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August 7, 2024

Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: Furukawa Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 5715
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 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

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

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

(1) Consolidated operating results (cumulative)

(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	%
Three months ended June 30, 2024	47,657	0.4	2,296	(16.9)	3,130	(26.6)	2,258	(7.2)
June 30, 2023	47,472	(9.8)	2,761	25.9	4,267	23.4	2,434	3.5

Note: Comprehensive income For the three months ended June 30, 2024: ¥ 2,142 million [(57.6)%]
 For the three months ended June 30, 2023: ¥ 5,057 million [264.4%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2024	60.72	–
June 30, 2023	63.87	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2024	267,866	133,345	48.5
March 31, 2024	259,878	133,272	50.0

Reference: Equity

As of June 30, 2024: ¥ 129,930 million

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

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	0.00	–	55.00	55.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (Forecast)		30.00	–	30.00	60.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2025 (from 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
Six months ending September 30, 2024	91,000	(4.0)	3,700	(19.6)	3,700	(39.1)	10,000	(22.6)	268.89
Fiscal year ending March 31, 2025	187,700	(0.3)	8,700	2.1	8,000	(23.0)	14,000	(13.0)	376.45

Note: Revisions to the forecast of financial results most recently announced: None

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(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

(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

(4) Number of issued shares (common shares)

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

As of June 30, 2024	40,445,568 shares
As of March 31, 2024	40,445,568 shares

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

As of June 30, 2024	3,255,793 shares
As of March 31, 2024	3,255,730 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	37,189,789 shares
Three months ended June 30, 2023	38,115,979 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

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, (3) Information regarding consolidated performance forecasts and other forward-looking statements” on page 5 of the attached material for the suppositions that form the assumptions for earnings forecasts and cautions concerning the use thereof.

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1. Performance Overview

Matters concerning forward-looking statements in the text are according to the judgment as of the end of the first quarter of the fiscal year ending March 31, 2025.

(1) Operating results

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Net sales	47,472	47,657	185
Operating profit	2,761	2,296	(465)
Ordinary profit	4,267	3,130	(1,137)
Profit attributable to owners of parent	2,434	2,258	(176)

In the first quarter under review (April 1–June 30, 2024), the Japanese economy experienced a gradual recovery, supported by various government policies and an improving employment and income environment. Corporate earnings also showed overall improvement. On the other hand, several factors posed a risk of downward pressure on the domestic economy. These included the slowdown of overseas economies due to continued high interest rates in Europe and the United States, as well as concerns about the Chinese economy and the situations in Ukraine and the Middle East.

In this economic environment, the Furukawa Company Group posted consolidated net sales of ¥47,657 million, an increase of ¥185 million year on year, and operating profit of ¥2,296 million, a decrease of ¥465 million. The Industrial Machinery segment reported higher sales and lower operating profit, while the Rock Drill Machinery and the UNIC Machinery segments posted declines in both sales and operating profit. Overall, the Machinery business reported higher sales and lower operating profit. In the Materials business, the Metals and Electronics segments recorded lower sales and operating profit, while the Chemicals segment posted higher sales and operating profit. As a result, the Materials business as a whole posted lower sales and operating profit. The Real Estate business reported increases in both sales and operating profit. Within non-operating income, we posted ¥484 million in dividend income. As a result, ordinary profit amounted to ¥3,130 million, down ¥1,137 million year on year. After recording income taxes of ¥774 million, profit attributable to owners of parent was ¥2,258 million, down ¥176 million.

Below is a summary of sales and operating profit (loss) by reportable segment.

Industrial Machinery

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	2,348	4,847	2,499
Operating profit	(4)	(217)	(212)

The Industrial Machinery segment posted sales of ¥4,847 million, up ¥2,499 million year on year, and an operating loss of ¥217 million, up ¥212 million. As for revenue, sales of material machinery increased due to greater shipments of main units and an increase in the sales volume of crushed stone plants. In the contractor business, we reported sales corresponding to progress of bridge-related projects, including the Inuma River Viaduct, Takasu No. 1 Bridge, and two other bridges, resulting in an increase in sales. With respect to material machinery, we incurred additional costs due to delays in plant construction and other factors. As a result, the segment recorded an operating loss for the period.

Rock Drill Machinery

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	9,350	8,875	(475)
Operating profit	961	846	(115)

Sales in the Rock Drill Machinery segment totaled ¥8,875 million, down ¥475 million year on year, and operating profit was ¥846 million, down ¥115 million. In Japan, sales decreased due to lower shipments of hydraulic crawler drills and tunnel drill jumbos. Overseas, we reported higher sales of hydraulic crawler drills in North America, and the weaker yen also had a positive effect on sales. Due to a lull in demand for hydraulic breakers in North America, however, overall overseas sales declined.

UNIC Machinery

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	7,167	6,999	(167)
Operating profit	446	340	(106)

Sales in the UNIC Machinery segment amounted to ¥6,999 million, down ¥167 million year on year, and operating profit was ¥340 million, down ¥106 million. In Japan, the supply of trucks remained unstable, but shipments of UNIC cranes were on a par with the previous corresponding period. Due to lower shipments of UNIC carriers, however, overall domestic sales declined. Overseas, shipments of UNIC cranes to Asia and the Middle East increased, but shipments of mini-crawler cranes to North America and Europe decreased, resulting in a decline in overseas sales.

[Machinery Business Total]

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	18,866	20,722	1,856
Operating profit	1,404	970	(434)

Total sales of the Machinery business—consisting of the Industrial Machinery, Rock Drill Machinery, and UNIC Machinery segments—amounted to ¥20,722 million, an increase of ¥1,856 million year on year, while operating profit was ¥970 million, a decrease of ¥434 million.

Metals

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	23,049	21,441	(1,608)
Operating profit	933	887	(45)

Sales in the Metals segment amounted to ¥21,441 million, down ¥1,608 million year on year, and operating profit was ¥887 million, down ¥45 million. The overseas market price for electrolytic copper started the period at US\$8,920.00/ton and hit a two-year high of US\$10,857.00/ton on May 20, 2024, due to continued speculative buying. The price subsequently weakened to US\$9,476.50/ton at the end of the period, mainly due to profit-taking by speculators and renewed concerns over the real estate crisis in China. Electrolytic copper production was 11,586 tons, down 1,662 tons from the previous corresponding period. Despite a decrease in sales volume, sales in

value terms increased due to higher overseas market prices and a weaker yen. On the other hand, sales of electrolytic gold decreased due to a decline in sales volume.

Electronics

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	1,765	1,507	(258)
Operating profit	173	(3)	(176)

The Electronics segment posted sales of ¥1,507 million, down ¥258 million year on year, and an operating loss of ¥3 million, compared with operating profit of ¥173 million in the previous corresponding period. Sales of aluminum nitride ceramics increased due to signs of recovery in demand for parts for semiconductor manufacturing equipment. However, sales of crystal products were impacted by inventory adjustments by users, and sales of coils were affected by the suspension of shipments by some automakers, resulting in a year-on-year decline in segment sales.

Chemicals

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	2,341	2,467	125
Operating profit	211	244	32

Sales in the Chemicals segment amounted to ¥2,467 million, up ¥125 million year on year, and operating profit was ¥244 million, up ¥32 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 a decline in 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.

[Material Business Total]

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	27,156	25,415	(1,740)
Operating profit	1,318	1,128	(190)

Total sales of the Materials business—consisting of the Metals, Electronics, and Chemicals segments—amounted to ¥25,415 million, a decrease of ¥1,740 million year on year, and operating profit was ¥1,128 million, a decrease of ¥190 million.

Real Estate

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	443	511	68
Operating profit	112	185	72

Sales in the Real Estate business amounted to ¥511 million, up ¥68 million year on year, and operating profit was ¥185 million, up ¥72 million. As for the Muromachi Furukawa Mitsui

Building (commercial name: COREDO Muromachi 2), our main facility, commercial rent revenues, which are variable and based on sales at each commercial facility, recovered to pre-COVID-19 level, while office revenues increased on the back of improved vacancy rates.

Others

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Sales	1,006	1,007	0
Operating profit	(60)	34	95

This segment covers metal powder, casting, transportation, and other businesses. In the period under review, the segment recorded sales of ¥1,007 million, unchanged year on year, and operating profit of ¥34 million, compared with an operating loss of ¥60 million in the previous corresponding period.

(2) Financial position

(Millions of yen)

	End of previous fiscal year	End of the first quarter of the fiscal year ending March 31, 2025	Change from end of previous fiscal year
Total assets	259,878	267,866	7,988
Liabilities	126,605	134,521	7,915
(Interest-bearing debt)	58,389	64,340	5,951
Net assets	133,272	133,345	72
Equity-to-asset ratio (%)	50.0	48.5	(1.5)

At the end of the period (June 30, 2024), total assets amounted to ¥267,866 million, an increase of ¥7,988 million from March 31, 2024. Main factors included a decrease in cash and deposits and an increase in merchandise and finished goods, as well as raw materials and supplies. Prepaid expenses (included in “Other” under “Current assets”) also increased due to higher payments for raw metal ore. Interest-bearing debt totaled ¥64,340 million, up ¥5,951 million. Net assets amounted to ¥133,345 million, up ¥72 million.

(3) Information regarding consolidated performance forecasts and other forward-looking statements

The Furukawa Company Group has made no changes to its full-year performance forecasts announced on May 13, 2024.

2. Quarterly Consolidated Financial Statements and Significant Notes Thereto

(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	18,513	13,992
Notes and accounts receivable - trade, and contract assets	30,408	31,702
Merchandise and finished goods	20,044	22,421
Work in process	13,670	12,788
Raw materials and supplies	13,699	16,853
Other	3,350	10,773
Allowance for doubtful accounts	(50)	(45)
Total current assets	99,636	108,486
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,365	25,187
Land	51,765	51,709
Other, net	16,914	14,773
Total property, plant and equipment	92,045	91,670
Intangible assets	342	329
Investments and other assets		
Investment securities	47,383	46,247
Other	22,897	23,010
Allowance for doubtful accounts	(2,426)	(1,878)
Total investments and other assets	67,853	67,379
Total non-current assets	160,241	159,379
Total assets	259,878	267,866

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,267	17,152
Electronically recorded obligations - operating	11,135	10,953
Short-term borrowings	6,558	13,219
Income taxes payable	3,169	750
Provisions	356	452
Other	16,183	18,415
Total current liabilities	51,669	60,943
Non-current liabilities		
Bonds payable	5,000	5,000
Long-term borrowings	46,831	46,121
Provisions	20	27
Retirement benefit liability	956	965
Asset retirement obligations	234	235
Other	21,893	21,227
Total non-current liabilities	74,935	73,577
Total liabilities	126,605	134,521
Net assets		
Shareholders' equity		
Share capital	28,208	28,208
Capital surplus	2	2
Retained earnings	73,046	73,259
Treasury shares	(4,707)	(4,708)
Total shareholders' equity	96,549	96,761
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	23,342	22,721
Deferred gains or losses on hedges	36	(136)
Revaluation reserve for land	2,575	2,575
Foreign currency translation adjustment	2,232	2,958
Remeasurements of defined benefit plans	5,172	5,049
Total accumulated other comprehensive income	33,358	33,168
Non-controlling interests	3,365	3,415
Total net assets	133,272	133,345
Total liabilities and net assets	259,878	267,866

(2) Quarterly consolidated statement of income and consolidated statement of comprehensive income
Quarterly consolidated statement of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	47,472	47,657
Cost of sales	39,902	40,626
Gross profit	7,570	7,031
Selling, general and administrative expenses	4,808	4,735
Operating profit	2,761	2,296
Non-operating income		
Dividend income	500	484
Share of profit of entities accounted for using equity method	88	274
Foreign exchange gains	950	464
Other	412	134
Total non-operating income	1,952	1,358
Non-operating expenses		
Interest expenses	119	128
Administrative expenses of inactive mountain	216	254
Other	109	140
Total non-operating expenses	446	524
Ordinary profit	4,267	3,130
Extraordinary income		
Gain on sale of investment securities	28	6
Subsidy income	-	12
Gain on sale of golf club membership	-	11
Other	1	1
Total extraordinary income	30	32
Extraordinary losses		
Impairment losses	-	63
Demolition expenses of a rental building	458	-
Other	56	21
Total extraordinary losses	514	84
Profit before income taxes	3,783	3,078
Income taxes - current	417	565
Income taxes - deferred	859	208
Total income taxes	1,277	774
Profit	2,506	2,303
Profit attributable to non-controlling interests	71	45
Profit attributable to owners of parent	2,434	2,258

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	2,506	2,303
Other comprehensive income		
Valuation difference on available-for-sale securities	2,938	(620)
Deferred gains or losses on hedges	(500)	(172)
Foreign currency translation adjustment	154	754
Remeasurements of defined benefit plans, net of tax	(33)	(122)
Share of other comprehensive income of entities accounted for using equity method	(8)	–
Total other comprehensive income	2,550	(161)
Comprehensive income	5,057	2,142
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,963	2,068
Comprehensive income attributable to non-controlling interests	93	74

(3) Notes to quarterly 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 first quarter of the fiscal year ending 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 quarterly 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 first quarter of the fiscal year ending March 31, 2025. The change in the accounting policy has been applied retrospectively. Therefore, the new accounting policy was reflected in the quarterly consolidated financial statements for the same period of the previous fiscal year and in the consolidated financial statements for the previous fiscal year. However, there is no impact on the quarterly consolidated financial statements for the same period of the previous fiscal year and on the consolidated financial statements for the previous fiscal year as a result of this change in accounting policy.

(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; hereinafter “ASBJ PITF No. 46”), from the beginning of the first quarter ended June 30, 2024.

As the Company has applied paragraph 7 of ASBJ PITF No. 46, paragraph 7, for first quarter ended June 30, 2024, the Company does not record current taxes related to the global minimum tax rules. As a result, there is no impact on the quarterly consolidated financial statements.

Notes on significant changes in the amount of shareholders’ equity

Not applicable.

Notes to quarterly consolidated financial statement of cash flows

Quarterly consolidated statements of cash flows for the three months ended June 30, 2024 are not prepared. The amounts of depreciation (including amortization related to intangible assets excluding goodwill) for the three months ended June 30, 2024 are as follows:

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Depreciation	1,068	1,188

Notes to segment information

[Segment information]

1. Three months ended June 30, 2023

(1) Information relating to the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segment					
	Industrial Machinery	Rock Drill Machinery	UNIC Machinery	Metals	Electronics	Chemicals
Net sales						
Net sales to external customers	2,348	9,350	7,167	23,049	1,765	2,341
Intersegment net sales or transfers	796	1	93	58	–	14
Total	3,144	9,352	7,260	23,108	1,765	2,355
Segment profit (loss)	(4)	961	446	933	173	211

	Reportable segment		Others (Note 1)	Total	Eliminations/ corporate (Note 2)	Amount recorded in the quarterly consolidated statement of income (Note 3)
	Real Estate	Total				
Net sales						
Net sales to external customers	443	46,465	1,006	47,472	–	47,472
Intersegment net sales or transfers	2	966	469	1,436	(1,436)	–
Total	445	47,432	1,476	48,909	(1,436)	47,472
Segment profit (loss)	112	2,835	(60)	2,775	(13)	2,761

- 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. Segment profit (loss) adjustment of ¥(13) million includes eliminations of intersegment transactions of ¥14 million and company-wide expenses not allocated to each reportable segment of ¥(28) 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.
3. Segment profit (loss) is adjusted to operating profit in the quarterly consolidated statement of income.

2. Three months ended June 30, 2024

(1) Information relating to the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segment					
	Industrial Machinery	Rock Drill Machinery	UNIC Machinery	Metals	Electronics	Chemicals
Net sales						
Net sales to external customers	4,847	8,875	6,999	21,441	1,507	2,467
Intersegment net sales or transfers	771	1	50	61	–	14
Total	5,619	8,876	7,050	21,502	1,507	2,481
Segment profit (loss)	(217)	846	340	887	(3)	244

	Reportable segment		Others (Note 1)	Total	Eliminations/ corporate (Note 2)	Amount recorded in the quarterly consolidated statement of income (Note 3)
	Real Estate	Total				
Net sales						
Net sales to external customers	511	46,650	1,007	47,657	–	47,657
Intersegment net sales or transfers	2	901	490	1,392	(1,392)	–
Total	514	47,552	1,497	49,049	(1,392)	47,657
Segment profit (loss)	185	2,283	34	2,318	(22)	2,296

- 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. Segment profit (loss) adjustment of ¥(22) million includes eliminations of intersegment transactions of ¥6 million and company-wide expenses not allocated to each reportable segment of ¥(29) 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.
3. Segment profit (loss) is adjusted to operating profit in the quarterly consolidated statement of income.

(2) Information relating to impairment losses on non-current assets, goodwill, etc., by reportable segment

Significant impairment losses on non-current assets

The Company recorded impairment losses in the Rock Drill Machinery segment. The recorded amount of such impairment losses was ¥63 million in the first three months ended June 30, 2024.

Supplementary Material on Financial Results for the Three Months Ended June 30, 2024

August 7, 2024
Furukawa Co., Ltd.

Net sales

(Yen amounts are rounded down to millions.)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change	Fiscal year ending March 31, 2025			
				Six month forecast	Year-on- year change	Forecast	Year-on- year change
Machinery business	18,866	20,722	1,856	41,400	1,097	84,300	2,214
Industrial Machinery segment	2,348	4,847	2,499	8,600	2,545	19,100	3,551
Rock Drill Machinery segment	9,350	8,875	(475)	17,800	(2,161)	33,400	(5,282)
UNIC Machinery segment	7,167	6,999	(167)	15,000	713	31,800	3,946
Materials business	27,156	25,415	(1,740)	46,500	(5,003)	97,000	(3,388)
Metals segment	23,049	21,441	(1,608)	38,500	(4,859)	80,100	(4,612)
Electronics segment	1,765	1,507	(258)	3,100	(440)	7,400	633
Chemicals segment	2,341	2,467	125	4,900	296	9,500	591
Real Estate segment	443	511	68	1,000	96	2,100	226
Others segment	1,006	1,007	0	2,100	16	4,300	391
Total	47,472	47,657	185	91,000	(3,793)	187,700	(555)

Operating profit

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change	Fiscal year ending March 31, 2025			
				Six month forecast	Year-on- year change	Forecast	Year-on- year change
Machinery business	1,404	970	(434)	2,200	(381)	6,800	1,103
Industrial Machinery segment	(4)	(217)	(212)	100	383	1,500	1,110
Rock Drill Machinery segment	961	846	(115)	1,400	(746)	2,900	(1,248)
UNIC Machinery segment	446	340	(106)	700	(17)	2,400	1,241
Materials business	1,318	1,128	(190)	1,300	(612)	1,500	(1,265)
Metals segment	933	887	(45)	900	(354)	500	(1,445)
Electronics segment	173	(3)	(176)	0	(274)	400	187
Chemicals segment	211	244	32	400	16	600	(8)
Real Estate segment	112	185	72	300	73	600	129
Others segment	(60)	34	95	(100)	(13)	(100)	193
(Subtotal)	2,775	2,318	(456)	3,700	(934)	8,800	161
Eliminations/corporate	(13)	(22)	(9)	0	34	(100)	14
Total	2,761	2,296	(465)	3,700	(899)	8,700	175

Exchange rate/Copper price

		Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change	Fiscal year ending March 31, 2025			
					Six month forecast	Year-on- year change	Forecast	Year-on- year change
Exchange rate	Yen/\$	137.4	155.9	18.5	152.9	11.9	151.5	6.8
Copper price	\$/mt	8,478	9,751	1,273	9,376	959	9,188	826

* 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 first quarter is as follows.

	As of June 30, 2023	As of June 30, 2024	Year-on-year change
Order backlog	¥16.3 billion	¥14.1 billion	¥(2.1) billion

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

	Three months ended June 30, 2023	Three months ended June 30, 2024	Year-on-year change
Operating profit	¥0.93 billion	¥0.88 billion	¥(0.04) billion
Of which was due to price fluctuations	¥0.70 billion	¥0.60 billion	¥(0.09) billion
Copper	[¥0.30 billion]	[¥0.36 billion]	[¥0.06 billion]
Gold	[¥0.36 billion]	[¥0.20 billion]	[¥(0.16) billion]