3,715
Profit attributable to		
Owners of parent	3,324	3,227
Non-controlling interests	382	488
Profit	3,707	3,715
Earnings per share		
Basic earnings per share	28.38	26.69
Diluted earnings per share	28.33	26.69

Condensed semi-annual consolidated statements of comprehensive income

	Six months ended September 30, 2023	Six months ended September 30, 2024
	Millions of yen	Millions of yen
Profit	3,707	3,715
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	3,213	(2,336)
Share of other comprehensive income of investments accounted for using equity method	7	(10)
Total of items that will not be reclassified to profit or loss	3,220	(2,345)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	1,217	(107)
Share of other comprehensive income of investments accounted for using equity method	25	11
Total of items that may be reclassified to profit or loss	1,242	(96)
Other comprehensive income, net of tax	4,462	(2,441)
Comprehensive income	8,169	1,274
Comprehensive income attributable to		
Owners of parent	7,701	776
Non-controlling interests	468	498
Comprehensive income	8,169	1,274

Condensed semi-annual consolidated statement of changes in equity

Six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Treasury shares	Other components of equity	
				Exchange differences on translation of foreign operations	Share acquisition rights
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance at April 1, 2023	4,297	3,150	(866)	1,782	8
Profit					
Other comprehensive income				1,166	
Comprehensive income	–	–	–	1,166	–
Change in scope of consolidation					
Changes in ownership interest in subsidiaries		0			
Disposal of treasury shares		520	535		
Exercise of share acquisition rights					(3)
Transfer to retained earnings					
Dividends					
Total transactions with owners	–	520	535	–	(3)
Balance at September 30, 2023	4,297	3,670	(331)	2,948	5

	Equity attributable to owners of parent					
	Financial assets measured at fair value through other comprehensive income			Other components of equity		Total
	Total	Retained earnings	Total	Non-controlling interests	Total	
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Balance at April 1, 2023	–	1,789	56,130	64,500	8,240	72,740
Profit		–	3,324	3,324	382	3,707
Other comprehensive income	3,211	4,377		4,377	85	4,462
Comprehensive income	3,211	4,377	3,324	7,701	468	8,169
Change in scope of consolidation		–		–	13	13
Changes in ownership interest in subsidiaries		–		0	30	30
Disposal of treasury shares		–		1,055		1,055
Exercise of share acquisition rights		(3)		(3)		(3)
Transfer to retained earnings	(3,211)	(3,211)	3,211	–		–
Dividends		–	(1,392)	(1,392)	(94)	(1,486)
Total transactions with owners	(3,211)	(3,214)	1,819	(339)	(51)	(390)
Balance at September 30, 2023	–	2,953	61,273	71,862	8,657	80,519

Six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Exchange differences on translation of foreign operations	Share acquisition rights	
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen		
Balance at April 1, 2024	4,862	4,406	(667)	3,480	1	
Profit						
Other comprehensive income				(105)		
Comprehensive income	–	–	–	(105)	–	
Issuance of new shares	238	234				
Changes in ownership interest in subsidiaries		(639)		77		
Purchase of treasury shares			(0)			
Acquisition of repurchased stock of consolidated subsidiary		28				
Exercise of share acquisition rights		(0)			(1)	
Transfer to retained earnings						
Dividends						
Total transactions with owners	238	(377)	(0)	77	(1)	
Balance at September 30, 2024	5,100	4,029	(667)	3,451	–	

	Equity attributable to owners of parent					
	Financial assets measured at fair value through other comprehensive income	Other components of equity		Total	Non-controlling interests	Total
		Total	Retained earnings			
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance at April 1, 2024	–	3,481	60,770	72,851	9,151	82,002
Profit		–	3,227	3,227	488	3,715
Other comprehensive income	(2,346)	(2,451)		(2,451)	10	(2,441)
Comprehensive income	(2,346)	(2,451)	3,227	776	498	1,274
Issuance of new shares		–		473		473
Changes in ownership interest in subsidiaries		77		(562)	(440)	(1,002)
Purchase of treasury shares		–		(0)		(0)
Acquisition of repurchased stock of consolidated subsidiary		–		28	(166)	(138)
Exercise of share acquisition rights		(1)		(2)		(2)
Transfer to retained earnings	2,346	2,346	(2,346)	–		–
Dividends		–	(1,441)	(1,441)	(102)	(1,543)
Total transactions with owners	2,346	2,421	(3,787)	(1,504)	(709)	(2,212)
Balance at September 30, 2024	–	3,451	60,211	72,124	8,940	81,063

Condensed semi-annual consolidated statements of cash flows

	Six months ended September 30, 2023	Six months ended September 30, 2024
	Millions of yen	Millions of yen
Cash flows from operating activities		
Profit before tax	5,718	5,901
Depreciation and amortization	5,928	7,176
Interest and dividend income	(256)	(302)
Interest expenses	607	826
Foreign exchange loss (gain)	(136)	10
Share of loss (profit) of investments accounted for using equity method	(73)	(54)
Loss (gain) on sale of fixed assets	(2)	(89)
Loss on retirement of fixed assets	54	124
Decrease (increase) in trade receivables	360	853
Decrease (increase) in inventories	(10,203)	1,482
Increase (decrease) in trade payables	(2,059)	(4,119)
Increase (decrease) in contract liabilities	(131)	906
Increase (decrease) in accrued consumption taxes	222	1,289
Other	(900)	(124)
Subtotal	(872)	13,878
Interest and dividends received	315	359
Interest paid	(624)	(839)
Income taxes refund (paid)	(1,886)	(2,180)
Net cash provided by (used in) operating activities	(3,066)	11,218
Cash flows from investing activities		
Payments into time deposits	(201)	(26)
Proceeds from withdrawal of time deposits	128	189
Purchase of property, plant and equipment	(6,720)	(9,031)
Proceeds from sale of property, plant and equipment	946	1,902
Purchase of intangible assets	(75)	(88)
Purchase of investment securities	(0)	(0)
Proceeds from sale of investment securities	16	-
Proceeds (Payments) from (for) acquisition of subsidiaries	(23)	-
Payments for loans receivable	(6)	(6)
Collection of loans receivable	47	49
Payments of leasehold and guarantee deposits	(74)	(93)
Proceeds from refund of leasehold and guarantee deposits	211	43
Payments for acquisition of businesses	(42)	(418)
Other	(20)	5
Net cash provided by (used in) investing activities	(5,813)	(7,474)

	Six months ended September 30, 2023	Six months ended September 30, 2024
	Millions of yen	Millions of yen
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	7,278	975
Proceeds from long-term borrowings	9,010	8,289
Repayments of long-term borrowings	(5,203)	(3,996)
Redemption of bonds	(172)	(109)
Proceeds from issuance of shares	–	469
Proceeds from sale of treasury shares	1,053	–
Capital contribution from non-controlling interests	30	–
Expense by acquisition of repurchased stock of consolidated subsidiary	(0)	(138)
Dividends paid	(1,392)	(1,441)
Dividends paid to non-controlling interests	(94)	(102)
Payments for acquisition of interests in subsidiaries from non-controlling interests	–	(1,002)
Repayments of lease liabilities	(4,039)	(5,207)
Other	(0)	(1)
Net cash provided by (used in) financing activities	<u>6,470</u>	<u>(2,263)</u>
Effect of exchange rate changes on cash and cash equivalents	306	(10)
Net increase (decrease) in cash and cash equivalents	(2,104)	1,471
Cash and cash equivalents at beginning of period	<u>12,644</u>	<u>13,483</u>
Cash and cash equivalents at end of period	<u><u>10,540</u></u>	<u><u>14,953</u></u>