Sumitomo Osaka Cement Co., Ltd

Summary of Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2025 (JGAAP)

(August 6, 2024)

Company name Stock code	Sumiton 5232	no Osaka Cement Co.,	Ltd URL	Stock Exchang https://www.soc	•	Tokyo
Representative	(Job Title)	Representative Director, President	(Name)	Hirotsune Mor	ohashi	
Contact Manager	(Job Title)	General Manager, Corporate Planning Department	(Name)	Chitaru Imai	(TEL)	+81-3-6370- 2725
Scheduled date to commence						
Availability of prep explanatory mater	Available)				
Availability to hold financial briefings:			None (F	igures are rounde	d down to t	he nearest million yen)

1. Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 2025 (From April 1, 2024, to June 30, 2024)

(1) Consolidated Operating Results (Cumulative)

(Percentages represent changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Quarterly profit attributable to owners of parent		
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
First Quarter of Fiscal Year Ending March 31, 2025	53,225	0.9	1,263	894.1	1,982	45.4	686	∆86.8	
First Quarter of Fiscal Year Ended March 31, 2024	52,766	16.0	127	-	1,363	-	5,183	-	

⁽Note) Comprehensive profit First Quarter of Fiscal Year Ending March 31, 2025 △1,131 million yen (△74.2%) First Quarter of Fiscal Year Ended March 31, 2024 4,384 million yen (−%)

	Quarterly net income per share	Quarterly diluted net income per share
	Yen	Yen
First Quarter of Fiscal Year Ending March 31, 2025	20.17	-
First Quarter of Fiscal Year Ended March 31, 2024	151.34	-

(2) Consolidated Financial Status

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
First Quarter of Fiscal Year Ending March 31, 2025	358,621	193,263	53.2
FY ended March 31, 2024	356,283	196,775	54.5

(Reference) Equity

First Quarter of Fiscal Year Ending March 31, 2025190,849 million yenFY ended March 31, 2024194,345 million yen

2. Dividend Status

		Full-year dividend							
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total				
	Yen	Yen	Yen	Yen	Yen				
FY ended March 31, 2024	-	60.00	-	60.00	120.00				
FY ending March 31, 2025	-								
End of March 31, 2025 (forecast)		60.00	-	60.00	120.00				

(Note) Revision of dividend forecast from the most recently announced forecast: None

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 2025 (From April 1, 2024, to March 31, 2025)

							(% inc	licates ye	ar-on-year change)	
	Net s	ales	Operating	j income	Ordinary income		Ordinary income Ordinary income Ordinary income Over attributable to owners of the parent			
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
First half	111,820	1.9	3,600	95.9	3,700	38.3	2,400	△59.2	71.51	
Full year	229,550	3.2	11,100	53.1	11,300	33.3	10,300	∆32.9	310.37	

(Note) Revision of dividend forecast from the most recently announced earnings forecasts: None

*Notes

(1)	Significant changes in the scope of consolidation during the	qu	arter under review	:	None
	New - company (company name), Excluded - company (com	npa	ny name)		
(2)	Application of Special Accounting Methods for Preparation of Financial Statements	of G	uarterly Consolidated	:	None
(3)	Changes in Accounting Policies, Changes in Accounting Est	ima	ation or Restatements		
	1 Changes in accounting policies due to the revision of accounting standards	:	Available		
	Changes in accounting policies other than $\textcircled{1}$ and $\textcircled{2}$:	None		
	③ Changes in accounting estimation	:	None		
	④ Restatements	:	None		

- (4) Numbers of Shares Issued (Common Stock)
 - ① Number of shares outstanding at the end of the period (including treasury stock)
 - ② Number of treasury stock at the end of the period
 - ③ Average number of shares during the period (cumulative quarterly period)

1	1Q FY ending March 31, 2025	34,329,517 shares	FY ended March 31, 2024	34,329,517 shares		
	1Q FY ending March 31, 2025	731,117 shares	FY ended March 31, 2024	81,351 shares		
	1Q FY ending March 31, 2025	34,015,579 shares	1Q FY ended March 31, 2024	34,252,745 shares		

*Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditing firm: None

*Explanation for the appropriate use of earnings forecasts and other special notes:

The forward-looking statements contained in this report are based on information that is available to the Company at present. Therefore, there might be cases in which actual results differ materially from forecast values due to various factors. Please refer to "1. Qualitative Information on Quarterly Results (3) Qualitative Information on Consolidated Earnings Forecasts and Other Forward-Looking Statements" on page 3 of the attached materials for information on the above earnings forecasts.

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1. Qualitative Information on Quarterly Results

(1) Qualitative Information on Consolidated Operating Results

In the current quarter under review (April 1, 2024 to June 30, 2024), the Japanese economy was affected by rising prices, but it continued to recover moderately due to improvements in employment and income conditions, a pickup in capital investment, the effects of government economic measures, and other factors.

In the cement industry, domestic demand for cement was 8,166 thousand tons, down 4.8% from the same period of the previous year, as both public and private demand dropped due to a labor shortage, rising construction costs, and changes to working styles. Exports, on the other hand, grew 34.0% year-on-year. As a result, the total sales volume of domestic manufacturers, including exports, was up 1.0% year on year to 10,182 thousand tons.

Under these circumstances, our group has implemented the "FY2023–25 Medium-Term Management Plan" since fiscal 2023. It has been working on various measures such as "improving profitability of existing businesses" to recover the profitability of the cement business and to improve profitability by acquiring market shares in next-generation optical communication parts; "building a foundation for growth" to expand scale and enhance profitability by investing resources in the electronic materials business for semiconductor manufacturing equipment, expand overseas business (the Australian business), and develop new business in the decarbonization field; and "strengthening management foundation" to develop strategies for human resources, R&D, IP, and DX.

As a result of the above, net sales for the quarter under review totaled 53,225 million yen, up 459 million yen year on year, and ordinary income totaled 1,982 million yen, up 619 million yen year on year. Net income attributable to owners of parent was 686 million yen, down 4,497 million yen year on year.

Segment results are as follows.

Effective from the first quarter of the current fiscal year, the Company's subsidiary Chiyoda Engineering Co., Ltd. has changed its reportable segment classification from "Other" to "Cement". Comparisons with the same period of the previous year are based on figures that have been reclassified into the new reporting segment classifications.

1 Cement

Although the sales volume was lower than the same period of the previous term, the domestic selling price was raised in response to a cost increase, resulting in sales of 38,481 million yen, up 863 million yen (2.3%) from the previous term, contributing to a year-on-year profit increase of 1,696 million yen. However, we also posted an operating loss of 372 million yen.

2 Mineral resources

Net sales increased 842 million yen (24.1%) over the same period year-on-year to 4,341 million yen due to a higher sales volume of limestone for overseas steel markets. Operating income was 841 million yen, an increase of 132 million yen (18.7%) year-on-year.

3 Cement-related products

Net sales increased 632 million yen (13.1%) year-on-year to 5,448 million yen due to a higher sales volume of concrete structure repair and reinforcement materials. Operating income was 196 million yen, an increase of 79 million yen (67.2%) year-on-year.

4 Opto-electronics

Thanks to an increase in the sales volume of optoelectronic equipment, net sales were 601 million yen, an increase of 108 million yen (22.1%) from the same period previous fiscal year. Operating loss was 151 million yen, a deterioration of 68 million yen from the same period of previous fiscal year, mainly due to an increase in production costs.

5 Advanced materials

The sales volume of electronic materials for semiconductor manufacturing equipment decreased, and net sales was 3,427 million yen, down 1,985 million yen (36.7%) same period of the from the previous term. Operating income was 382 million yen, a decrease of 592 million yen (60.7%) from the same period of the previous fiscal year.

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6 Others

Although net sales decreased 1 million yen (0.2%) over the same period year-on-year to 925 million yen, operating income was 414 million yen, an increase of 17 million yen (4.4%) from the previous fiscal year due to an increase in software sales.

(2) Qualitative Information on Consolidated Fiscal Position

Total assets at the end of the first quarter of the current fiscal year were 358,621 million yen, up 2,337 million yen from the end of the previous fiscal year. The main changes were a 725 million yen increase in electronically recorded monetary claims and a 1,167 million yen increase in tangible non-current assets.

Total liabilities amounted to 165,358 million yen, up 5,849 million yen from the end of the previous fiscal year. The main changes were a 9,000 million yen increase in commercial paper and a 2,408 million yen decrease in income taxes payable.

Net assets totaled 193,263 million yen, down 3,511 million yen from the end of the previous fiscal year. The main changes were a 1,371 million yen decrease in earned surplus and a 2,518 million yen decrease due to the purchase of treasury stock.

(3) Qualitative Information on Consolidated Financial Forecasts and Other Forward-Looking Statements The consolidated earnings forecast announced on May 14, 2024 remains unchanged.

- 2. Quarterly Consolidated Financial Statements and Significant Notes Thereto
- (1) Quarterly Consolidated Balance Sheet

	Previous consolidated fiscal	(Unit: Millions of yer First quarter of current fisca
	period (March 31, 2024)	year (June 30, 2024)
Assets	(March 91, 2024)	(3010 30, 2024)
Current assets		
Cash and deposits	18,724	16,71
Bills receivable and accounts receivable	43,334	42,94
Electronically recorded monetary claims	8,829	9,55
Goods and products	11,721	12,33
Work in process	94	29
Raw materials and supplies	23,771	24,09
Short-term loans receivable	380	40
Others	2,334	3,2
Allowance for doubtful accounts	∆38	Δ
Total of current assets	109,155	109,5
Non-current assets		
Tangible non-current assets		
Buildings and structures	180,341	182,4
Accumulated depreciation	∆130,629	∆131,4
Buildings and structures (net amount)	49,712	51,0
Machinery and equipment	492,651	496,2
Accumulated depreciation	∆428,582	∆431,5
Machinery and equipment (net amount)	64,068	64,6
Land	39,084	39,0
Construction in progress	12,962	11,8
Others	39,949	40,5
Accumulated depreciation	∆21,279	∆21,5
Others (net amount)	18,669	19,0
Total tangible non-current assets	184,499	185,6
Intangible assets		
Goodwill	63	
Others	3,580	3,4
Total intangible assets	3,643	3,5
Investment and other assets		·
Investment securities	44,850	45,3
Long-term loans	4,531	4,7
Deferred tax assets	994	9
Assets related to retirement benefits	3,803	3,8
Others	4,927	4,9
Allowance for doubtful accounts	∆121	Δ
Total investment and other assets	58,985	59,8
Total non-current assets	247,128	249,04
Total assets	356,283	358,6

Electronically recorded liabilities 2,828 3,44 Short-term borrowings 25,273 25,55 Commercial paper 9,00 Long-term borrowings to be repaid within a year 8,228 8,228 Income taxes payable 3,032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,30 Reserve for roltimement benefits for directors 122 11 Reserve for rolck benefits 65 5 Asset retirement obligations 258 22 Others 13,196 13,13 Total non-current liabilities 159,508 166,53 Others 13,196 11,15 Capital 41,654 41,654 Capital surplus 10,488 10,44			(Unit: Millions of yen)
Current Liabilities 30.801 31.50 Notes and accounts payable 30.801 31.50 Electronically recorded liabilities 2,828 3,44 Short-lerm borrowings 25,573 25,55 Commercial paper - 9,00 Long-term borrowings to be repaid within a year 8,228 8,228 Income taxes payable 3.032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt - - Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,33 Reserve for relizement benefits for directors 122 17 Reserve for relizement benefits for directors 2,58 2,53 Asset retirement obligations 2,58 2,53 Asset retirement obligations 2,58 2,53 Sharenolders' equity 10,488 10,42		fiscal period	fiscal year
Notes and accounts payable 30,801 31,50 Electronically recorded liabilities 2,828 3,44 Short-term borrowings 25,273 25,50 Commercial paper - 900 Long-term borrowings to be repaid within a year 8,228 8,221 Income taxes payable 3,032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,36 Reserve for retirement benefits for directors 122 17 Reserve for retirement benefits for directors 123 16 Asset retirement obligations <t< td=""><td>Liabilities</td><td></td><td></td></t<>	Liabilities		
Electronically recorded liabilities 2,828 3,44 Short-term borrowings 25,273 25,56 Commercial paper - 9,00 Long-term borrowings to be repaid within a year 8,228 8,228 Income taxes payable 3,032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,37 Deferred tax liabilities 9,570 10,30 Reserve for rotCB waste disposal cost 2 17 Reserve for PCB waste disposal cost 2 17 Reserve for stock benefits 65 15 Asset retirement boligations 258 22 Others 13,196 13,13 Total inon-current liabilities 159,508 166,53 Net assets 2 2 Shareholders' equity 10,64,	Current Liabilities		
Short-term borrowings 25,273 25,573 Commercial paper 9,00 Long-term borrowings to be repaid within a year 8,228 8,227 Income taxes payable 3,032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,30 Reserve for retirement benefits for directors 122 11 Reserve for retirement benefits 65 5 Asset retirement obligations 258 22 Others 13,196 13,13 Total lon-current liabilities 70,166 71,11 Total indo-current liabilities 10,488 10,448 Capital 41,654 41,654 Capital surplus 10,488 10,448 Total hon-current liabilities 311	Notes and accounts payable	30,801	31,501
Commercial paper - 9,00 Long-term borrowings to be repaid within a year 8,228 8,228 Income taxes payable 3,032 62 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,14 Non-current debt 89,342 94,14 Non-current debt 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,33 Reserve for retirement benefits for directors 122 11 Reserve for rDCB waste disposal cost 2 2 Reserve for stock benefits 65 5 Asset retirement obligations 258 22 Others 13,196 13,105 31,105 Total iabilities 70,166 71,195 32,005 Total non-current liabilities 70,166 71,195 32,005 Capital non-current liabilities 70,166 71,195 32,005 Capital suroplus	Electronically recorded liabilities	2,828	3,480
Long-term borrowings to be repaid within a year 8,228 8,228 8,228 Income taxes payable 3,032 66 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,14 Non-current liabilities 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,37 Deferred tax liabilities 9,570 10,33 Reserve for reliament benefits for directors 122 11 Reserve for reliament benefits for directors 22 92 Reserve for stock benefits 65 5 Asset retirement obligations 258 22 Others 13,196 13,11 Total non-current liabilities 70,166 71,115 Total stareholders' equity 10,488 10,44 Capital 41,654 41,654 Capital surplus 10,488 10,44 Capital surplus 10,488 10,48 <td< td=""><td>Short-term borrowings</td><td>25,273</td><td>25,592</td></td<>	Short-term borrowings	25,273	25,592
year 0.220 0.210 Income taxes payable 3,032 63 Bonus reserve 2,538 1,57 Others 16,639 14,22 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,33 Reserve for retirement benefits for directors 122 11 Reserve for PCB waste disposal cost 2 2 Retirement benefit debt 922 92 Reserve for Stock benefits 65 5 Asset retirement obligations 258 28 Others 13,196 13,11 Total non-current liabilities 70,166 71,11 Shareholders' equity 10,488 10,44 Earned surplus 10,488 10,44 Earned surplus 170,847 166,92 Accumulated other comprehensive income 21,702	Commercial paper	-	9,000
Bonus reserve 2,538 1,55 Others 16,639 14,20 Total of current liabilities 89,342 94,11 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,36 Reserve for retirement benefits for directors 122 17 Reserve for retirement benefits 9 2 92 Reserve for stock benefits 65 5 5 Asset retirement obligations 258 22 92 Others 13,196 13,11 151,508 165,33 Net assets 3 159,508 165,33 165,33 Net assets 311 0,428 10,448 10,448 Capital surplus 10,488 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,448 10,469,93 10,42		8,228	8,251
Others 16,639 14,20 Total of current liabilities 89,342 94,16 Non-current debt 20,000 20,000 Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,33 Reserve for retirement benefits for directors 122 11 Reserve for Stock benefits 65 7 Asset retirement obligations 258 22 Others 13,196 13,11 Total non-current liabilities 70,166 71,113 Total non-current liabilities 10,488 10,44 Earned surplus 119,016 117,64 Capital surplus 119,016 117,64 Total shareholders' equity 170,847 166,99 Accumulated other comprehensive income 21,702 22,00 Evaluation difference on available-for-sale securities 21,702 22,00 Foreign exchange adjustment amount 345 44 Accumulated other acomprehensive income 21,702	Income taxes payable		623
Total of current liabilities89,34294,16Non-current debt20,00020,000Long-term borrowings26,02726,33Deferred tax liabilities9,57010,36Reserve for retirement benefits for directors12211Reserve for PCB waste disposal cost22Reserve for stock benefits6512Asset retirement obligations25822Others13,19613,15Total non-current liabilities159,508165,38Net assets119,016117,66Shareholders' equity119,016117,66Capital41,65441,653Accumulated other comprehensive income222,08Evaluation difference on available-for-sale securities21,70222,08Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,4Total of other accumulated other comprehensive income23,49823,86Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Bonus reserve	2,538	1,513
Non-current debtCorporate bonds20,00020,000Long-term borrowings26,02726,33Deferred tax liabilities9,57010,33Reserve for retirement benefits for directors12211Reserve for PCB waste disposal cost22Retirement benefit debt92292Reserve for stock benefits6513Asset retirement obligations25824Others13,19613,113Total non-current liabilities70,16671,19Shareholders' equity159,508165,33Net assets119,016117,64Shareholders' equity10,48810,448Earned surplus119,016117,64Total shareholders' equity170,847166,95Accumulated other comprehensive income21,70222,06Foreign exchange adjustment amount34544Accumulated duptment for retirement1,4501,47Total of other accumulated other23,49823,86Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Others	16,639	14,200
Corporate bonds 20,000 20,000 Long-term borrowings 26,027 26,33 Deferred tax liabilities 9,570 10,36 Reserve for retirement benefits for directors 122 11 Reserve for PCB waste disposal cost 2 92 Retirement benefit debt 922 96 Reserve for stock benefits 65 7 Asset retirement obligations 258 22 Others 13,196 13,11 Total non-current liabilities 70,166 71,115 Total isolitities 159,508 165,33 Net assets 119,016 117,64 Capital 41,654 41,654 Capital surplus 10,488 10,44 Earned surplus 119,016 117,66 Total shareholders' equity 10,847 166,99 Accumulated other comprehensive income 21,702 22,00 Evaluation difference on available-for-sale securities 21,702 22,00 Foreign exchange adjustment amount Accumulated other comprehensive income 23,498	Total of current liabilities	89,342	94,163
Long-term borrowings26,02726,33Deferred tax liabilities9,57010,30Reserve for retirement benefits for directors12211Reserve for PCB waste disposal cost22Retirement benefit debt92292Reserve for stock benefits657Asset retirement obligations25822Others13,19613,11Total non-current liabilities70,16671,11Total labilities159,508165,33Net assets112,283Shareholders' equity10,48810,448Capital41,65441,654Capital surplus119,016117,647Total shareholders' equity170,847166,93Accumulated other comprehensive income21,70222,00Evaluation difference on available-for-sale securities21,70222,00Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,44Total net assets196,775193,264	Non-current debt		
Deferred tax liabilities9,57010,36Reserve for retirement benefits for directors12211Reserve for PCB waste disposal cost212Retirement benefit debt92292Reserve for stock benefits6513Asset retirement obligations25822Others13,19613,113Total non-current liabilities70,16671,119Total inon-current liabilities159,508165,35Net assets119,016117,64Capital surplus10,48810,448Earned surplus119,016117,64Total shareholders' equity170,847166,95Accumulated other comprehensive income21,70222,05Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,47Total net assets196,775193,264	Corporate bonds	20,000	20,000
Reserve for retirement benefits for directors1221Reserve for PCB waste disposal cost2Retirement benefit debt922Reserve for stock benefits65Asset retirement obligations258Others13,196Total non-current liabilities70,166Total inbilities70,166Shareholders' equity159,508Capital41,654Capital surplus10,488Earned surplus119,016Total shareholders' equity170,847Capital surplus119,016Accumulated other comprehensive income21,702Evaluation difference on available-for-sale securities21,702Accumulated adjustment for retirement benefits1,450Non-controlling shareholder stake2,430Non-controlling shareholder stake2,430Capital net assets21,905Shareholder stake2,430Capital net assets196,775Stareholder stake2,430Capital net assets196,775Stareholder stake2,430Capital stareholder s	Long-term borrowings	26,027	26,314
Reserve for PCB waste disposal cost2Retirement benefit debt922Reserve for stock benefits65Asset retirement obligations258Asset retirement obligations258Others13,19613,19613,13Total non-current liabilities70,166Total liabilities159,508Net assets10,488Shareholders' equity119,016Capital surplus119,016Total shareholders' equity170,847Total shareholders' equity170,847Accumulated other comprehensive income21,702Evaluation difference on available-for-sale securities21,702Scomprehensive income1,450Mathematic difference on available-for-sale securities21,702Reting a supple comprehensive income1,450Accumulated other comprehensive income1,450Accumulated adjustment for retirement benefits1,450Non-controlling shareholder stake2,430Anon-controlling shareholder stake2,430Anon-controlling shareholder stake2,430Atapication et assets196,775Atapication et assets	Deferred tax liabilities	9,570	10,367
Retirement benefit debt 922 922 Reserve for stock benefits 65 7 Asset retirement obligations 258 22 Others 13,196 13,137 Total non-current liabilities 70,166 71,197 Total liabilities 159,508 165,387 Net assets 7 7 Shareholders' equity 119,016 117,647 Capital surplus 119,016 117,647 Treasury stocks Δ 311 Δ 2,837 Total shareholders' equity 170,847 166,987 Accumulated other comprehensive income 21,702 22,007 Evaluation difference on available-for-sale securities 21,702 22,007 Foreign exchange adjustment amount 345 447 Accumulated adjustment for retirement benefits 1,450 1,47 Total of other accumulated other comprehensive income 23,498 23,867 Non-controlling shareholder stake 2,430 2,447 Total net assets 196,775 193,267	Reserve for retirement benefits for directors	122	116
Reserve for stock benefits6577Asset retirement obligations25825Others13,19613,11Total non-current liabilities70,16671,19Total inon-current liabilities70,16671,19Total liabilities159,508165,33Net assets152,508165,33Shareholders' equity10,48810,48Capital41,65441,66Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,83Total shareholders' equity170,847166,99Accumulated other comprehensive income21,70222,09Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Reserve for PCB waste disposal cost	2	2
Asset retirement obligations 258 24 Others 13,196 13,137 Total non-current liabilities 70,166 71,147 Total liabilities 159,508 165,357 Net assets 159,508 165,357 Shareholders' equity 41,654 41,657 Capital surplus 10,488 10,458 Earned surplus 119,016 117,64 Treasury stocks Δ 311 Δ 2,82 Total shareholders' equity 170,847 166,92 Accumulated other comprehensive income 21,702 22,00 Foreign exchange adjustment amount 345 44 Accumulated adjustment for retirement benefits 1,450 1,44 Total of other accumulated other comprehensive income 23,498 23,85 Non-controlling shareholder stake 2,430 2,44 Total net assets 196,775 193,26	Retirement benefit debt	922	926
Others13,19613,13Total non-current liabilities70,16671,19Total liabilities159,508165,39Net assets159,508165,39Shareholders' equity41,65441,654Capital41,65441,654Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,80Total shareholders' equity170,847166,99Accumulated other comprehensive income21,70222,00Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Reserve for stock benefits	65	73
Total non-current liabilities70,16671,19Total liabilities159,508165,35Net assets159,508165,35Shareholders' equity41,65441,65Capital41,65441,65Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,85Total shareholders' equity170,847166,95Accumulated other comprehensive income21,70222,05Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,42Total of other accumulated other comprehensive income23,49823,85Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Asset retirement obligations	258	259
Total liabilities159,508165,35Net assetsShareholders' equity10,48841,65441,654Capital41,65441,65441,654Capital surplus10,48810,4810,488Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,83Total shareholders' equity170,847166,99Accumulated other comprehensive income21,70222,09Evaluation difference on available-for-sale securities21,70222,09Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Others	13,196	13,134
Net assetsShareholders' equityCapitalCapital surplus10,488Earned surplus119,016117,64Treasury stocks△311△2,83Total shareholders' equity170,847Accumulated other comprehensive incomeEvaluation difference on available-for-sale securitiesForeign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,450Non-controlling shareholder stake2,4302,4302,4302,430196,775193,26	Total non-current liabilities	70,166	71,195
Shareholders' equityCapital41,65441,654Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks $\triangle 311$ $\triangle 2,83$ Total shareholders' equity170,847166,95Accumulated other comprehensive income $21,702$ $22,05$ Evaluation difference on available-for-sale securities $21,702$ $22,05$ Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits $1,450$ $1,44$ Total of other accumulated other comprehensive income $23,498$ $23,89$ Non-controlling shareholder stake $2,430$ $2,44$ Total net assets196,775193,26	Total liabilities	159,508	165,358
Capital41,65441,654Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,83Total shareholders' equity170,847166,99Accumulated other comprehensive income21,70222,09Evaluation difference on available-for-sale securities21,70222,09Foreign exchange adjustment amount benefits34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Net assets		
Capital surplus10,48810,48Earned surplus119,016117,64Treasury stocks Δ 311 Δ 2,83Total shareholders' equity170,847166,95Accumulated other comprehensive income21,70222,05Evaluation difference on available-for-sale securities21,70222,05Foreign exchange adjustment amount34544Accumulated adjustment for retirement benefits1,4501,44Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,44Total net assets196,775193,26	Shareholders' equity		
Earned surplus119,016117,64Treasury stocks $\triangle 311$ $\triangle 2,82$ Total shareholders' equity170,847166,95Accumulated other comprehensive income $21,702$ $22,05$ Evaluation difference on available-for-sale securities $21,702$ $22,05$ Foreign exchange adjustment amount 345 47 Accumulated adjustment for retirement benefits $1,450$ $1,47$ Total of other accumulated other comprehensive income $23,498$ $23,85$ Non-controlling shareholder stake $2,430$ $2,47$ Total net assets196,775193,265	Capital	41,654	41,654
Treasury stocks△311△2,83Total shareholders' equity170,847166,95Accumulated other comprehensive income21,70222,05Evaluation difference on available-for-sale securities21,70222,05Foreign exchange adjustment amount benefits34547Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,85Non-controlling shareholder stake2,4302,47Total net assets196,775193,26	Capital surplus	10,488	10,488
Total shareholders' equity170,847166,95Accumulated other comprehensive incomeEvaluation difference on available-for-sale securities21,70222,05Foreign exchange adjustment amount34547Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,47Total net assets196,775193,26	Earned surplus	119,016	117,645
Accumulated other comprehensive incomeEvaluation difference on available-for-sale securities21,70222,05Foreign exchange adjustment amount34547Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,47Total net assets196,775193,26	Treasury stocks	∆311	∆2,830
Evaluation difference on available-for-sale securities21,70222,05Foreign exchange adjustment amount34547Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,47Total net assets196,775193,26	Total shareholders' equity	170,847	166,957
securities21,70222,03Foreign exchange adjustment amount34547Accumulated adjustment for retirement benefits1,4501,47Total of other accumulated other comprehensive income23,49823,88Non-controlling shareholder stake2,4302,47Total net assets196,775193,26	Accumulated other comprehensive income		
Accumulated adjustment for retirement benefits1,4501,42Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,42Total net assets196,775193,26		21,702	22,059
benefits1,4501,4Total of other accumulated other comprehensive income23,49823,89Non-controlling shareholder stake2,4302,4Total net assets196,775193,26		345	415
comprehensive income23,49823,88Non-controlling shareholder stake2,4302,42Total net assets196,775193,26	benefits	1,450	1,417
Total net assets 196,775 193,26		23,498	23,892
	Non-controlling shareholder stake	2,430	2,413
Total liabilities and net assets 356 283 358 6	Total net assets	196,775	193,263
	Total liabilities and net assets	356,283	358,621

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income

Quarterly Consolidated Statement of Income

First Quarter

		(Unit: Millions of yen)
	First quarter of previous fiscal year (From April 1, 2023 to June 30, 2023)	First quarter of current fiscal year (From April 1, 2024 to June 30, 2024)
Net sales	52,766	53,225
Cost of sales	43,083	41,772
Gross income	9,682	11,453
Selling costs / general and administrative expenses	9,555	10,189
Operating income	127	1,263
Non-operating income		
Interest income	22	29
Dividend income	513	541
Exchange gain	682	348
Investment gain on equity method	-	8
Rent received	31	44
Others	416	147
Total non-operating income	1,664	1,121
Non-operating expenses		
Interest expense	231	232
Investment loss on equity method	33	-
Others	162	169
Total non-operating expenses	428	402
Ordinary income	1,363	1,982
Extraordinary income		
Gain on sales of non-current assets	1	34
Gain on sales of investment securities	4,241	-
Total extraordinary income	4,243	34
Extraordinary loss		
Loss on removal of non-current assets	163	175
Total extraordinary losses	163	175
Net income before income taxes	5,443	1,841
Corporate tax, resident tax and business tax	809	432
Corporate tax adjustment	△607	671
Total corporate taxes	202	1,104
Net income	5,240	737
Net income attributable to non-controlling shareholders	57	51
Quarterly profit attributable to owners of parent	5,183	686

Quarterly Consolidated Comprehensive Profit

First Quarter

First Quarter	First quarter of previous fiscal year (From April 1, 2023	(Unit: Millions of yen) First quarter of current fiscal year (From April 1, 2024
	to June 30, 2023)	to June 30, 2024)
Net income	5,240	737
Other comprehensive income		
Evaluation difference on available-for-sale securities	∆846	355
Foreign exchange adjustment amount	∆31	54
Adjustment amount for retirement benefits	19	∆32
Amount equivalent to equity in equity-method affiliates	2	16
Total other comprehensive income	∆856	394
Comprehensive income	4,384	1,131
(Breakdown)		
Quarterly comprehensive income for parent company shareholders	4,327	1,080
Quarterly comprehensive income for non- controlling shareholders	57	51

(3) Notes to Quarterly Consolidated Financial Statements

(Notes to Going Concern Assumptions) Not applicable.

(Notes in the event of significant changes in shareholders' equity)

Treasury stock increased by 2,518 million yen (decrease in shareholders' equity) during the first quarter of the current fiscal year, mainly due to the acquisition of treasury stock in accordance with the resolution of the Board of Directors meeting held on May 14, 2024.

Treasury stock amounted to 2,830 million yen at the end of the first quarter of the current fiscal year.

(Notes on Changes in Accounting Policies)

(Application of "Accounting Standard for Current Income Taxes," etc.)

The "Accounting Standard for Current Income Taxes" (ASBJ Statement No. 27, October 28, 2022. Hereinafter referred to as the "Revised 2022 Accounting Standard") is applied from the beginning of the first quarter of the current fiscal year.

With respect to the revision regarding the classification of income taxes (taxation on other comprehensive income), the transitional treatment stipulated in the proviso of paragraph 20-3 of the Revised 2022 Accounting Standard and paragraph 65-2-(2) of the "Guidance on Accounting Standard for Tax Effect Accounting" (ASBJ Guidance No. 28, October 28, 2022, hereinafter referred to as the "Revised 2022 Guidance") were applied. This change has no impact on the quarterly consolidated financial statements.

In addition, the Company has adopted the Revised 2022 Guidance related to the revision of the treatment in consolidated financial statements of the deferral for tax purposes of gains or losses on sales of investments in subsidiaries among consolidated companies, effective from the beginning of the first quarter of the current fiscal year. The change in accounting policy has been applied retrospectively, and the quarterly consolidated financial statements and consolidated financial statements for the previous quarter and the previous fiscal year, respectively, have been prepared on a retrospective basis. This change has no impact on the quarterly consolidated financial statements of the previous quarter or the consolidated financial statements the previous fiscal year.

(Segment Information, etc.)

I First Quarter of Previous Fiscal Year (April 1, 2023 - June 30, 2023)

Information About Amounts of Sales and Income or Loss by Reportable Segment (Unit: million yen)

					•	•		•	• ,
			Report	able segme	ents			Note 1	Note 2
	Cement	Mineral resources	Cement- related products	Opto- electronics	Advanced materials	Others	Total	Adjustment amount	Amount recorded in quarterly consolidated statement of income
Net sales									
(1) Net sales to external customers	37,617	3,499	4,816	492	5,413	927	52,766	-	52,766
(2) Intersegment net sales and transfer	827	1,120	477	2	-	1,520	3,948	∆3,948	-
Total	38,445	4,619	5,293	495	5,413	2,447	56,714	∆3,948	52,766
Segment income / loss (\triangle)	△2,069	709	117	∆83	974	397	47	79	127

(Note) 1. Segment profit/loss adjustment of 79 million yen is intersegment transaction elimination.

2. Segment profit/loss is under adjustment with operating income of the quarterly consolidated statement of income

Ш First Quarter of Current Fiscal Year (April 1, 2024 - June 30, 2024)

1. Information A	1. Information About Amounts of Sales and Income or Loss by Reportable Segment					(Uni	t: million yen)		
	Reportable segments							Note 1	Note 2
	Cement	Mineral resources	Cement- related products	Opto- electronics	Advanced materials	Others	Total	Adjustment amount	Amount recorded in quarterly consolidated statement of income
Net sales									
(1) Net sales to external customers	38,481	4,341	5,448	601	3,427	925	53,225	-	53,225
(2) Intersegment net sales and transfer	922	762	698	-	-	1,231	3,615	∆3,615	-
Total	39,403	5,104	6,147	601	3,427	2,157	56,840	∆3,615	53,225
Segment income / loss (\triangle)	∆372	841	196	∆151	382	414	1,312	∆48	1,263

(Note) 1. Segment profit/loss adjustment of △48 million yen is intersegment transaction elimination.

2. Segment profit/loss is under adjustment with operating income of the quarterly consolidated statement of income

2. Matters related to changes in reportable segments, etc.

Effective from the first quarter of the current fiscal year, the Company's subsidiary Chivoda Engineering Co., Ltd. has changed its reportable segment classification from "Other" to "Cement".

The segment information for the first quarter of the previous fiscal year is presented based on the classification after the change.

(Notes on Quarterly Consolidated Statement of Cash Flows)

Quarterly consolidated statements of cash flows have not been prepared for the first quarter of the current fiscal year. Depreciation and amortization (including amortization of intangible assets excluding goodwill) and amortization of goodwill for the first quarter of the current fiscal year are as follows

	First quarter of previous fiscal year (From April 1, 2023 to June 30, 2023)	First quarter of current fiscal year (From April 1, 2024 to June 30, 2024)		
Depreciation	4,937 million yen	5,160 million yen		
Amortization of goodwill	7 million yen	7 million yen		

3. Supplementary Information

(1) Consolidated Segment of Profit and Loss (Period Comparison)

(Unit: million yen)

	First quarter of previous fiscal year	First quarter of current fiscal year	Change from the same period of the previous year	Percentage change from the same period of the previous year (%)
Cement business	37,617	38,481	863	2.3
Mineral resources business	3,499	4,341	842	24.1
Cement-related products business	4,816	5,448	632	13.1
Optoelectronics business	492	601	108	22.1
Advanced materials business	5,413	3,427	∆1,985	∆36.7
Other businesses	927	925	∆1	∆0.2
Net sales for external customers	52,766	53,225	459	0.9
Cement business	∆2,069	∆372	1,696	-
Mineral resources business	709	841	132	18.7
Cement-related products business	117	196	79	67.2
Optoelectronics business	∆83	∆151	∆68	-
Advanced materials business	974	382	∆592	△60.7
Other businesses	397	414	17	4.4
Adjustment amount	79	∆48	∆128	-
Operating income	127	1,263	1,136	894.1
Non-operating income	1,664	1,121	∆543	∆32.6
Non-operating expenses	428	402	∆25	∆6.1
Non-operating profit/loss	1,236	719	∆517	∆41.8
Ordinary income	1,363	1,982	619	45.4
Extraordinary income	4,243	34	∆4,209	∆99.2
Extraordinary loss	163	175	12	7.4
Extraordinary profit/loss	4,079	∆141	∆4,221	-
Quarterly profit attributable to owners of parent	5,183	686	∆4,497	∆86.8