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May 13, 2025

## Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: Furukawa Co., Ltd.  
Listing: Tokyo Stock Exchange  
Securities code: 5715  
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Scheduled date of annual general meeting of shareholders: June 27, 2025  
Scheduled date to commence dividend payments: June 30, 2025  
Scheduled date to file annual securities report: June 25, 2025  
Preparation of supplementary material on financial results: Yes  
Holding of financial results briefing: Yes

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

### 1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	201,216	6.9	9,763	14.5	9,705	(6.5)	18,619	15.7
March 31, 2024	188,255	(12.1)	8,524	(5.6)	10,384	11.1	16,097	159.1

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥ 7,688 million [(75.0)%]  
For the fiscal year ended March 31, 2024: ¥ 30,776 million [248.5%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	510.64	—	14.3	3.8	4.9
March 31, 2024	429.28	—	13.8	4.2	4.5

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2025: ¥ 620 million  
For the fiscal year ended March 31, 2024: ¥ 539 million

**(2) Consolidated financial position**

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	257,107	133,572	50.9	3,696.26
March 31, 2024	259,878	133,272	50.0	3,493.08

Reference: Equity

As of March 31, 2025: ¥ 130,809 million

As of March 31, 2024: ¥ 129,907 million

**(3) Consolidated cash flows**

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	5	15,098	(9,234)	24,391
March 31, 2024	10,492	1,915	(8,446)	18,193

**2. Cash dividends**

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	0.00	—	55.00	55.00	2,045	12.8	1.7
Fiscal year ended March 31, 2025	—	30.00	—	40.00	70.00	2,503	13.7	1.9
Fiscal year ending March 31, 2026 (Forecast)	—	30.00	—	40.00	70.00		49.5	

Note: The year-end dividend for the fiscal year ended March 31, 2025 includes a commemorative dividend of ¥10.00 per share.

**3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)**

(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
Six months ending September 30, 2025	95,000	1.6	2,300	(34.1)	2,800	(18.3)	2,000	(77.1)	56.51
Fiscal year ending March 31, 2026	193,000	(4.1)	7,000	(28.3)	7,000	(27.9)	5,000	(73.1)	141.28

\* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of March 31, 2025	36,445,568 shares
As of March 31, 2024	40,445,568 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2025	1,055,825 shares
As of March 31, 2024	3,255,730 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	36,463,035 shares
Fiscal year ended March 31, 2024	37,498,667 shares

**[Reference] Overview of non-consolidated financial results**

**1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)**

**(1) Non-consolidated operating results**

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	7,868	5.9	2,895	12.8	2,749	(12.7)	16,099	27.3
March 31, 2024	7,429	(5.2)	2,568	(21.1)	3,150	(1.4)	12,643	311.4

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	441.52	—
March 31, 2024	337.17	—

**(2) Non-consolidated financial position**

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	160,199	80,602	50.3	2,277.57
March 31, 2024	174,933	86,171	49.3	2,317.08

Reference: Equity

As of March 31, 2025: ¥ 80,602 million

As of March 31, 2024: ¥ 86,171 million

**2. Forecast of non-consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)**

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	4,200	(50.3)	1,500	(64.6)	1,300	(72.7)	1,300	(82.3)	36.73
Fiscal year ending March 31, 2026	6,800	(13.6)	1,500	(48.2)	800	(70.9)	900	(94.4)	25.43

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

(1) Caution Concerning Forward-looking Statements

The forward-looking statements, including earnings outlook, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable by the Company. The Company makes no warranty as to the achievability of the projections. Actual business and other results may differ substantially from the statements herein due to a number of factors. Please refer to 1. Performance Overview, (1) Operating results, on page 2 of the attached material for the suppositions that form the assumptions for earnings forecasts and cautions concerning the use thereof.

(2) Financial Results Briefing (for Securities Analysts and Institutional Investors)

The Company will hold a financial results briefing through livestreaming. Furthermore, the Company plans to post supplementary materials and a video of the results briefing on its website.

**Attached Material****Index**

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# 1. Performance Overview

## (1) Operating results

### (i) Overview

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Net sales	188,255	201,216	12,961
Operating profit	8,524	9,763	1,239
Ordinary profit	10,384	9,705	(679)
Profit attributable to owners of parent	16,097	18,619	2,521

In fiscal 2024 (April 1, 2024–March 31, 2025), the Japanese economy continued its moderate recovery, supported by domestic demand amid improving employment and income conditions. Overall corporate earnings also improved, and capital investment remained firm, driven by efforts to promote decarbonization, digital transformation (DX), and labor-saving measures in response to workforce shortages. However, downside risks to the global economy have increased due to U.S. trade policy developments, while ongoing geopolitical instability in Ukraine and the Middle East continues to create an uncertain outlook.

In this economic environment, the Furukawa Company Group posted consolidated net sales of ¥201,216 million, an increase of ¥12,961 million from the previous fiscal year, and operating profit of ¥9,763 million, up ¥1,239 million. In the Machinery business, the Industrial Machinery segment posted higher sales and operating profit; the Rock Drill Machinery segment recorded lower sales and operating profit; and the UNIC Machinery segment posted higher sales but lower operating profit. Accordingly, the Machinery business as a whole reported increases in sales and operating profit. In the Materials business, the Metals and Chemicals segments recorded higher sales and operating profit, while the Electronics segment recorded lower sales and operating profit. Accordingly, the Materials business as a whole posted increased sales and operating profit. Meanwhile, the Real Estate business reported increases in both sales and operating profit. Ordinary profit, however, declined ¥679 million year on year, to ¥9,705 million, primarily due to deteriorated foreign exchange gains/losses. The Company recorded extraordinary income of ¥17,077 million from the gain on sale of investment securities, mainly from the partial disposal of strategic shareholdings. As a result, profit attributable to owners of parent was ¥18,619 million, up ¥2,521 million year on year.

### (ii) Results by business segment

#### *Industrial Machinery*

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	15,548	22,213	6,664
Operating profit	389	2,206	1,817

The Industrial Machinery segment posted sales of ¥22,213 million, up ¥6,664 million year on year, and operating profit of ¥2,206 million, up ¥1,817 million. Sales of material machinery increased due to greater shipments of crushed stone plants and higher sales from large-scale crusher projects. In the pump equipment, sales increased in line with progress on various projects, including pump equipment renewal for sewage treatment plants. In the contractor business, we reported sales corresponding to progress of bridge-related projects, including the Iinuma River Viaduct, resulting in sales growth. Operating profit rose significantly due to higher sales, as well as a decline in additional costs incurred in the previous fiscal year due to delays in material machinery plant construction.

**Rock Drill Machinery**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	38,682	35,003	(3,678)
Operating profit	4,148	2,795	(1,352)

Sales in the Rock Drill Machinery segment totaled ¥35,003 million, down ¥3,678 million year on year, and operating profit was ¥2,795 million, down ¥1,352 million. In Japan, sales declined due to a decrease in shipments of hydraulic crawler drills and tunnel drill jumbos, despite increased shipments of hydraulic breakers. Overseas, shipments of hydraulic crawler drills to Southeast Asia and the Middle East rose, but overall sales decreased due to a significant drop in shipments of hydraulic breakers and hydraulic crawler drills to North America, which had performed strongly in the previous fiscal year.

**UNIC Machinery**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	27,853	29,084	1,231
Operating profit	1,158	977	(180)

Sales in the UNIC Machinery segment amounted to ¥29,084 million, up ¥1,231 million year on year, and operating profit was ¥977 million, down ¥180 million. In Japan, shipments of UNIC cranes increased in line with a recovery in the supply of trucks, resulting in higher sales and profit. Overseas, shipments of UNIC cranes to the Middle East increased, but shipments of UNIC cranes to China and mini-crawler cranes to North America decreased, resulting in lower sales and profit.

**[Machinery Business Total]**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	82,085	86,301	4,216
Operating profit	5,696	5,980	284

Total sales of the Machinery business—consisting of the Industrial Machinery, Rock Drill Machinery, and UNIC Machinery segments—amounted to ¥86,301 million, an increase of ¥4,216 million year on year, while operating profit was ¥5,980 million, up ¥284 million.

**Metals**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	84,712	92,384	7,671
Operating profit	1,945	2,418	473

Sales in the Metals segment amounted to ¥92,384 million, up ¥7,671 million year on year, and operating profit was ¥2,418 million, up ¥473 million. The overseas market price for electrolytic copper started the period at US\$8,920/ton and hit a two-year high of US\$10,857/ton on May 20, 2024, due to continued speculative buying. Subsequently, concerns over the outlook for the Chinese economy led to a temporary decline in prices. In March 2025, however, increased spot demand in anticipation of potential U.S. tariffs on copper pushed up the price, which ended the fiscal year at US\$9,673/ton. Electrolytic copper production was 45,775 tons, down 2,487 tons.

Despite a decrease in sales volume, sales in value terms increased due to higher overseas market prices and a weaker yen. Sales of electrolytic gold also increased owing to higher global prices and the yen's depreciation.

### **Electronics**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	6,766	6,545	(221)
Operating profit	212	125	(87)

The Electronics segment posted sales of ¥6,545 million, down ¥221 million year on year, and operating profit of ¥125 million, down ¥87 million. Sales of aluminum nitride ceramics increased due to a recovery in demand for parts for semiconductor manufacturing equipment. However, sales of high-purity metallic arsenic were affected by a decrease in exports, sales of crystal products were impacted by protracted inventory adjustments by users, and sales of coils were affected by sluggish growth in automobile production, resulting in a year-on-year decline in segment sales.

### **Chemicals**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	8,908	9,827	918
Operating profit	608	625	17

Sales in the Chemicals segment amounted to ¥9,827 million, up ¥918 million year on year, and operating profit was ¥625 million, up ¥17 million. Sales of cupric oxide increased due to higher unit sales prices resulting from rising copper prices and a change in our sales mix. This was despite lower demand related to package substrates for servers, as well as PCs and smartphones. Meanwhile, sales of cuprous oxide increased on the back of strong demand for ship-bottom paints, a major application for that product, as well as higher unit sales prices resulting from rising copper prices and price revisions.

### **[Materials Business Total]**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	100,388	108,757	8,369
Operating profit	2,765	3,169	403

Total sales of the Materials business—consisting of the Metals, Electronics, and Chemicals segments—amounted to ¥108,757 million, an increase of ¥8,369 million year on year, and operating profit was ¥3,169 million, an increase of ¥403 million.

### **Real Estate**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	1,873	2,071	198
Operating profit	470	686	216



Sales in the Real Estate business amounted to ¥2,071 million, up ¥198 million year on year, and operating profit was ¥686 million, up ¥216 million. The increase in revenue was primarily due to improved office occupancy rates at the Muromachi Furukawa Mitsui Building (commercial name: COREDO Muromachi 2), our main facility.

### **Others**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Sales	3,908	4,085	177
Operating profit	(293)	15	309

This segment covers metal powder, casting, transportation, and other businesses. In the fiscal year under review, the segment recorded sales of ¥4,085 million, up ¥177 million year on year, and operating profit of ¥15 million, compared with an operating loss of ¥293 million in the previous fiscal year.

### **(iii) Outlook for the next fiscal year**

For the fiscal year ending March 31, 2026, we forecast consolidated net sales of ¥193,000 million, a decrease of ¥8,216 million year on year, and operating profit of ¥7,000 million, a decrease of ¥2,763 million.

Our forecasts by business segment are described below.

In the Industrial Machinery segment, we forecast an increase in sales from the pump business, driven by expanded sales of our LK3 slurry pump and our stock-focused sales strategy, as well as from the contractor business, which will benefit from projects earmarked for growth due to construction progress. However, we expect sales related to pump equipment and bridge construction to decline. Despite a projected decline in sales, we expect operating profit to remain mostly unchanged year on year due to improved profit margins.

In the Rock Drill Machinery segment, we forecast increases in domestic sales of hydraulic breakers and hydraulic crushers, but a decrease in sales of blast hole drills due to reduced demand. Overseas, we will focus on expanding sales of large hydraulic breakers, particularly in North America, resulting in revenue growth. As a result, we forecast an increase in overall segment sales. Despite such an increase, however, we expect operating profit to decline due to the yen's depreciation.

In the UNIC Machinery segment, we look forward to an increase in domestic sales due to higher shipments of UNIC cranes and UNIC carriers on the back of a recovery in truck production. Overseas, we expect an increase in sales due to higher shipments of UNIC cranes to Southeast Asia and the Middle East and mini-crawler cranes to North America. For the segment, we forecast increases in both sales and operating profit.

In the Metals segment, our projections are based on an assumed copper price of US\$9,000/ton and an exchange rate of ¥145/US\$1. For the fiscal year, we forecast an electrolytic copper sales volume of 45,800 tons, down just 239 tons year on year. Due to the yen's depreciation, however, we forecast a decline in segment sales. We also expect an operating loss for the segment, reflecting a deterioration in contracted smelting profits/losses due to weaker purchasing terms for copper concentrates, as well as the absence of a gain from price differentials (which boosted profit in the fiscal year under review).

In the Electronics segment, we project an increase in sales of high-purity metallic arsenic, for which market conditions are recovering, as well as aluminum nitride ceramics, driven by growing demand for semiconductor production equipment components. For the segment, we forecast year-on-year increases in both sales and operating profit.

In the Chemicals segment, we forecast a decline in sales of cuprous oxide due to lower demand for ship-bottom paints, a major application for that product. However, we expect sales of cupric oxide

to increase, driven by growing demand in the AI server market. Overall, we project sales and operating profit to remain mostly unchanged year on year.

In the Real Estate business, we expect occupancy rates for both office and commercial properties at the Muromachi Furukawa Mitsui Building (commercial name: COREDO Muromachi 2), our main facility, to remain strong. Accordingly, we expect both sales and operating profit to remain on a par with the previous fiscal year.

As a result, we forecast ordinary profit of ¥7,000 million, a decrease of ¥2,705 million year on year. We also forecast profit attributable to owners of parent of ¥5,000 million, a decrease of ¥13,619 million from the fiscal year under review, when we posted a gain on sale of investment securities primarily from the partial sale of strategic shareholdings.

## (2) Financial position

### (i) Assets, liabilities, and net assets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025	Year-on-year change
Total assets	259,878	257,107	(2,770)
Liabilities	126,605	123,534	(3,071)
(Interest-bearing debt)	58,389	56,034	(2,354)
Net assets	133,272	133,572	300
Equity-to-asset ratio (%)	50.0	50.9	0.9

As of March 31, 2025, total assets amounted to ¥257,107 million, down ¥2,770 million from a year earlier. Current assets increased ¥17,122 million year on year, to ¥116,759 million. This was primarily due to increases in cash and deposits, notes and accounts receivable–trade, and contract assets, as well as advance payments (included in “Other”). Non-current assets decreased ¥19,893 million, to ¥140,347 million, mainly reflecting a decline in investment securities due to the partial sale of strategic shareholdings.

Interest-bearing debt at fiscal year-end amounted to ¥56,034 million, down ¥2,354 million from a year earlier, and total liabilities amounted to ¥123,534 million, down ¥3,071 million. Net assets increased ¥300 million, to ¥133,572 million, and the equity-to-asset ratio rose 0.9 percentage point, to 50.9%. The ratio of strategic shareholdings to net assets declined 24.2 percentage points year on year, to 16.6%, achieving the target announced on May 13, 2024, of reducing this ratio to below 20% by the end of fiscal 2024.

### (ii) Cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Year-on-year change
Cash flows from operating activities	10,492	5	(10,487)
Cash flows from investing activities	1,915	15,098	13,182
Cash flows from financing activities	(8,446)	(9,234)	(787)
Cash and cash equivalents	18,193	24,391	6,197

Net cash provided by operating activities amounted to ¥5 million. Adjusted income (income before income taxes adjusted for non-cash items) amounted to ¥14,006 million, which contrasted with a ¥9,161 million outflow due to changes in working capital, as well as ¥5,347 million in income taxes paid. Net cash provided by investing activities totaled ¥15,098 million, mainly due to ¥23,529 million in proceeds from sale of investment securities, which contrasted with ¥7,664 million in purchase of property, plant and equipment. Net cash used in financing activities was ¥9,234 million, mainly reflecting ¥41,643 million in repayments of borrowings, ¥3,440 million in purchase of treasury shares, and ¥3,127 million in dividends paid, which contrasted with ¥39,303 million in

proceeds from borrowings. As a result, cash and cash equivalents at the end of the period amounted to ¥24,391 million, up ¥6,197 million from a year earlier.

### (iii) Trends in cash flow indicators

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Equity-to-asset ratio (%)	42.3	44.2	50.0	50.9
Market value equity ratio (%)	21.8	20.9	25.9	28.8
Debt repayment ratio (Years)	7.5	10.2	5.6	10,038.5
Interest coverage ratio (Times)	20.4	12.4	20.9	0.0

Notes: Equity-to-asset ratio: equity / total assets

Market value equity ratio: market capitalization / total assets

Debt repayment ratio: interest-bearing debt / operating cash flow

Interest coverage ratio: operating cash flow / interest payment

1) All indicators are calculated using consolidated-based financial figures.

2) Market capitalization is calculated by multiplying the closing share price at the end of the period by the total number of issued shares at the end of the period (excluding treasury shares).

3) Operating cash flow represents cash flows from operating activities in the consolidated statement of cash flows.

4) Interest-bearing debt represents the liabilities in the consolidated balance sheet on which interest is paid.

5) Interest payment represents interest paid in the consolidated statement of cash flows.

### (3) Basic policy on distribution of profits and dividends for the fiscal year ended March 31, 2025 and the fiscal year ending March 31, 2026

The Company provides stable and continuous returns to shareholders while placing priority on investments to ensure sustainable growth and increased corporate value over the medium to long term.

#### (i) Policy on dividends

For dividends, we look to provide increased dividends and interim dividends and as a general rule target annual dividends per share of ¥50 or more and ratio of total shareholder return on equity on a consolidated basis of 3% or more.

#### (ii) Internal reserves

Placing emphasis on internal reserves essential for securing revenue, we approach to investment to focus on profitability while considering the risks and cost of capital accompanying such investment.

#### (iii) Policy on purchase and retirement of treasury shares

We look to purchase and retire treasury shares while considering share price trends, capital efficiency, cash flows, etc. Over the three-year period from the fiscal year ended March 31, 2024 to the fiscal year ending March 31, 2026, we intend to purchase treasury shares of around ¥13.0 billion.

For the fiscal year ended March 31, 2025, we plan to pay a year-end dividend of ¥40.00 per share, which includes a commemorative dividend of ¥10.00.

For the fiscal year ending March 31, 2026, we forecast a dividend of ¥30.00 per share in the second quarter and a year-end dividend of ¥40.00 per share.

## **2. Basic Policy Regarding Selection of Accounting Standards**

For the time being, the Group intends to use Japanese Generally Accepted Accounting Principles (Japanese GAAP) to prepare its consolidated financial statements in order to facilitate comparison with other financial periods and other companies.

As for the application of International Financial Accounting Standards (IFRS), the Group plans to appropriately respond after considering the circumstances in Japan and overseas.

### 3. Consolidated Financial Statements and Significant Notes Thereto

#### (1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	18,513	24,846
Notes and accounts receivable - trade, and contract assets	30,408	33,621
Merchandise and finished goods	20,044	22,387
Work in process	13,670	12,518
Raw materials and supplies	13,699	15,898
Other	3,350	7,510
Allowance for doubtful accounts	(50)	(24)
Total current assets	99,636	116,759
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,365	26,121
Machinery, equipment and vehicles, net	9,952	10,579
Land	51,765	52,553
Leased assets, net	592	842
Construction in progress	3,412	1,107
Other, net	2,957	3,592
Total property, plant and equipment	92,045	94,796
Intangible assets	342	329
Investments and other assets		
Investment securities	47,383	19,903
Long-term loans receivable	5,112	4,244
Deferred tax assets	432	1,271
Retirement benefit asset	2,692	7,004
Other	14,659	14,326
Allowance for doubtful accounts	(2,426)	(1,528)
Total investments and other assets	67,853	45,221
Total non-current assets	160,241	140,347
Total assets	259,878	257,107

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,267	13,982
Electronically recorded obligations - operating	11,135	7,296
Short-term borrowings	6,558	4,306
Lease liabilities	250	301
Accounts payable - other	9,862	14,141
Income taxes payable	3,169	5,675
Provision for bonuses	145	147
Provision for environmental measures	5	188
Provision for loss on litigation	136	–
Other provisions	67	95
Other	6,070	6,979
Total current liabilities	51,669	53,114
Non-current liabilities		
Bonds payable	5,000	5,000
Long-term borrowings	46,831	46,728
Lease liabilities	657	865
Deferred tax liabilities	17,083	11,578
Deferred tax liabilities for land revaluation	1,364	1,393
Retirement benefit liability	956	995
Provision for environmental measures	15	1,616
Other provisions	5	8
Asset retirement obligations	234	239
Other	2,788	1,995
Total non-current liabilities	74,935	70,420
Total liabilities	126,605	123,534
<b>Net assets</b>		
Shareholders' equity		
Share capital	28,208	28,208
Capital surplus	2	2
Retained earnings	73,046	82,385
Treasury shares	(4,707)	(1,940)
Total shareholders' equity	96,549	108,655
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	23,342	8,237
Deferred gains or losses on hedges	36	293
Revaluation reserve for land	2,575	2,512
Foreign currency translation adjustment	2,232	3,861
Remeasurements of defined benefit plans	5,172	7,248
Total accumulated other comprehensive income	33,358	22,154
Non-controlling interests	3,365	2,763
Total net assets	133,272	133,572
Total liabilities and net assets	259,878	257,107

**(2) Consolidated statement of income and consolidated statement of comprehensive income****Consolidated statement of income**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	188,255	201,216
Cost of sales	160,010	171,660
Gross profit	28,245	29,556
Selling, general and administrative expenses		
Freight and incidental costs	2,572	2,389
Salaries, allowances and bonuses	8,230	8,498
Provision for bonuses	78	79
Provision for retirement benefits	401	178
Research and development expenses	935	979
Other	7,503	7,668
Total selling, general and administrative expenses	19,721	19,793
Operating profit	8,524	9,763
Non-operating income		
Dividend income	991	930
Share of profit of entities accounted for using equity method	539	620
Foreign exchange gains	1,162	–
Reversal of allowance for doubtful accounts	12	287
Other	948	466
Total non-operating income	3,655	2,304
Non-operating expenses		
Interest expenses	510	539
Administrative expenses of inactive mountain	816	893
Foreign exchange losses	–	621
Other	467	307
Total non-operating expenses	1,795	2,362
Ordinary profit	10,384	9,705
Extraordinary income		
Gain on sale of investment securities	2,659	17,077
Other	13,433	457
Total extraordinary income	16,092	17,535
Extraordinary losses		
Provision for environmental measures	–	1,785
Demolition expenses of a rental building	458	–
Loss on liquidation of investments and loans in affiliated companies	2,058	–
Other	708	246
Total extraordinary losses	3,224	2,032
Profit before income taxes	23,252	25,208
Income taxes - current	5,378	7,547
Income taxes - deferred	1,552	(1,102)
Total income taxes	6,931	6,445
Profit	16,321	18,762
Profit attributable to non-controlling interests	224	143
Profit attributable to owners of parent	16,097	18,619

**Consolidated statement of comprehensive income**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	16,321	18,762
Other comprehensive income		
Valuation difference on available-for-sale securities	11,027	(15,105)
Deferred gains or losses on hedges	93	256
Revaluation reserve for land	–	(39)
Foreign currency translation adjustment	996	1,736
Remeasurements of defined benefit plans, net of tax	2,587	2,076
Share of other comprehensive income of entities accounted for using equity method	(250)	0
Total other comprehensive income	14,454	(11,074)
Comprehensive income	30,776	7,688
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	30,488	7,438
Comprehensive income attributable to non-controlling interests	287	249



**(3) Consolidated statement of changes in equity**

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	28,208	2	58,847	(3,086)	83,971
Changes during period					
Dividends of surplus			(1,905)		(1,905)
Profit attributable to owners of parent			16,097		16,097
Purchase of treasury shares				(1,621)	(1,621)
Reversal of revaluation reserve for land			7		7
Net changes in items other than shareholders' equity					
Total changes during period	—	—	14,198	(1,621)	12,577
Balance at end of period	28,208	2	73,046	(4,707)	96,549

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	12,320	(77)	2,582	1,564	2,584	18,974	3,103	106,050
Changes during period								
Dividends of surplus								(1,905)
Profit attributable to owners of parent								16,097
Purchase of treasury shares								(1,621)
Reversal of revaluation reserve for land								7
Net changes in items other than shareholders' equity	11,022	113	(7)	667	2,587	14,383	261	14,645
Total changes during period	11,022	113	(7)	667	2,587	14,383	261	27,222
Balance at end of period	23,342	36	2,575	2,232	5,172	33,358	3,365	133,272

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	28,208	2	73,046	(4,707)	96,549
Changes during period					
Dividends of surplus			(3,133)		(3,133)
Profit attributable to owners of parent			18,619		18,619
Purchase of treasury shares				(3,440)	(3,440)
Disposal of treasury shares		8		28	37
Cancellation of treasury shares		(6,178)		6,178	—
Reversal of revaluation reserve for land			22		22
Transfer of negative balance of other capital surplus		6,170	(6,170)		—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	9,338	2,767	12,106
Balance at end of period	28,208	2	82,385	(1,940)	108,655

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	23,342	36	2,575	2,232	5,172	33,358	3,365	133,272
Changes during period								
Dividends of surplus								(3,133)
Profit attributable to owners of parent								18,619
Purchase of treasury shares								(3,440)
Disposal of treasury shares								37
Cancellation of treasury shares								—
Reversal of revaluation reserve for land								22
Transfer of negative balance of other capital surplus								—
Net changes in items other than shareholders' equity	(15,104)	256	(62)	1,629	2,076	(11,203)	(602)	(11,805)
Total changes during period	(15,104)	256	(62)	1,629	2,076	(11,203)	(602)	300
Balance at end of period	8,237	293	2,512	3,861	7,248	22,154	2,763	133,572

**(4) Consolidated statement of cash flows**

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	23,252	25,208
Depreciation	4,387	4,835
Loss (gain) on sale of investment securities	(2,659)	(17,077)
Share of loss (profit) of entities accounted for using equity method	(539)	(620)
Increase (decrease) in allowance for doubtful accounts	1,583	(931)
Increase (decrease) in retirement benefit liability	(89)	(1,066)
Increase (decrease) in provision for environmental measures	(37)	1,783
Interest and dividend income	(1,331)	(1,047)
Interest expenses	510	539
Foreign exchange losses (gains)	(482)	252
Decrease (increase) in trade receivables	5,366	(2,813)
Decrease (increase) in inventories	(314)	(2,430)
Increase (decrease) in trade payables	1,109	(4,448)
Increase (decrease) in accounts payable - other	(3,832)	4,880
Other, net	(14,096)	(2,219)
Subtotal	12,828	4,845
Interest and dividends received	1,381	1,045
Interest paid	(503)	(537)
Income taxes paid	(4,116)	(5,458)
Other, net	902	110
Net cash provided by (used in) operating activities	10,492	5
<b>Cash flows from investing activities</b>		
Payments into time deposits	(319)	(585)
Proceeds from withdrawal of time deposits	–	476
Purchase of property, plant and equipment	(6,405)	(7,664)
Proceeds from sale of property, plant and equipment	5,464	382
Proceeds from sale of investment securities	3,128	23,529
Purchase of shares of subsidiaries and associates	–	(827)
Proceeds from sale of shares of subsidiaries and associates	430	–
Other, net	(383)	(213)
Net cash provided by (used in) investing activities	1,915	15,098
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	14,748	35,673
Repayments of short-term borrowings	(21,860)	(35,575)
Proceeds from long-term borrowings	6,630	3,630
Repayments of long-term borrowings	(9,180)	(6,067)
Proceeds from issuance of bonds	5,000	–
Repayments of finance lease liabilities	(231)	(302)
Purchase of treasury shares	(1,621)	(3,440)
Dividends paid	(1,904)	(3,127)
Other, net	(26)	(24)
Net cash provided by (used in) financing activities	(8,446)	(9,234)
Effect of exchange rate change on cash and cash equivalents	625	328
Net increase (decrease) in cash and cash equivalents	4,587	6,197
Cash and cash equivalents at beginning of period	13,606	18,193
Cash and cash equivalents at end of period	18,193	24,391

**(5) Notes to consolidated financial statements**

**Notes on going concern assumptions**

Not applicable.

**Changes in accounting policies**

Application of Accounting Standard for Current Income Taxes, Etc.

The Company has applied the “Accounting Standard for Current Income Taxes” (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022; the “Revised Accounting Standard of 2022”) and other relevant ASBJ regulations from the beginning of the fiscal year ended March 31, 2025.

Revisions to categories for recording current income taxes (taxation on other comprehensive income) conform to the transitional treatment in the proviso of paragraph 20-3 of the Revised Accounting Standard of 2022 and to the transitional treatment in the proviso of paragraph 65-2(2) of the “Guidance on Accounting Standard for Tax Effect Accounting” (ASBJ Guidance No. 28, October 28, 2022; the “Revised Guidance on Accounting Standard of 2022”). This change in accounting policies has no impact on the consolidated financial statements.

In addition, regarding the revisions related to revised treatment in the consolidated financial statements of the deferral for tax purposes of gains or losses arising from the sale of shares of subsidiaries and other securities between consolidated companies, the Company has applied the Revised Guidance on Accounting Standard of 2022 from the beginning of the fiscal year ended March 31, 2025. The change in the accounting policy has been applied retrospectively. Therefore, the new accounting policy was reflected in the consolidated financial statements for the previous fiscal year. This change in accounting policies has no impact on the consolidated financial statements for the previous fiscal year.

Application of “Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules”

The Company has applied the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules (ASBJ Practical Solution No. 46, March 22, 2024), from the beginning of the fiscal year ended March 31, 2025. This application has no impact on the consolidated financial statements.

## Notes to segment information

[Segment information]

### 1. Overview of reportable segments

The reportable segments of the Group are components of the Group for which discrete financial information is available and regularly reviewed by the Board of Directors to make decisions about the allocation of managerial resources and to assess their performance.

The Group is mainly engaged in the manufacturing and sales of machinery, copper smelting on consignment and sales, and the manufacturing and sales of electronics and chemicals in Japan and overseas.

In the Group, under the operating holding company structure, each core operating company establishes comprehensive strategies and conducts business activities in Japan and overseas for the products it handles, and the Company manages and monitors each core operating company.

As such, the Group is composed mainly of segments structured around products based on its core operating companies. There are seven reporting segments: “Industrial Machinery,” “Rock Drill Machinery,” “UNIC Machinery,” “Metals,” “Electronics,” “Chemicals,” and “Real Estate.”

The Industrial Machinery segment manufactures, sells, and services pumps, crushers, grinding mills, classifiers, separators, conveyor belts, environmental preservation machines, recycling plants, steel structures, bridges, etc., and concludes various construction contracts. The Rock Drill Machinery segment manufactures and sells rock drills such as hydraulic breakers, hydraulic crushers, blast hole drills (pneumatic and hydraulic crawler drills, down-the-hole-drills, attachment drills, etc.), and tunnel and mining drill jumbos (tunnel drill jumbos, concrete sprayers, drill jumbos used in mines, etc.). The UNIC Machinery segment manufactures and sells UNIC cranes, mini crawler cranes, ocean cranes, and UNIC carriers. After purchasing copper concentrates from overseas, the Metals segment manufactures and sells electrolytic copper, electrolytic gold, electrolytic silver, and sulfuric acid which are smelted on consignment by joint smelting companies. This segment also digs and sells limestone. The Electronics segment manufactures and sells high-purity metallic arsenic, crystal products, cores and coils, aluminium nitride ceramics, and optical components. The Chemicals segment manufactures and sells sulfuric acid, polyferric sulfate solutions, sulfuric acid bands, cuprous oxide, and cupric oxide, and sells titanium oxide. The Real Estate segment is engaged in the leasing and transaction of real estate.

### 2. Method for calculating amounts of net sales, profit or loss, assets, and other items by reportable segment

The accounting method for the operating segments that are reportable is the same as described in “Significant Matters as Basis for Preparing Consolidated Financial Statements” (in Japanese only).

The profit stated for the reportable segments is a figure based on operating profit. Intersegment revenue or transfers are based on actual market price.

### 3. Information relating to the amounts of net sales, profit or loss, assets, and other items by reportable segment

Fiscal year ended March 31, 2024

(Millions of yen)

	Reportable segment					
	Industrial Machinery	Rock Drill Machinery	UNIC Machinery	Metals	Electronics	Chemicals
Net sales						
Net sales to external customers	15,548	38,682	27,853	84,712	6,766	8,908
Intersegment net sales or transfers	2,849	5	345	244	—	56
Total	18,398	38,688	28,199	84,957	6,766	8,965
Segment profit (loss)	389	4,148	1,158	1,945	212	608
Segment assets	30,080	38,071	31,213	27,650	8,627	17,380
Other items						
Depreciation	508	989	1,216	222	415	237
Amortization of goodwill	—	1	8	—	—	—
Investments in entities accounted for using equity method	—	—	136	622	—	—
Increase in property, plant and equipment and intangible assets	2,547	1,025	857	428	720	432

	Reportable segment		Others (Note 1)	Total	Eliminations/ corporate (Note 2)	Amount recorded in the consolidated statement of income (Note 3)
	Real Estate	Total				
Net sales						
Net sales to external customers	1,873	184,346	3,908	188,255	—	188,255
Intersegment net sales or transfers	9	3,511	1,878	5,390	(5,390)	—
Total	1,883	187,858	5,787	193,645	(5,390)	188,255
Segment profit (loss)	470	8,932	(293)	8,638	(114)	8,524
Segment assets	34,889	187,912	5,293	193,205	66,672	259,878
Other items						
Depreciation	397	3,987	151	4,139	55	4,194
Amortization of goodwill	—	10	—	10	—	10
Investments in entities accounted for using equity method	—	759	197	957	—	957
Increase in property, plant and equipment and intangible assets	1,232	7,243	183	7,427	585	8,013

Notes: 1. The “Others” category refers to business segments not included in the reportable segments, and includes the metal powder business, casting business, transportation business, and other businesses.

2. Eliminations/corporate are as follows:

(1) Segment profit (loss) adjustment of ¥(114) million includes eliminations of intersegment transactions of ¥5 million and company-wide expenses not allocated to each reportable segment of ¥(120) million. Company-wide expenses are mainly expenses related to deserted metal mine assets and deserted coal mine assets that do not belong to the reportable segments.

(2) Segment assets adjustment is ¥66,672 million, composed mainly of surplus working capital (cash and deposits) and long-term investment funds (investment securities).

3. Segment profit (loss) is adjusted to operating profit in the consolidated statement of income.

## Fiscal year ended March 31, 2025

(Millions of yen)

	Reportable segment					
	Industrial Machinery	Rock Drill Machinery	UNIC Machinery	Metals	Electronics	Chemicals
Net sales						
Net sales to external customers	22,213	35,003	29,084	92,384	6,545	9,827
Intersegment net sales or transfers	3,428	13	301	244	–	58
Total	25,641	35,016	29,386	92,629	6,545	9,885
Segment profit (loss)	2,206	2,795	977	2,418	125	625
Segment assets	33,602	40,191	31,422	34,978	8,311	18,271
Other items						
Depreciation	781	1,005	1,265	284	461	256
Amortization of goodwill	–	3	8	–	–	–
Investments in entities accounted for using equity method	–	–	145	1,259	–	–
Increase in property, plant and equipment and intangible assets	418	1,266	1,038	307	349	791

	Reportable segment		Others (Note 1)	Total	Eliminations/ corporate (Note 2)	Amount recorded in the consolidated statement of income (Note 3)
	Real Estate	Total				
Net sales						
Net sales to external customers	2,071	197,130	4,085	201,216	–	201,216
Intersegment net sales or transfers	7	4,054	2,139	6,193	(6,193)	–
Total	2,079	201,185	6,224	207,410	(6,193)	201,216
Segment profit (loss)	686	9,837	15	9,852	(89)	9,763
Segment assets	36,441	203,218	4,904	208,123	48,983	257,107
Other items						
Depreciation	362	4,416	138	4,555	38	4,593
Amortization of goodwill	–	11	–	11	–	11
Investments in entities accounted for using equity method	–	1,405	–	1,405	–	1,405
Increase in property, plant and equipment and intangible assets	2,074	6,245	534	6,780	876	7,657

Notes: 1. The “Others” category refers to business segments not included in the reportable segments, and includes the metal powder business, casting business, transportation business, and other businesses.

2. Eliminations/corporate are as follows:

- (1) Segment profit (loss) adjustment of ¥(89) million includes eliminations of intersegment transactions of ¥32 million and company-wide expenses not allocated to each reportable segment of ¥(122) million. Company-wide expenses are mainly expenses related to deserted metal mine assets and deserted coal mine assets that do not belong to the reportable segments.
- (2) Segment assets adjustment is ¥48,983 million, composed mainly of surplus working capital (cash and deposits) and long-term investment funds (investment securities).

3. Segment profit (loss) is adjusted to operating profit in the consolidated statement of income.

**Per share information**

(Yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net assets per share	3,493.08	3,696.26
Basic earnings per share	429.28	510.64

Notes: 1. The amount of diluted earnings per share is not provided because there are no potential shares.

2. The bases for calculating basic earnings per share are as follows:

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Basic earnings per share		
Profit attributable to owners of parent (Millions of yen)	16,097	18,619
Profit (loss) not attributable to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent pertaining to common shares (Millions of yen)	16,097	18,619
Average number of outstanding common shares during the period (Thousands of shares)	37,498	36,463

**Material subsequent events**

(Memorandum of Understanding for potential acquisition of shares of EarthTechnica Co., Ltd.)

At the Board of Directors meeting held on May 13, 2025, the Company resolved to enter into a Memorandum of Understanding to commence discussions and negotiations regarding the acquisition of shares of EarthTechnica Co., Ltd. (“EarthTechnica”), a subsidiary of Kawasaki Heavy Industries, Ltd. (“Kawasaki Heavy Industries”), from Kawasaki Heavy Industries. The Memorandum of Understanding was executed on the same day.

**(1) Reason for the Memorandum of Understanding (share acquisition)**

Leveraging its extensive mechanical technologies cultivated in the mining sector, the Company positions its machinery business, which supports social infrastructure globally, as its core business and is committed to enhancing corporate value.

EarthTechnica possesses advanced technologies for crushing, grinding, and sorting, and has earned a strong reputation across diverse fields such as quarry market essential for infrastructure development, waste recycling contributing to a circular economy, and applications in the pharmaceutical and food industries.

The share acquisition will enable the Group to integrate EarthTechnica’s outstanding technological capabilities and customer trust, leading to significant advancements in its technological strength, productivity, cost competitiveness, and customer services within its industrial machinery segment. This share acquisition is also expected to drive further development in the domestic quarry industry.

Driven by the growing global emphasis on environmental protection, the Company plans to invest management resources in the environmental recycling sector, a major focus area for EarthTechnica, thereby actively contributing to global environmental preservation.

In the global mining and quarry market, the Group boasts a strong track record and high recognition in the rock drill segment, while EarthTechnica has established a reputation in the field of large-scale mining machinery. By combining the sales and service networks of both companies, the Company expects to expand its business domains to encompass the full spectrum of the mining and quarry industries—from upstream to downstream—leading to stronger overseas operations and significant synergy effects in international markets.



As stated above, the Group executed the Memorandum of Understanding, believing that by pursuing synergies between the Group's machinery business, which is compatible with EarthTechnica's operations, and investing management resources, both businesses will be further strengthened and expanded.

(2) Counterparty company to Memorandum of Understanding

Kawasaki Heavy Industries, Ltd.

(3) Company subject to the share acquisition

The target of the share acquisition is EarthTechnica, a subsidiary of Kawasaki Heavy Industries, along with its subsidiary.

(4) Overview of EarthTechnica (Fiscal year ended March 31, 2025)

Company name	EarthTechnica Co., Ltd.
Date of establishment	June 15, 1987
Address	2-4 Kanda Jimbocho, Chiyoda-ku, Tokyo 101-0051, Japan
Name/title of representative	Masahiko Nishi, President and Representative Director
Main business	1. Design, construction, and supervision of civil engineering works, construction works, piping works, machinery and equipment installation works, waste treatment facility works, electrical works, and steel structure works. 2. Design, manufacture, and sale of crushers, pulverizers, classifiers, grinding machines, dryers, powder processing equipment, and related plant systems. 3. Design, manufacture, and sale of recycling equipment and plants for construction waste, industrial waste, general waste, and other materials. 4. Design, manufacture, and sale of special cast products such as wear-resistant and heat-resistant cast steel and iron components. 5. Manufacture and sale of spare parts and replacement components for the products listed in items 2, 3, and 4 above. 6. Installation, maintenance, inspection, repair, operation, and management of the products listed in each of the above items. 7. All other businesses incidental or related to the products and services listed above. 8. Purchase and sale of used equipment as specified in items 2 and 3 above.
Capitalization	¥1,200 million
No. of employees	336 people
Major shareholders (equity ownership)	Kawasaki Heavy Industries, Ltd. (100%)

## (5) Method of share acquisition

The Company will acquire all shares of EarthTechnica held by Kawasaki Heavy Industries in two stages. In the first stage, the Company plans to acquire a majority of the shares. In the second stage, the Company plans to acquire the remaining shares.

## (6) Schedule of share acquisition

May 13, 2025	Execution of the Memorandum of Understanding
Late December 2025 (planned)	Execution of the Definitive Agreement
April 1, 2026 (planned)	First stage of the share acquisition (EarthTechnica to become a consolidated subsidiary of the Company)
April 1, 2027 (planned)	Second stage of the share acquisition (EarthTechnica to become a wholly owned subsidiary of the Company)

# Supplementary Material on Financial Results for the Fiscal Year Ended March 31, 2025

May 13, 2025

Furukawa Co., Ltd.

## Net sales

(Yen amounts are rounded down to millions.)

	Fiscal year ended March 31, 2025	Year-on-year change
Machinery business	86,301	4,216
Industrial Machinery segment	22,213	6,664
Rock Drill Machinery segment	35,003	(3,678)
UNIC Machinery segment	29,084	1,231
Materials business	108,757	8,369
Metals segment	92,384	7,671
Electronics segment	6,545	(221)
Chemicals segment	9,827	918
Real Estate segment	2,071	198
Others segment	4,085	177
Total	201,216	12,961

Fiscal year ending March 31, 2026	
Forecast	Year-on-year change
88,800	2,498
21,700	(513)
36,400	1,396
30,700	1,615
97,700	(11,057)
80,200	(12,184)
7,600	1,054
9,900	72
2,100	28
4,400	314
193,000	(8,216)

## Operating profit

	Fiscal year ended March 31, 2025	Year-on-year change
Machinery business	5,980	284
Industrial Machinery segment	2,206	1,817
Rock Drill Machinery segment	2,795	(1,352)
UNIC Machinery segment	977	(180)
Materials business	3,169	403
Metals segment	2,418	473
Electronics segment	125	(87)
Chemicals segment	625	17
Real Estate segment	686	216
Others segment	15	309
(Subtotal)	9,852	1,214
Eliminations/corporate	(89)	24
Total	9,763	1,239

Fiscal year ending March 31, 2026	
Forecast	Year-on-year change
6,500	519
2,300	93
2,200	(595)
2,000	1,022
(100)	(3,269)
(1,300)	(3,718)
500	374
700	74
700	13
0	(15)
7,100	(2,752)
(100)	(10)
7,000	(2,763)

## Exchange rate • Copper price

		Fiscal year ended March 31, 2025	Year-on-year change
Exchange rate	Yen/\$	152.6	7.9
Copper price	\$/mt	9,370	1,008

Fiscal year ending March 31, 2026	
Forecast	Year-on-year change
145.0	(7.6)
9,000	(370)

\* Reference Information (the below values are reference values)

1. Industrial Machinery segment order balance

The Industrial Machinery segment mainly provides built-to-order manufacturing, and the order balance as of the end of the fiscal year under review is as follows.

	As of March 31, 2025	Year-on-year change
Order backlog	¥10.0 billion	¥(5.8) billion

2. Profit or loss from metal price fluctuations in the Metals segment

	Fiscal year ended March 31, 2025	Year-on-year change
Operating profit	¥2.41 billion	¥0.47 billion
Of which was due to price fluctuations	¥2.18 billion	¥0.86 billion
Copper	[¥0.30 billion]	[¥0.11 billion]
Gold	[¥1.74 billion]	[¥0.71 billion]