

Consolidated 3rd Quarter Financial Results

for the Fiscal Year Ended December 31, 2024

(January 1, 2024 to September 30, 2024)

Company name: SIIX Corporation
 Stock code: 7613
 Stock exchange listing (Section): Tokyo Stock Exchange, (Prime Market)
 Head office: Osaka, Japan
 URL: <https://www.siix.co.jp>
 President: Koji Yanase
 Contact: Seiji Ono
 CFO, Senior Director, Executive Officer and General Manager,
 Finance and Accounting Department
 Telephone: +81-6-6266-6415
 Scheduled date of filing quarterly financial statement: —
 Scheduled date of payment of cash dividends: —

(Amounts rounded down to million yen)

1. Consolidated Financial Results (January 1, 2024 – September 30, 2024)

(1) Consolidated Results of Operations

(The percentages in the table below represent changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
3rd quarter ended Sep. 2024	225,048	(2.0)	6,384	(30.6)	5,865	(36.9)
3rd quarter ended Sep. 2023	229,691	13.8	9,205	40.2	9,301	43.9

	Profit attributable to owners of parent		Net income per share (basic)	Net income per share (diluted)
	Million yen	YoY change (%)	Yen	Yen
3rd quarter ended Sep. 2024	3,396	(44.2)	72.13	72.06
3rd quarter ended Sep. 2023	6,089	78.1	129.04	128.91

(note) Comprehensive income

3rd quarter ended September 2024: 5,481 million yen (y/y -63.7%)
 3rd quarter ended September 2023: 15,090 million yen (y/y -8.9%)

(2) Consolidated Financial Position

	Total assets	Net assets	Capital-to-asset ratio
	Million yen	Million yen	%
3rd quarter ended Sep. 2024	214,974	92,700	42.8
Year ended Dec. 2023	216,838	89,545	41.1

(Reference) Stockholders' equity:

3rd quarter ended September 2024: 92,116 million yen
 Year ended December 2023: 89,041 million yen

2. Dividends

(Base date)	Annual dividends per share				
	1st quarter	2nd quarter	3rd quarter	Term-end	Annual dividends
Year ended Dec. 2023	—	Yen 16.00	—	Yen 28.00	Yen 44.00
Year ended Dec. 2024	—	24.00	—		
Year ended Dec. 2024 (forecasts)				24.00	48.00

(note) Changes in Forecasts for Dividends during this quarter: None

3. Consolidated Business Performance Forecasts for the Year Ending December 2024 (January 1, 2024 – December 31, 2024)

(The percentages in the table below represent changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
Full year	320,000	3.3	8,500	(30.6)	8,100	(31.6)

	Profit attributable to owners of parent		Net income per share (basic)
	Million yen	YoY change (%)	Yen
Full year	4,600	(43.8)	97.72

(Note) Changes in Consolidated Business Performance Forecasts for the Fiscal Year Ending December 2024 during this quarter: None

* Note

- (1) Transfer of important subsidiaries during the period (transfer of specific subsidiaries in association with changes in the scope of consolidation): Transfer
Newly Consolidated: Renzoku Biologics Inc.

- (2) Adoption or non-adoption of a specific method in accounting procedures: None

- (3) Changes in accounting policy and accounting estimate, and restatement related to consolidated financial statements
- (i) Changes associated with the revision of accounting standards: None
 - (ii) Changes other than those described in (i): None
 - (iii) Changes in accounting estimate: None
 - (iv) Restatement: None

- (4) Number of outstanding shares (common shares)

- (i) Number of outstanding shares at the end of the fiscal year (including treasury stock):

3rd quarter ended Sep. 2024: 50,400,000 shares
Year ended Dec. 2023: 50,400,000 shares

- (ii) Number of treasury stock at the end of the fiscal year:

3rd quarter ended Sep. 2024: 3,311,857 shares
Year ended Dec. 2023: 3,325,625 shares

- (iii) Average number of shares outstanding:

3rd quarter ended Sep. 2024: 47,082,952 shares
3rd quarter ended Sep. 2023: 47,190,178 shares

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

*Explanations and other special notes concerning the appropriate use of business performance forecasts

The consolidated business performance forecasts given above are based on the information available at the current time and assumptions of supposable market trends, etc., and thus may greatly differ from future performance for a variety of future reasons

■ Consolidated Financial Statements
(1) Consolidated Balance Sheets

(JPY in millions)

	As of Dec. 31, 2023	As of Sep. 30, 2024
Assets		
Current assets		
Cash and deposits	18,241	23,892
Notes and accounts receivable and contract assets-trade	60,432	57,715
Merchandise and finished goods	25,379	25,451
Work in process	2,966	2,395
Raw materials and supplies	43,562	39,044
Other	7,117	7,068
Allowance for doubtful accounts	(79)	(86)
Total current assets	157,621	155,481
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	20,493	20,010
Machinery, equipment and vehicles, net	16,986	15,983
Land	4,842	4,892
Other, net	6,705	7,067
Total property, plant and equipment	49,026	47,954
Intangible assets	2,118	2,820
Investments and other assets		
Investment securities	2,306	2,287
Investments in capital	1,214	1,779
Other	4,641	4,742
Allowance for doubtful accounts	(91)	(91)
Total Investments and other assets	8,070	8,718
Total noncurrent assets	59,216	59,493
Total assets	216,838	214,974

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(JPY in millions)

	As of Dec. 31, 2023	As of Sep. 30, 2024
Liabilities		
Current liabilities		
Accounts payable-trade	43,262	39,786
Short-term loans payable	28,103	21,487
Current portion of bonds payable	—	5,000
Income taxes payable	2,627	1,679
Other	14,660	13,540
Total current liabilities	88,653	81,495
Noncurrent liabilities		
Bonds payable	10,000	15,000
Long-term loans payable	22,139	19,022
Liabilities for retirement benefits	809	773
Other	5,688	5,982
Total noncurrent liabilities	38,638	40,778
Total liabilities	127,292	122,274
Net assets		
Shareholders' equity		
Share capital	2,144	2,144
Capital surplus	5,581	5,579
Retained earnings	67,273	68,221
Treasury shares	(6,185)	(6,157)
Total shareholders' equity	68,813	69,787
Accumulated comprehensive income		
Valuation difference on available-for-sale securities	138	(124)
Foreign currency translation adjustment	20,128	22,471
Adjustment for retirement benefits	(37)	(17)
Total accumulated comprehensive income	20,228	22,329
Subscription rights to shares	57	57
Non-controlling interests	446	526
Total net assets	89,545	92,700
Total liabilities and net assets	216,838	214,974

(2) Consolidated Statements of Income

(JPY in millions)

	Jan. 1, 2023 - Sep. 30, 2023	Jan. 1, 2024 - Sep. 30, 2024
Net sales	229,691	225,048
Cost of sales	206,899	203,982
Gross profit	22,791	21,066
Selling, general and administrative expenses	13,586	14,682
Operating income	9,205	6,384
Non-operating income		
Interest income	172	583
Dividends income	128	78
Share of profit of entities accounted for using equity method	—	9
Foreign exchange gains	99	—
Subsidy income	145	138
Gain on sales of goods	170	208
Gain on sales of scrap	145	156
Other	396	447
Total non-operating income	1,258	1,622
Non-operating expenses		
Interest expenses	930	1,270
Share of loss of entities accounted for using equity method	10	—
Foreign exchange losses	—	447
Purchase of goods	61	101
Other	159	321
Total non-operating expenses	1,161	2,140
Ordinary income	9,301	5,865
Extraordinary income		
Gain on reversal of share acquisition rights	3	0
Total extraordinary income	3	0
Extraordinary loss		
Loss on business restructuring	—	176
Total extraordinary losses	—	176
Income before income taxes	9,304	5,689
Income taxes-current	2,882	2,125
Income taxes-deferred	329	194
Total income taxes-current	3,211	2,320
Net Income	6,093	3,368
Profit (loss) attributable to non-controlling interests	3	(27)
Profit attributable to owners of parent	6,089	3,396

Consolidated Statements of Comprehensive Income

(JPY in millions)

	Jan. 1, 2023 - Sep. 30, 2023	Jan. 1, 2024 - Sep. 30, 2024
Net Income	6,093	3,368
Other comprehensive income		
Valuation difference on available-for-sale securities	23	(262)
Foreign currency translation adjustment	8,819	2,333
Remeasurements of defined benefit plans	29	11
Equity equivalent of equity method affiliate	124	29
Total other comprehensive income	8,997	2,112
Comprehensive income	15,090	5,481
(Content)		
Comprehensive income attributable to owners of parent	15,053	5,496
Comprehensive income attributable to non-controlling interests	36	(14)

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on premise of a going concern)

Not applicable.

(Notes in the event of a significant change in the amount of shareholders' equity)

Not applicable.

【Segment Information】

I 3rd quarter of previous year (Jan. 1, 2023 – Sep. 30, 2023)

1 Information of net sales and income or loss by segments

(JPY in millions)

	Reportable Segment						Adjustment (note 1)	Consolidated income statement (note 2)
	Japan	China	ASEAN	Europe	Americas	Total		
Sales								
Sales to third parties	47,486	53,010	69,035	15,972	43,766	229,271	420	229,691
Intersegment sales and transfers	35,871	16,082	22,081	975	11,046	86,056	(86,056)	—
Total	83,357	69,093	91,117	16,947	54,813	315,328	(85,636)	229,691
Segment income or loss	1,128	796	4,283	(440)	2,855	8,624	581	9,205

(note 1) Adjustment is as following;

1. The amount of adjustment in sales to third parties, 420 million yen, is sales in Corporate segment.
2. The amount of adjustment in inter-segment sales and transfer, -86,056 million yen, is the amount of elimination of internal transactions between segments.
3. The amount of adjustment in segment income, 581 million yen, is the amount of elimination of internal transactions between segments.

(note 2) The amount of adjustment in segment income is adjusted with operating income in the quarterly consolidated statements of income.

II 3rd quarter of current year (Jan. 1, 2024 – Sep. 30, 2024)

1 Information of net sales and income or loss by segments

(JPY in millions)

	Reportable Segment						Adjustment (note 1)	Consolidated income statement (note 2)
	Japan	China	ASEAN	Europe	Americas	Total		
Sales								
Sales to third parties	42,649	45,289	69,045	19,437	48,093	224,516	532	225,048
Intersegment sales and transfers	31,274	16,323	15,288	1,097	9,786	73,770	(73,770)	—
Total	73,923	61,612	84,334	20,535	57,880	298,286	(73,238)	225,048
Segment income or loss	937	20	2,784	(996)	3,351	6,096	287	6,384

(note 1) Adjustment is as following;

1. The amount of adjustment in sales to third parties, 532 million yen, is sales in Corporate segment.
2. The amount of adjustment in inter-segment sales and transfer, -73,770 million yen, is the amount of elimination of internal transactions between segments.
3. The amount of adjustment in segment income, 287 million yen, is the amount of elimination of internal transactions between segments.

(note 2) The amount of adjustment in segment income is adjusted with operating income in the quarterly consolidated statements of income.