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Consolidated Financial Results for the Three Months Ended June 30, 2025 [Japanese GAAP]



July 29, 2025

Company name: SMK Corporation

Stock exchange listing: Tokyo Stock Exchange Prime Market

Code number: 6798

URL: <https://www.smk.co.jp/ja>

Representative: Yasumitsu Ikeda, President, Chief Executive Officer and Chief Operating Officer

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Scheduled date of commencing dividend payments: –

Availability of supplementary explanatory materials on financial results: Available

Schedule of financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2025	11,029	(5.9)	(280)	–	(618)	–	(651)	–
June 30, 2024	11,726	6.2	(64)	–	952	37.1	801	54.0

(Note) Comprehensive income: Three months ended June 30, 2025: ¥(680) million [–%]

Three months ended June 30, 2024: ¥1,324 million [14.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	(102.88)	–
June 30, 2024	126.47	–

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2025	56,795	27,965	49.2
As of March 31, 2025	57,684	29,221	50.7

(Reference) Equity: As of June 30, 2025: ¥27,965 million

As of March 31, 2025: ¥29,221 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	50.00	—	90.00	140.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		50.00	—	50.00	100.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	22,000	(6.8)	(400)	—	(150)	—	(300)	—	(47.35)
Full year	46,000	(4.3)	500	—	1,000	82.0	600	—	94.70

(Note) Revision to the financial results forecast announced most recently: None

*** Notes:**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued and outstanding shares (common stock)
- 1) Total number of issued and outstanding shares at the end of the period (including treasury stock):

June 30, 2025:	7,200,000 shares
March 31, 2025:	7,200,000 shares
 - 2) Total number of treasury stock at the end of the period:

June 30, 2025:	865,662 shares
March 31, 2025:	863,954 shares
 - 3) Average number of shares during the period:

Three months ended June 30, 2025:	6,336,246 shares
Three months ended June 30, 2024:	6,338,953 shares

(Note) The number of treasury stock includes the Company's shares held by Custody Bank of Japan, Ltd. (Trust Account E) as trust assets for the Board Benefit Trust (BBT).

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: None

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable, and actual results may differ significantly from these forecasts due to various factors.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	10,475	10,704
Notes receivable - trade	4	7
Electronically recorded monetary claims - operating	2,710	2,690
Accounts receivable - trade	11,221	9,892
Merchandise and finished goods	2,909	3,103
Work in process	517	679
Raw materials and supplies	4,246	4,162
Other	1,151	1,151
Allowance for doubtful accounts	(85)	(71)
Total current assets	33,149	32,320
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,151	4,135
Land	5,819	5,819
Other, net	4,783	4,739
Total property, plant and equipment	14,754	14,695
Intangible assets		
Other	202	195
Total intangible assets	202	195
Investments and other assets		
Other	9,672	9,693
Allowance for doubtful accounts	(94)	(109)
Total investments and other assets	9,578	9,584
Total non-current assets	24,535	24,474
Total assets	57,684	56,795

(Million yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,206	3,656
Electronically recorded obligations - operating	1,005	1,166
Short-term borrowings	7,040	7,340
Accounts payable - other	2,690	2,760
Income taxes payable	198	140
Provision for bonuses	581	414
Provision for bonuses for directors (and other officers)	3	–
Valuation reserve for inventory purchase commitments	6	6
Other	1,915	2,108
Total current liabilities	16,647	17,594
Non-current liabilities		
Long-term borrowings	7,282	6,942
Provision for retirement benefits for directors (and other officers)	124	128
Retirement benefit liability	297	266
Provision for share awards for directors (and other officers)	24	32
Other	4,086	3,863
Total non-current liabilities	11,815	11,234
Total liabilities	28,462	28,829
Net assets		
Shareholders' equity		
Share capital	7,996	7,996
Capital surplus	12,057	12,057
Retained earnings	10,731	9,504
Treasury shares	(3,032)	(3,032)
Total shareholders' equity	27,752	26,525
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	969	1,018
Deferred gains or losses on hedges	16	9
Foreign currency translation adjustment	(812)	(777)
Remeasurements of defined benefit plans	1,296	1,190
Total accumulated other comprehensive income	1,469	1,440
Total net assets	29,221	27,965
Total liabilities and net assets	57,684	56,795

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Net sales	11,726	11,029
Cost of sales	9,477	9,095
Gross profit	2,248	1,933
Selling, general and administrative expenses	2,312	2,214
Operating loss	(64)	(280)
Non-operating income		
Interest income	25	28
Dividend income	24	28
Rental income from real estate	254	259
Foreign exchange gains	887	–
Other	22	91
Total non-operating income	1,214	407
Non-operating expenses		
Interest expenses	49	56
Rental costs on real estate	137	141
Foreign exchange losses	–	514
Other	11	33
Total non-operating expenses	198	745
Ordinary profit (loss)	952	(618)
Extraordinary income		
Gain on sale of non-current assets	5	–
Total extraordinary income	5	–
Extraordinary losses		
Loss on sale of non-current assets	–	0
Loss on retirement of non-current assets	3	0
Loss on valuation of investment securities	2	–
Total extraordinary losses	5	0
Profit (loss) before income taxes	951	(619)
Income taxes - current	75	75
Income taxes - deferred	74	(42)
Total income taxes	150	32
Profit (loss)	801	(651)
Profit (loss) attributable to owners of parent	801	(651)

Quarterly Consolidated Statements of Comprehensive Income
Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Profit (loss)	801	(651)
Other comprehensive income		
Valuation difference on available-for-sale securities	259	48
Deferred gains or losses on hedges	29	(7)
Foreign currency translation adjustment	310	34
Remeasurements of defined benefit plans, net of tax	(77)	(105)
Total other comprehensive income	523	(29)
Comprehensive income	1,324	(680)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,324	(680)