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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
URL: <https://www.furukawakk.co.jp>
Representative: Minoru Nakatogawa, President and Representative Director
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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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended 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.

(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

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1. Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
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
Liabilities		
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
Net assets		
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
Cash flows from operating activities		
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
Cash flows from investing activities		
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
Cash flows from financing activities		
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

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]