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Consolidated Financial Results for the First Quarter Ended June 30, 2025 [Japanese GAAP] (Unaudited)



August 12, 2025

Company name: HIRANO TECSEED Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6245
 URL: <https://www.hirano-tec.co.jp/en/>
 Representative: Kaoru Okada, President and Director
 Contact: Masashi Hara, Director and Executive Officer, Operating Officer, Corporate Division
 Phone: +81-745-57-0681
 Scheduled date of commencing dividend payments: —
 Supplemental Explanatory Materials for Account Settlement: Yes
 Explanatory Meeting for Account Settlement to be held: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the First Quarter Ended June 30, 2025 (April 1, 2025 to June 30, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2025	10,719	(11.4)	821	181.1	900	110.6	641	95.1
Three months ended June 30, 2024	12,099	(3.9)	292	(53.5)	427	(36.7)	328	(29.8)

(Note) Comprehensive income: Three months ended June 30, 2025: ¥741 million (up 19.0%)
 Three months ended June 30, 2024: ¥623 million (down 26.9%)

	Basic earnings per share	Diluted earnings per share
	yen	yen
Three months ended June 30, 2025	42.40	—
Three months ended June 30, 2024	21.75	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
As of June 30, 2025	62,327	38,301	61.5
As of March 31, 2025	61,693	38,240	62.0

(Reference) Equity: As of June 30, 2025: ¥38,301 million
 As of March 31, 2025: ¥38,240 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen —	Yen 45.00	Yen —	Yen 45.00	Yen 90.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		42.00	—	42.00	84.00

(Note) Revisions of the most recently announced cash dividend forecast: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
First half (cumulative total)	16,750	(31.3)	1,000	(2.4)	1,050	(12.6)	720	(17.0)	47.62
Full year	33,500	(30.7)	1,500	(10.8)	1,600	(15.6)	1,100	21.4	72.75

(Note) Revisions of the most recently announced financial results forecast: Yes

Notes

(1) Significant changes in the scope of consolidation during the period under review: No

(2) Application of special accounting methods for the preparation of quarterly consolidated financial statements: No

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

- 1) Changes in accounting policies due to the revisions of accounting standards: No
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Restatement: No

(4) Total number of issued shares (common stock)

- 1) Total number of issued shares at the end of the period (including treasury stock):
 - June 30, 2025: 15,394,379 shares
 - March 31, 2025: 15,394,379 shares
- 2) Total number of treasury stock at the end of the period:
 - June 30, 2025: 270,183 shares
 - March 31, 2025: 270,183 shares
- 3) Average number of shares during the period:
 - Three months ended June 30, 2025: 15,124,196 shares
 - Three months ended June 30, 2024: 15,113,191 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

* Explanation of the proper use of financial results forecast and other notes

Performance forecasts and other forward-looking statements contained in this report are based on information available on the date of this report's release. Because of various factors in the future, however, actual results may differ from the forecasts.

Consolidated Financial Statements

(1) Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	11,755,531	12,881,224
Notes and accounts receivable - trade, and contract assets	31,024,785	32,517,459
Electronically recorded monetary claims - operating	602,915	1,202,792
Work in process	123,415	139,541
Raw materials and supplies	310,363	308,024
Advance payments to suppliers	2,750,619	734,382
Other	1,962,474	1,084,117
Allowance for doubtful accounts	△24,671	△30,850
Total current assets	48,505,434	48,836,691
Non-current assets		
Property, plant and equipment	7,437,414	7,559,090
Intangible assets	416,746	375,871
Investments and other assets		
Investment securities	4,481,501	4,703,618
Distressed receivables	478,477	478,477
Other	852,192	852,017
Allowance for doubtful accounts	△478,477	△478,477
Total investments and other assets	5,333,693	5,555,635
Total non-current assets	13,187,855	13,490,597
Total assets	61,693,290	62,327,288

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,163,114	7,286,411
Electronically recorded obligations - operating	1,464,405	1,547,578
Short-term borrowings	6,000,000	7,200,000
Current portion of long-term borrowings	428,596	368,436
Income taxes payable	341,012	255,276
Advances received	2,209,161	3,170,049
Provision for bonuses	291,180	95,810
Provision for product warranties	66,393	71,468
Other	2,541,646	3,092,789
Total current liabilities	22,505,509	23,087,818
Non-current liabilities		
Long-term borrowings	329,136	262,312
Provision for retirement benefits for directors (and other officers)	64,990	68,905
Retirement benefit liability	433,706	434,082
Asset retirement obligations	17,126	17,213
Other	102,280	155,171
Total non-current liabilities	947,239	937,684
Total liabilities	23,452,749	24,025,502
Net assets		
Shareholders' equity		
Share capital	1,847,821	1,847,821
Capital surplus	1,398,360	1,398,360
Retained earnings	33,011,988	32,972,684
Treasury shares	△314,313	△314,313
Total shareholders' equity	35,943,857	35,904,554
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,176,079	2,332,733
Foreign currency translation adjustment	46,057	△10,470
Remeasurements of defined benefit plans	74,546	74,968
Total accumulated other comprehensive income	2,296,682	2,397,230
Total net assets	38,240,540	38,301,785
Total liabilities and net assets	61,693,290	62,327,288

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	12,099,139	10,719,438
Cost of sales	10,622,829	8,776,491
Gross profit	1,476,310	1,942,946
Selling, general and administrative expenses	1,184,004	1,121,224
Operating profit	292,305	821,722
Non-operating income		
Interest income	43	365
Dividend income	69,922	91,651
Other	81,449	8,240
Total non-operating income	151,415	100,257
Non-operating expenses		
Interest expenses	13,903	20,688
Other	2,241	665
Total non-operating expenses	16,145	21,354
Ordinary profit	427,575	900,625
Profit before income taxes	427,575	900,625
Income taxes - current	160,171	251,426
Income taxes - deferred	△61,295	7,913
Total income taxes	98,875	259,339
Profit	328,700	641,285
Profit attributable to owners of parent	328,700	641,285

(Consolidated Statements of Comprehensive Income)

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	328,700	641,285
Other comprehensive income		
Valuation difference on available-for-sale securities	267,933	156,653
Foreign currency translation adjustment	24,346	△56,527
Remeasurements of defined benefit plans, net of tax	2,429	421
Total other comprehensive income	294,709	100,548
Comprehensive income	623,409	741,833
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	623,409	741,833
Comprehensive income attributable to non-controlling interests	—	—

3. Production, Orders Received, and Sales

(1) Production

Production performance by segment for the three months ended June 30, 2025 is as follows

Name of segment	Production (Thousand yen)	Changes from the previous corresponding period (%)
Coating and laminating machinery	7,691,152	(15.0)
Industrial machinery	860,530	(27.2)
Others	224,808	(42.5)
Total	8,776,491	(17.4)

(Note) The above amount is calculated based on production costs and includes outsourcing production.

(2) Orders Received

The status of orders received by segment for the three months ended June 30, 2025 is as follows

Name of segment	Orders received (Thousand yen)	Changes from the previous corresponding period (%)	Backlog of orders (Thousand yen)	Changes from the end of the previous fiscal year (%)
Coating and laminating machinery	2,754,487	(50.4)	33,698,018	(16.5)
Industrial machinery	309,517	(76.2)	5,820,619	(10.9)
Others	279,187	(21.5)	664,630	(4.0)
Total	3,343,192	(53.6)	40,183,268	(15.5)

(Note) The above amount is calculated based on sales prices.

(3) Sales

Sales performance by segment for the three months ended June 30, 2025 is as follows

Name of segment	Sales (Thousand yen)	Changes from the previous corresponding period (%)
Coating and laminating machinery	9,392,003	(9.1)
Industrial machinery	1,020,430	(19.0)
Others	307,004	(39.4)
Total	10,719,438	(11.4)

(Note) The above amount is calculated based on sales prices.