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February 10, 2025

Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

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 Listing: Tokyo Stock Exchange
 Securities code: 5715
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 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 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	%
Nine months ended December 31, 2024	146,199	2.9	6,435	(3.5)	6,377	(22.3)	13,653	(7.5)
December 31, 2023	142,034	(9.5)	6,668	10.2	8,205	19.1	14,763	228.4

Note: Comprehensive income For the nine months ended December 31, 2024: ¥ 4,265 million [(78.0)%]
 For the nine months ended December 31, 2023: ¥ 19,378 million [170.3%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2024	372.30	–
December 31, 2023	392.63	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2024	258,788	132,081	50.0
March 31, 2024	259,878	133,272	50.0

Reference: Equity

As of December 31, 2024: ¥ 129,376 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	–	30.00	–		
Fiscal year ending March 31, 2025 (Forecast)				40.00	70.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

The year-end dividend for the fiscal year ending March 31, 2025 (forecast) includes a commemorative dividend of ¥10.00 per share.

For details, refer to the “Notice Regarding (Upward) Revision of Dividend Forecast for the Fiscal Year Ending March 31, 2025” released today (on February 10, 2025).

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
Fiscal year ending March 31, 2025	198,900	5.7	8,700	2.1	7,900	(23.9)	18,000	11.8	496.47

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

* 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 December 31, 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 December 31, 2024	4,189,698 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)

Nine months ended December 31, 2024	36,673,174 shares
Nine months ended December 31, 2023	37,601,601 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 third quarter of the fiscal year ending March 31, 2025.

(1) Operating results

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Net sales	142,034	146,199	4,164
Operating profit	6,668	6,435	(233)
Ordinary profit	8,205	6,377	(1,828)
Profit attributable to owners of parent	14,763	13,653	(1,109)

In the first three quarters under review (April 1–December 31, 2024), the Japanese economy experienced a gradual recovery driven by steady domestic demand amid improvements in employment and income conditions. In addition to overall improvement in corporate earnings, capital investments have been strong, primarily in areas of decarbonization and digital transformation, as well as in labor-saving measures to address manpower shortages. On the other hand, the slowdown of overseas economies, characterized by continued high interest rates in Europe and the United States and ongoing stagnation of the real estate market in China, poses a risk of downward pressure on Japan's economy. We also must closely monitor future U.S. policy developments and the evolving situations in Ukraine and the Middle East.

In this economic environment, the Furukawa Company Group posted consolidated net sales of ¥146,199 million, an increase of ¥4,164 million year on year, and operating profit of ¥6,435 million, a decrease of ¥233 million. The Industrial Machinery segment reported higher sales and operating profit, the Rock Drill Machinery segment posted lower sales and operating profit, and the UNIC Machinery segment reported higher sales and lower operating profit. Overall, the Machinery business reported higher sales and lower operating profit. In the Materials business, the Metals and Chemicals segments recorded higher sales and lower operating profit, while the Electronics segment posted lower sales and operating profit. As a result, the Materials business as a whole posted higher sales and lower operating profit. The Real Estate business reported increases in both sales and operating profit. Within non-operating income, we posted ¥861 million in dividend income, and within non-operating expenses, we posted ¥703 million in administrative expenses of inactive mountain. As a result, ordinary profit totaled ¥6,377 million, down ¥1,828 million. Within extraordinary income, we reported a ¥12,307 million gain on sale of investment securities, mainly due to the partial sale of strategic shareholdings. As a result, profit attributable to owners of parent was ¥13,653 million, down ¥1,109 million.

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

Industrial Machinery

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	10,015	14,882	4,867
Operating profit	(286)	568	855

The Industrial Machinery segment posted sales of ¥14,882 million, up ¥4,867 million year on year, and operating profit of ¥568 million, compared with an operating loss of ¥286 million in the previous corresponding period. Sales of material machinery increased due to greater shipments 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.

Rock Drill Machinery

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	29,995	26,129	(3,865)
Operating profit	3,258	2,218	(1,039)

Sales in the Rock Drill Machinery segment totaled ¥26,129 million, down ¥3,865 million year on year, and operating profit was ¥2,218 million, down ¥1,039 million. In Japan, sales decreased due to lower shipments of tunnel drill jumbos despite higher shipments of hydraulic breakers. Overseas, we reported lower sales due to a decline in shipments of hydraulic breakers and hydraulic crawler drills to North America.

UNIC Machinery

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	20,985	21,879	894
Operating profit	962	882	(79)

Sales in the UNIC Machinery segment amounted to ¥21,879 million, up ¥894 million year on year, and operating profit was ¥882 million, down ¥79 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)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	60,995	62,891	1,896
Operating profit	3,934	3,670	(264)

Total sales of the Machinery business—consisting of the Industrial Machinery, Rock Drill Machinery, and UNIC Machinery segments—amounted to ¥62,891 million, an increase of ¥1,896 million year on year, while operating profit was ¥3,670 million, a decrease of ¥264 million.

Metals

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	64,501	66,501	2,000
Operating profit	1,845	1,716	(129)

Sales in the Metals segment amounted to ¥66,501 million, up ¥2,000 million year on year, and operating profit was ¥1,716 million, down ¥129 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. The price subsequently weakened to US\$8,706/ton at the end of the period, mainly due to concerns about the Chinese economic outlook. Electrolytic copper production was 34,165 tons, down 2,510 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. Sales of electrolytic gold also increased.

Electronics

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	5,259	4,785	(473)
Operating profit	264	41	(223)

The Electronics segment posted sales of ¥4,785 million, down ¥473 million year on year, and operating profit of ¥41 million, down ¥223 million. Sales of aluminum nitride ceramics increased due to signs of 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)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	6,858	7,372	513
Operating profit	505	480	(24)

Sales in the Chemicals segment amounted to ¥7,372 million, up ¥513 million year on year, and operating profit was ¥480 million, down ¥24 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)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	76,618	78,659	2,040
Operating profit	2,615	2,238	(377)

Total sales of the Materials business—consisting of the Metals, Electronics, and Chemicals segments—amounted to ¥78,659 million, an increase of ¥2,040 million year on year, and operating profit was ¥2,238 million, a decrease of ¥377 million.

Real Estate

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	1,376	1,540	163
Operating profit	355	546	191

Sales in the Real Estate business amounted to ¥1,540 million, up ¥163 million year on year, and operating profit was ¥546 million, up ¥191 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 the pre-COVID-19 level, while office revenues increased on the back of improved vacancy rates.

Others

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024	Year-on-year change
Sales	3,043	3,108	64
Operating profit	(177)	30	208

This segment covers metal powder, casting, transportation, and other businesses. In the period under review, the segment recorded sales of ¥3,108 million, up ¥64 million year on year, and operating profit of ¥30 million, compared with an operating loss of ¥177 million in the previous corresponding period.

(2) Financial position

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024	Change from end of previous fiscal year
Total assets	259,878	258,788	(1,090)
Liabilities	126,605	126,707	101
(Interest-bearing debt)	58,389	61,336	2,946
Net assets	133,272	132,081	(1,191)
Equity-to-asset ratio (%)	50.0	50.0	0.0

At the end of the period (December 31, 2024), total assets amounted to ¥258,788 million, a decrease of ¥1,090 million from March 31, 2024. Main factors included a decrease in investment securities stemming from the partial sale of strategic shareholdings. By contrast, we posted increases in notes and accounts receivable - trade, and contract assets, as well as raw materials and supplies. Interest-bearing debt totaled ¥61,336 million, up ¥2,946 million. Net assets amounted to ¥132,081 million, down ¥1,191 million.

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

Compared with our previous forecasts announced on November 11, 2024, we have revised upward our forecasts for net sales, operating profit, ordinary profit, and profit attributable to owners of parent.

We project overall year-on-year growth in revenue and earnings with increases in net sales, operating profit, and ordinary profit. In the Rock Drill Machinery segment, we anticipate increases in both sales and profit, with shipments of hydraulic crawler drills to North America exceeding expectations. In the UNIC Machinery segment, we expect domestic sales to increase and overseas sales to decline. Due to the deteriorating cost of sales ratio, we forecast a year-on-year decrease in segment profit. In the Metals segment, we forecast increases in both sales and profit thanks to the yen's depreciation. This is despite an expected decline in sales volumes for electrolytic copper and electrolytic gold. In the Electronics segment, we expect declines in sales and profit due to delays in the recovery of the semiconductor cycle.

Regarding profit attributable to owners of parent, as announced today in the release entitled "Notice Regarding Sale of Investment Securities," we plan to sell a portion of our investment security holdings. This will result in a gain on sale of investment securities of approximately ¥4.0 billion, recorded as extraordinary income, in the fourth quarter of the fiscal year ending March 31, 2025. After also adjusting for income taxes, we expect a year-on-year increase in profit attributable to owners of parent.

As announced today in the release entitled “Notice Regarding (Upward) Revision of Dividend Forecast for the Fiscal Year Ending March 31, 2025,” the Company plans to pay a commemorative dividend of ¥10.00 per share to celebrate the 150th anniversary of its founding in August 2025. This will bring the total year-end dividend to ¥40.00 per share.

2. Quarterly Consolidated Financial Statements and Significant Notes Thereto

(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	18,513	17,644
Notes and accounts receivable - trade, and contract assets	30,408	32,778
Merchandise and finished goods	20,044	20,779
Work in process	13,670	13,190
Raw materials and supplies	13,699	24,597
Other	3,350	7,200
Allowance for doubtful accounts	(50)	(46)
Total current assets	99,636	116,144
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	23,365	24,790
Land	51,765	51,541
Other, net	16,914	14,917
Total property, plant and equipment	92,045	91,249
Intangible assets	342	313
Investments and other assets		
Investment securities	47,383	30,460
Other	22,897	22,378
Allowance for doubtful accounts	(2,426)	(1,758)
Total investments and other assets	67,853	51,081
Total non-current assets	160,241	142,643
Total assets	259,878	258,788

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,267	13,804
Electronically recorded obligations - operating	11,135	9,490
Short-term borrowings	6,558	9,253
Income taxes payable	3,169	3,340
Provisions	356	166
Other	16,183	20,957
Total current liabilities	51,669	57,012
Non-current liabilities		
Bonds payable	5,000	5,000
Long-term borrowings	46,831	47,082
Provisions	20	23
Retirement benefit liability	956	995
Asset retirement obligations	234	238
Other	21,893	16,354
Total non-current liabilities	74,935	69,694
Total liabilities	126,605	126,707
Net assets		
Shareholders' equity		
Share capital	28,208	28,208
Capital surplus	2	10
Retained earnings	73,046	83,580
Treasury shares	(4,707)	(6,188)
Total shareholders' equity	96,549	105,611
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	23,342	14,014
Deferred gains or losses on hedges	36	(238)
Revaluation reserve for land	2,575	2,561
Foreign currency translation adjustment	2,232	2,553
Remeasurements of defined benefit plans	5,172	4,873
Total accumulated other comprehensive income	33,358	23,765
Non-controlling interests	3,365	2,704
Total net assets	133,272	132,081
Total liabilities and net assets	259,878	258,788

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

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	142,034	146,199
Cost of sales	120,398	125,060
Gross profit	21,636	21,139
Selling, general and administrative expenses	14,967	14,703
Operating profit	6,668	6,435
Non-operating income		
Dividend income	898	861
Foreign exchange gains	818	-
Other	1,144	592
Total non-operating income	2,861	1,454
Non-operating expenses		
Interest expenses	376	405
Administrative expenses of inactive mountain	608	703
Other	341	403
Total non-operating expenses	1,325	1,512
Ordinary profit	8,205	6,377
Extraordinary income		
Gain on sale of investment securities	677	12,307
Other	13,427	192
Total extraordinary income	14,105	12,499
Extraordinary losses		
Loss on sale and retirement of non-current assets	150	76
Impairment losses	11	81
Demolition expenses of a rental building	458	-
Loss on liquidation of subsidiaries	205	-
Other	5	9
Total extraordinary losses	831	167
Profit before income taxes	21,479	18,709
Income taxes - current	3,882	5,262
Income taxes - deferred	2,649	(352)
Total income taxes	6,531	4,909
Profit	14,947	13,799
Profit attributable to non-controlling interests	184	145
Profit attributable to owners of parent	14,763	13,653

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	14,947	13,799
Other comprehensive income		
Valuation difference on available-for-sale securities	2,559	(9,328)
Deferred gains or losses on hedges	364	(274)
Foreign currency translation adjustment	1,330	367
Remeasurements of defined benefit plans, net of tax	(144)	(298)
Share of other comprehensive income of entities accounted for using equity method	320	-
Total other comprehensive income	4,430	(9,533)
Comprehensive income	19,378	4,265
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,123	4,074
Comprehensive income attributable to non-controlling interests	255	190

(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, the Company does not record current taxes related to the global minimum tax rules in the quarterly consolidated financial statements. 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 statement of cash flows

Quarterly consolidated statement of cash flows for the nine months ended December 31, 2024 are not prepared. The amounts of depreciation (including amortization related to intangible assets excluding goodwill) for the nine months ended December 31, 2023 and 2024 are as follows:

	(Millions of yen)	
	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Depreciation	3,269	3,584

Notes to segment information

[Segment information]

1. Nine months ended December 31, 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	10,015	29,995	20,985	64,501	5,259	6,858
Intersegment net sales or transfers	2,094	4	278	184	–	42
Total	12,110	29,999	21,264	64,685	5,259	6,900
Segment profit (loss)	(286)	3,258	962	1,845	264	505

	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	1,376	138,991	3,043	142,034	–	142,034
Intersegment net sales or transfers	7	2,612	1,446	4,058	(4,058)	–
Total	1,383	141,603	4,490	146,093	(4,058)	142,034
Segment profit (loss)	355	6,905	(177)	6,728	(59)	6,668

- 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 ¥(59) million includes eliminations of intersegment transactions of ¥24 million and company-wide expenses not allocated to each reportable segment of ¥(83) 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. Nine months ended December 31, 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	14,882	26,129	21,879	66,501	4,785	7,372
Intersegment net sales or transfers	2,456	11	208	177	–	43
Total	17,339	26,141	22,088	66,679	4,785	7,415
Segment profit (loss)	568	2,218	882	1,716	41	480

	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	1,540	143,091	3,108	146,199	–	146,199
Intersegment net sales or transfers	5	2,904	1,622	4,526	(4,526)	–
Total	1,546	145,995	4,730	150,726	(4,526)	146,199
Segment profit (loss)	546	6,455	30	6,485	(50)	6,435

- 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 ¥(50) million includes eliminations of intersegment transactions of ¥32 million and company-wide expenses not allocated to each reportable segment of ¥(83) 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

(Millions of yen)

	Industrial Machinery	Rock Drill Machinery	UNIC Machinery	Metals	Electronics	Chemicals	Real Estate
Impairment losses	–	63	–	–	–	–	7

	Others	Corporate/ eliminations	Total
Impairment losses	–	10	81

Supplementary Material on Financial Results for the Nine Months Ended December 31, 2024

February 10, 2025

Furukawa Co., Ltd.

Net sales

(Yen amounts are rounded down to millions.)

	Nine months ended December 31,2023	Nine months ended December 31,2024	Year-on-year change	Fiscal year ending March 31, 2025		
				Previously announced forecast	Forecast	Year-on-year change
Machinery business	60,995	62,891	1,896	83,500	85,400	3,314
Industrial Machinery segment	10,015	14,882	4,867	21,600	21,600	6,051
Rock Drill Machinery segment	29,995	26,129	(3,865)	32,900	34,800	(3,882)
UNIC Machinery segment	20,985	21,879	894	29,000	29,000	1,146
Materials business	76,618	78,659	2,040	98,000	107,300	6,911
Metals segment	64,501	66,501	2,000	81,700	91,400	6,687
Electronics segment	5,259	4,785	(473)	6,800	6,400	(366)
Chemicals segment	6,858	7,372	513	9,500	9,500	591
Real Estate segment	1,376	1,540	163	2,100	2,100	226
Others segment	3,043	3,108	64	4,100	4,100	191
Total	142,034	146,199	4,164	187,700	198,900	10,644

Operating profit

	Nine months ended December 31,2023	Nine months ended December 31,2024	Year-on-year change	Fiscal year ending March 31, 2025		
				Previously announced forecast	Forecast	Year-on-year change
Machinery business	3,934	3,670	(264)	5,700	5,600	(96)
Industrial Machinery segment	(286)	568	855	1,900	1,900	1,510
Rock Drill Machinery segment	3,258	2,218	(1,039)	2,300	2,700	(1,448)
UNIC Machinery segment	962	882	(79)	1,500	1,000	(158)
Materials business	2,615	2,238	(377)	1,900	2,500	(265)
Metals segment	1,845	1,716	(129)	1,000	1,700	(245)
Electronics segment	264	41	(223)	300	200	(12)
Chemicals segment	505	480	(24)	600	600	(8)
Real Estate segment	355	546	191	700	700	229
Others segment	(177)	30	208	0	0	293
(Subtotal)	6,728	6,485	(242)	8,300	8,800	161
Eliminations/corporate	(59)	(50)	9	(100)	(100)	14
Total	6,668	6,435	(233)	8,200	8,700	175

Exchange rate/Copper price

		Nine months ended December 31,2023	Nine months ended December 31,2024	Year-on-year change	Fiscal year ending March 31, 2025		
					Previously announced forecast	Forecast	Year-on-year change
Exchange rate	Yen/\$	143.3	152.6	9.3	148.8	153.2	8.5
Copper price	\$/mt	8,334	9,378	1,044	9,489	9,283	921

* 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 third quarter is as follows.

	As of December 31,2023	As of December 31,2024	Year-on-year change
Order backlog	¥16.7 billion	¥12.0 billion	¥(4.6) billion

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

	Nine months ended December 31,2023	Nine months ended December 31,2024	Year-on-year change
Operating profit	¥1.84 billion	¥1.71 billion	¥(0.12) billion
Of which was due to price fluctuations	¥1.16 billion	¥1.38 billion	¥0.21 billion
Copper	[¥0.25 billion]	[¥0.40 billion]	[¥0.14 billion]
Gold	[¥0.82 billion]	[¥0.89 billion]	[¥0.06 billion]