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February 7, 2024

Non-consolidated Financial Results for the Nine Months Ended December 31,2023 (Under Japanese GAAP)

Company name: Techno Medica Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 6678
 URL: <http://www.technomedica.co.jp>
 Representative: Masatomo Saneyoshi, President and CEO
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 Scheduled date to file quarterly securities report: February 13, 2024
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated financial results for the Nine Months ended December 31,2023 (from April 1,2023 to December 31,2023)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31,2023	6,424	6.0	928	12.6	937	13.0	646	14.6
December 31,2022	6,061	△5.4	823	△15.4	829	△15.6	563	△16.2

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31,2023	80.04	—
December 31,2022	66.90	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of December 31,2023	15,582	13,254	85.1
March 31,2023	19,443	16,386	84.3

Reference: Equity

As of December 31,2023: ¥13,254 million
 As of December 31,2022: ¥16,386 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, 2023	—	0.00	—	60.00	60.00
Fiscal year ending March 31, 2024	—	0.00	—		
Fiscal year ending March 31, 2024 (Forecast)				55.00	55.00

Note: Revisions to the forecast of cash dividends most recently announced: None

*** Notes**

(1) Adoption of accounting treatment specific to the preparation of quarterly non-consolidated financial statements: 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: None

(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 December 31,2023	8,760,000 shares
As of March 31,2023	8,760,000 shares

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

As of December 31,2023	1,770,456 shares
As of March 31,2023	286,501 shares

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

Nine months ended December 31,2023	8,076,062 shares
Nine months ended December 31,2022	8,428,783 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Earnings forecasts contained in these disclosure materials are based on available information to the company and assumptions believed to be reasonable by management. This is not a promise or guarantee by the company that it will achieve these goals. Actual results may differ substantially due to several factors such as economic situation, market trend, exchange rates and other factors.

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	11,750,289	8,058,100
Notes receivable - trade	40,614	26,476
Electronically recorded monetary claims - operating	433,431	485,077
Accounts receivable - trade	3,100,078	2,289,717
Merchandise and finished goods	1,452,633	2,060,167
Work in process	251,901	119,459
Raw materials and supplies	160,986	164,706
Prepaid expenses	28,170	45,776
Consumption taxes refund receivable	83,757	-
Other	5,167	2,561
Total current assets	17,307,030	13,252,042
Non-current assets		
Property, plant and equipment		
Buildings	1,265,334	1,265,594
Accumulated depreciation	△715,226	△746,116
Buildings, net	550,108	519,477
Structures	5,042	5,042
Accumulated depreciation	△2,481	△2,589
Structures, net	2,561	2,453
Machinery and equipment	359,914	363,014
Accumulated depreciation	△235,335	△252,537
Machinery and equipment, net	124,578	110,476
Tools, furniture and fixtures	313,396	320,262
Accumulated depreciation	△251,111	△268,412
Tools, furniture and fixtures, net	62,284	51,849
Land	787,326	787,326
Construction in progress	742	412
Total property, plant and equipment	1,527,602	1,471,995
Intangible assets		
Telephone subscription right	1,177	1,177
Patent right	868	694
Software	20,935	74,588
Total intangible assets	22,981	76,460
Investments and other assets		
Investments in capital	7,510	7,510
Long-term prepaid expenses	97,799	323,783
Deferred tax assets	375,332	348,070
Other	130,300	127,942
Allowance for doubtful accounts	△25,384	△25,374
Total investments and other assets	585,558	781,932
Total non-current assets	2,136,141	2,330,388
Total assets	19,443,171	15,582,431

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,499,557	1,054,010
Accounts payable - other	164,342	74,426
Accrued expenses	86,283	102,206
Income taxes payable	248,686	3,017
Accrued consumption taxes	-	32,297
Advances received	514,149	577,578
Deposits received	9,368	37,168
Unearned revenue	98,769	103,542
Provision for bonuses	168,376	85,000
Provision for bonuses for directors (and other officers)	19,125	-
Other	1,783	2,118
Total current liabilities	2,810,442	2,071,367
Non-current liabilities		
Provision for retirement benefits	210,230	221,071
Provision for product warranties	44	29
Other	35,598	35,598
Total non-current liabilities	245,874	256,699
Total liabilities	3,056,316	2,328,066
Net assets		
Shareholders' equity		
Share capital	1,069,800	1,069,800
Capital surplus	967,926	1,002,823
Retained earnings	14,890,924	15,028,889
Treasury shares	△541,795	△3,847,148
Total shareholders' equity	16,386,854	13,254,364
Total net assets	16,386,854	13,254,364
Total liabilities and net assets	19,443,171	15,582,431

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	6,061,131	6,424,175
Cost of sales	3,059,406	3,195,179
Gross profit	3,001,724	3,228,995
Selling, general and administrative expenses	2,177,786	2,300,961
Operating profit	823,937	928,034
Non-operating income		
Interest income	104	167
Dividend income	0	0
Foreign exchange gains	-	751
Rental income	5,142	5,618
Compensation income	323	-
Other	1,651	3,291
Total non-operating income	7,221	9,828
Non-operating expenses		
Foreign exchange losses	1,132	-
Other	416	-
Total non-operating expenses	1,549	-
Ordinary profit	829,609	937,863
Extraordinary losses		
Loss on retirement of non-current assets	2,410	0
Total extraordinary losses	2,410	0
Profit before income taxes	827,199	937,862
Income taxes - current	217,730	264,225
Income taxes - deferred	45,607	27,262
Total income taxes	263,338	291,488
Profit	563,860	646,374