

August 7, 2025

## Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: PIOLAX, Inc.  
 Listing: Tokyo Stock Exchange  
 Securities code: 5988  
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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 three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

#### (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, 2025 | 15,092          | (4.1) | 383              | (40.9) | 306             | (65.8) | 128                                     | (82.2) |
| June 30, 2024                    | 15,734          | 4.2   | 649              | (27.9) | 897             | (17.7) | 721                                     | (27.8) |

Note: Comprehensive income For the three months ended June 30, 2025: ¥(2,008) million [-%]  
 For the three months ended June 30, 2024: ¥3,072 million [57.2%]

|                                  | Basic earnings per share | Diluted earnings per share |
|----------------------------------|--------------------------|----------------------------|
|                                  | Yen                      | Yen                        |
| Three months ended June 30, 2025 | 4.65                     | -                          |
| June 30, 2024                    | 21.18                    | -                          |

#### (2) Consolidated financial position

|                     | Total assets    | Net assets      | Equity-to-asset ratio |
|---------------------|-----------------|-----------------|-----------------------|
|                     | Millions of yen | Millions of yen | %                     |
| As of June 30, 2025 | 94,623          | 65,483          | 67.9                  |
| March 31, 2025      | 105,464         | 91,781          | 85.8                  |

Reference: Equity  
 As of June 30, 2025: ¥64,219 million  
 As of March 31, 2025: ¥90,446 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, 2025             | -                          | 39.00              | -                 | 53.00           | 92.00 |
| Fiscal year ending March 31, 2026            | -                          |                    |                   |                 |       |
| Fiscal year ending March 31, 2026 (Forecast) |                            | 39.00              |                   | 53.00           | 92.00 |

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, 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                      |
| Fiscal year ending March 31, 2026 | 62,000          | (2.1) | 2,100            | (11.9) | 2,000           | (41.2) | 1,200                                   | (33.1) | 45.79                    |

Note: Revisions to the earnings forecasts most recently announced: None

\* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- Note: This is whether or not accounting procedures specific to the preparation of quarterly consolidated financial statements are applied.
- (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: None
  - (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, 2025  | 37,054,100 shares |
| As of March 31, 2025 | 37,054,100 shares |

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

|                      |                   |
|----------------------|-------------------|
| As of June 30, 2025  | 11,925,448 shares |
| As of March 31, 2025 | 2,828,310 shares  |

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

|                                  |                   |
|----------------------------------|-------------------|
| Three months ended June 30, 2025 | 27,582,886 shares |
| Three months ended June 30, 2024 | 34,042,656 shares |

Note:

1. The Company has introduced a stock-based remuneration system for officers, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (112,179 shares for the first quarter of the previous fiscal year, 87,376 shares for the first quarter of the current fiscal year)

2. The Company has introduced a stock-based compensation plan for employees, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (the first quarter of the previous fiscal year: 65,390 shares, the first quarter of the current fiscal year: 63,919 shares)

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

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

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

## Quarterly consolidated balance sheet

(Millions of yen)

|   | As of March 31, 2025 | As of June 30, 2025 |
|---|----------------------|---------------------|
| <b>Assets</b>                                       |                      |                     |
| Current assets                                      |                      |                     |
| Cash and deposits                                   | 34,883               | 25,029              |
| Notes and accounts receivable - trade               | 12,588               | 12,280              |
| Electronically recorded monetary claims - operating | 1,691                | 1,624               |
| Securities  | 796                  | 190                 |
| Merchandise and finished goods                      | 6,052                | 5,966               |
| Work in process                                     | 2,330                | 2,291               |
| Raw materials and supplies                          | 3,075                | 2,909               |
| Income taxes refund receivable                      | 205                  | 509                 |
| Other   | 2,816                | 3,876               |
| Allowance for doubtful accounts                     | (41)                 | (39)                |
| <b>Total current assets</b>                         | <b>64,398</b>        | <b>54,640</b>       |
| Non-current assets                                  |                      |                     |
| Property, plant and equipment                       |                      |                     |
| Buildings and structures, net                       | 12,031               | 11,591              |
| Machinery, equipment and vehicles, net              | 8,078                | 7,592               |
| Tools, furniture and fixtures, net                  | 2,561                | 2,398               |
| Land  | 5,919                | 5,883               |
| Leased assets, net                                  | 743                  | 663                 |
| Construction in progress                            | 4,239                | 4,318               |
| <b>Total property, plant and equipment</b>          | <b>33,572</b>        | <b>32,447</b>       |
| Intangible assets                                   |                      |                     |
| Other   | 1,563                | 1,566               |
| <b>Total intangible assets</b>                      | <b>1,563</b>         | <b>1,566</b>        |
| Investments and other assets                        |                      |                     |
| Investment securities                               | 4,546                | 4,653               |
| Other   | 1,387                | 1,320               |
| Allowance for doubtful accounts                     | (4)                  | (4)                 |
| <b>Total investments and other assets</b>           | <b>5,930</b>         | <b>5,969</b>        |
| <b>Total non-current assets</b>                     | <b>41,066</b>        | <b>39,982</b>       |
| <b>Total assets</b>                                 | <b>105,464</b>       | <b>94,623</b>       |

|   | As of March 31, 2025 | As of June 30, 2025 |
|---|----------------------|---------------------|
| <b>Liabilities</b>  |                      |                     |
| Current liabilities   |                      |                     |
| Accounts payable - trade                                      | 2,943                | 2,809               |
| Short-term borrowings   | -                    | 18,000              |
| Income taxes payable  | 370                  | 252                 |
| Provisions  | 813                  | 463                 |
| Asset retirement obligations                                  | 64                   | 64                  |
| Other   | 8,026                | 6,099               |
| Total current liabilities                                     | 12,218               | 27,688              |
| Non-current liabilities                                       |                      |                     |
| Provision for share awards for directors (and other officers) | 125                  | 134                 |
| Provision for share awards                                    | 34                   | 38                  |
| Retirement benefit liability                                  | 385                  | 388                 |
| Asset retirement obligations                                  | 37                   | 37                  |
| Other   | 881                  | 851                 |
| Total non-current liabilities                                 | 1,464                | 1,450               |
| Total liabilities   | 13,683               | 29,139              |
| <b>Net assets</b>   |                      |                     |
| Shareholders' equity  |                      |                     |
| Share capital   | 2,960                | 2,960               |
| Capital surplus   | 2,572                | 2,572               |
| Retained earnings   | 77,441               | 75,748              |
| Treasury shares   | (5,403)              | (27,871)            |
| Total shareholders' equity                                    | 77,571               | 53,410              |
| Accumulated other comprehensive income                        |                      |                     |
| Valuation difference on available-for-sale securities         | 711                  | 781                 |
| Deferred gains or losses on hedges                            | (0)                  | 0                   |
| Foreign currency translation adjustment                       | 12,163               | 10,027              |
| Total accumulated other comprehensive income                  | 12,874               | 10,808              |
| Non-controlling interests                                     | 1,335                | 1,264               |
| Total net assets  | 91,781               | 65,483              |
| Total liabilities and net assets                              | 105,464              | 94,623              |

## Quarterly consolidated statement of income

(Millions of yen)

|   | Three months ended<br>June 30, 2024 | Three months ended<br>June 30, 2025 |
|---|-------------------------------------|-------------------------------------|
| Net sales   | 15,734                              | 15,092                              |
| Cost of sales   | 12,008                              | 11,827                              |
| Gross profit  | 3,725                               | 3,264                               |
| Selling, general and administrative expenses                  | 3,075                               | 2,880                               |
| Operating profit  | 649                                 | 383                                 |
| Non-operating income  |                                     |                                     |
| Interest income   | 159                                 | 110                                 |
| Dividend income   | 47                                  | 124                                 |
| Share of profit of entities accounted for using equity method | 134                                 | 0                                   |
| Other   | 66                                  | 52                                  |
| Total non-operating income                                    | 408                                 | 288                                 |
| Non-operating expenses  |                                     |                                     |
| Interest expenses   | 5                                   | 53                                  |
| Loss on abandonment of non-current assets                     | 0                                   | 1                                   |
| Loss on valuation of derivatives                              | 2                                   | 17                                  |
| Rental costs  | 1                                   | 1                                   |
| Foreign exchange losses                                       | 50                                  | 22                                  |
| Building demolition expenses                                  | 72                                  | -                                   |
| Commission expenses   | -                                   | 201                                 |
| Other   | 28                                  | 68                                  |
| Total non-operating expenses                                  | 161                                 | 365                                 |
| Ordinary profit   | 897                                 | 306                                 |
| Extraordinary losses  |                                     |                                     |
| Extra payments for early retirements                          | -                                   | 210                                 |
| Total extraordinary losses                                    | -                                   | 210                                 |
| Profit before income taxes                                    | 897                                 | 96                                  |
| Income taxes  | 162                                 | (30)                                |
| Profit  | 734                                 | 126                                 |
| Profit attributable to non-controlling interests              | 13                                  | (1)                                 |
| Profit attributable to owners of parent                       | 721                                 | 128                                 |

## Quarterly consolidated statement of comprehensive income

(Millions of yen)

|   | Three months ended<br>June 30, 2024 | Three months ended<br>June 30, 2025 |
|---|-------------------------------------|-------------------------------------|
| Profit  | 734                                 | 126                                 |
| Other comprehensive income  |                                     |                                     |
| Valuation difference on available-for-sale securities                             | (19)                                | 69                                  |
| Deferred gains or losses on hedges  | (3)                                 | 0                                   |
| Foreign currency translation adjustment   | 2,351                               | (2,204)                             |
| Share of other comprehensive income of entities accounted for using equity method | 9                                   | -                                   |
| Total other comprehensive income  | 2,338                               | (2,134)                             |
| Comprehensive income  | 3,072                               | (2,008)                             |
| Comprehensive income attributable to  |                                     |                                     |
| Comprehensive income attributable to owners of parent                             | 3,010                               | (1,937)                             |
| Comprehensive income attributable to non-controlling interests                    | 62                                  | (70)                                |

(Notes on segment information, etc.)

Segment Information

I. the three months of the previous fiscal year (April 1, 2024 to June 30, 2024)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

|                                  | Automobile-related | Medical | Total  |
|----------------------------------|--------------------|---------|--------|
| Sales                            |                    |         |        |
| Sales to external customers      | 14,455             | 1,278   | 15,734 |
| Transactions with other segments | -                  | -       | -      |
| Total                            | 14,455             | 1,278   | 15,734 |
| Segment Profit                   | 842                | 105     | 948    |

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(in millions of yen)

| benefit   | amount of money |
|---|-----------------|
| Total Reporting Segments  | 948             |
| Company-wide expenses (Note)                                    | (300)           |
| Inter-segment transaction elimination                           | 3               |
| Other Adjustments   | (0)             |
| Operating Income in Quarterly Consolidated Statements of Income | 649             |

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.

II. the three months of the current fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

|                                  | Automobile-related | Medical | Total  |
|----------------------------------|--------------------|---------|--------|
| Sales                            |                    |         |        |
| Sales to external customers      | 13,823             | 1,268   | 15,092 |
| Transactions with other segments | -                  | -       | -      |
| Total                            | 13,823             | 1,268   | 15,092 |
| Segment Profit                   | 615                | 42      | 657    |

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(in millions of yen)

| benefit   | amount of money |
|---|-----------------|
| Total Reporting Segments  | 657             |
| Company-wide expenses (Note)                                    | (275)           |
| Inter-segment transaction elimination                           | 3               |
| Other Adjustments   | (2)             |
| Operating Income in Quarterly Consolidated Statements of Income | 383             |

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.