



FY2025 October The 1Q Summary of Accounting Statements 【Japanese Standards】 (consolidated)

March 14th, 2025

Listed company name Tamagawa Holdings Co., Ltd. Exchange Tokyo
 Code No. 6838 URL <https://www.tmex.co.jp>
 Representative (Title) President (Name) Toru Masuzawa
 Contact person (Title) Director (Name) Keita Masuyama (TEL) 03-6435-6933
 Dividends payment to be started : —
 Preparation of supplementary explanation document for the quarterly accounting statement : No
 Explanatory meeting for the quarterly accounting statement : No
 (amount under. mil yen rounded off)

1. Consolidated performance of FY 2025 Oct.: 1Q (from November 1, 2024 to January 30, 2025)

(1) Consolidated management result (cumulative) (% indication: change compared with the same quarter of the previous year)

	Sales amount		Operating profit		Ordinary profit		Quarterly profit belonging to the parent company's shareholders	
	mil.yen	%	mil.yen	%	mil.yen	%	mil.yen	%
FY2025 Oct. 1Q	1,119	15.1	103	—	81	—	59	—
FY2024 Oct. 1Q	972	58.9	△13	—	△14	—	△19	—

(Note) Comprehensive profit:

FY2025 Oct. 1Q : 312mil. yen (270.4%)

FY2024 Oct. 1Q

: 84mil.yen(—%)

	Quarterly net profit per share	Quarterly net profit per share after issuable share adjustment
	yen	yen
FY2025 Oct. 1Q	9.21	—
FY2024 Oct. 1Q	△3.06	—

(2) Consolidated financial status

	Gross asset	Net asset	Own capital ratio
	mil.yen	mil.yen	%
FY2025 Oct. 1Q	10,350	4,978	48.0
FY2024 Oct.	9,842	4,684	47.5

(Reference) Own capital : FY2025 Mar. 1Q 4,969mil.yen FY2024 Oct. 4,675 mil.yen

2. Status of dividends

	Annual dividends				
	End 1Q	End 2Q	End 3Q	Term end	Total
FY2024 Oct.	yen	yen	yen	yen	yen
FY2024 Oct.	—	—	—	3.00	3.00
FY2025 Oct. (forecast)	—	0.00	—	3.00	3.00

(Note) Correction from the dividend forecast recently announced: No

3. Consolidated performance forecast of FY2025 Oct. (from November 1, 2025 to October 31)

(% indication: change compared with the same quarter of the previous year)

	Sales amount		Operating profit		Ordinary profit		Current net profit belonging to the parent company's shareholders		Current net profit per share
	mil. yen	%	mil. yen	%	mil. yen	%	mil. yen	%	yen
FY2025 Oct. (forecast)	5,881	—	65	—	33	—	27	—	4.15

(Note) Correction from the dividend forecast recently announced : Yes

(Note) The fiscal year ending October 2024 is a 7-month period due to the transitional period following the change in fiscal year end, so the percentage increase or decrease compared to the previous fiscal year is not shown.

※ Notes

(1) Material transfer of subsidiary in the current quarter consolidated cumulative period: : None

New - (company name) 、 Excluded (company name)

(2) Application of accounting process specific to preparation of the quarterly consolidated accounting: : Yes

(3) Change of accounting policy, change of accounting estimate, redisplay of revision

- ① Change of accounting policy for revision of accounting standard, etc. : None
- ② Change of the accounting standard except for ① : None
- ③ Change of the accounting estimate : None
- ④ Redisplay of revision : None

(4) Number of shares issued (ordinary shares)

① Number of term-end shares issued (including own shares)	FY2025 Oct.1Q	6,554,900shares	FY2024 Oct.	6,554,90Shares
② Number of term-end own shares	FY2025 Oct.1Q	61,508Shares	FY2024 Oct.	61,508Shares
③ Average number of midterm shares (quarterly accumulation)	FY2025 Oct.1Q	6,493,392shares	FY2024Oct.1Q	6,493,392shares

※Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditing firm

※Explanation of the appropriate use of earnings forecasts and other special notes

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and certain assumptions that the Company considers reasonable. Please refer to “Explanation of Forward-Looking Statements, including Consolidated Earnings Forecasts” on page 4 of the attached materials for assumptions used in forecasting earnings and precautions regarding the use of earnings forecasts.

1. Qualitative information concerning the current quarterly financial statement

(1) Explanation on the management result

Forward-looking statements in the text are based on the judgment of the Group (the Company and its consolidated subsidiaries) as of the end of the first quarter of the current consolidated fiscal year.

During the first quarter of this consolidated cumulative period, the Japanese economy is showing bright signs not seen in recent years, with the preliminary value of gross domestic product (nominal GDP) for 2024 exceeding 600 trillion yen for the first time, and capital investment also showing high growth. In particular, as prices and wages have begun to move together, a virtuous cycle of wages and prices is beginning to be realized, with high wage increases being realized in the 2024 spring labor-management negotiations, contributing to supporting personal consumption. However, although the corporate sector remains strong, wage and income growth has not yet reached a point where it can stably exceed price increases, and personal consumption continues to lack strength. For this reason, the Japanese economy is currently at a crossroads where it must decide whether to avoid reverting to deflation or to transition to a "growth-oriented economy driven by wage increases and investment." In addition, the current economic recovery phase, which began after a trough in May 2020, has lasted for more than 50 months, making it the longest recovery phase in the past. As such, there is a need to be extremely cautious about the possibility that the economic recovery could be hindered by some kind of negative economic shock, and the future economic outlook is uncertain.

In this business environment, in the electronic and communications equipment business, in addition to implementing sales expansion measures centered on the 5G-related market and the government and public sector-related market, we have also focused on developing new markets and customers to secure orders in new areas.

In addition, we are continually working to "add high added value to our products," "expand and develop our business domains," and "joint development with business partners," while at the same time strengthening our proposals for in-house developed products.

As a result, in addition to conventional analog high-frequency products, we are receiving increasing inquiries from new customers and new markets for optical-related products used in various commercial wireless communication systems, digital signal processing devices essential for high-speed signal processing, millimeter-wave and terahertz-band products necessary for wireless transmission of large volumes of data, etc. We are also actively working in the semiconductor manufacturing equipment market.

In the field of mobile communications infrastructure, our Vietnamese subsidiary has been mass-producing infrastructure sharing equipment since last year. We expect to start considering new models for base station infrastructure promotion organizations and major railway companies in the future. In addition, for 6G, we have been commissioned by Waseda University to design and manufacture the RF front-end parts of 100G and 300GHz wireless systems used in industry-academia joint research, and this year will be the final year. In addition, we are actively promoting development investments with an eye to the future, such as participating in research and development of flexible waveguide technology for Beyond 5G.

In the government sector, the number of new inquiries is increasing due to the increase in the national budget. In response to this, we will focus on receiving orders for large, continuous projects with an eye to medium- to long-term growth.

In the public project field, we have high expectations for the demand to update aging wireless equipment from major railway companies. In particular, we are focusing on providing commercial radio systems for trains that utilize the latest technology to improve safety and operational efficiency, and we aim to contribute to improving the safety of railway operations. In addition, the design and development of drone monitoring equipment has been completed and will move to the mass production stage. Going forward, we are preparing to put in place a supply system that will enable us to respond quickly to market demand.

Finally, in the factory automation and measurement field, with regard to semiconductor reliability test equipment, the semiconductor industry has become national policy in Japan, and investment in cutting-edge processes will continue to expand in the future, so we are strengthening our PR activities by leveraging our strengths in high-frequency technology, which is essential for communications semiconductors.

By steadily implementing strategic initiatives in each field, we expect to smoothly achieve this year's plans.

In the renewable energy business, 30 small wind power plants developed using funds procured from financial institutions through a syndicated loan system have begun full-scale operation. We are also moving ahead with the development of solar power plants, with two of them being connected to the grid during this consolidated fiscal year.

and selling electricity smoothly.

We will continue to accelerate our efforts to increase the number of units we own, while also promoting the increase in the number of units we develop, aiming to establish a new revenue base that ensures stable revenue from electricity sales. On the other hand, due to social demand for the spread of renewable energy, we are receiving increasing inquiries about purchasing small wind power plants, and we will also consider selling them, taking into account the market environment. In order to allow our stakeholders to confirm our precise revenue structure and growth potential, we will aim to build a business model in the renewable energy business that is unique among domestic companies, focusing on the ownership of small wind power plants, and will begin various organizational and structural reforms, including the organization of the business. At the same time, by developing small wind power plants where each unit is small, we will aim to diversify business risks by ensuring risk dispersion, profitability, and mobility, while accelerating the development of new renewable energy sources and contributing to the continuous reduction of greenhouse gas emissions.

In addition, we will utilize the power plant development know-how we have cultivated to date to narrow down candidate development sites and secure development rights in order to advance the development of medium-sized wind power plants and grid-connected storage facilities.

Furthermore, we have begun diversifying our power sources for the future, such as completing a small hydroelectric power plant project on Flores Island, East Nusa Tenggara Province, Indonesia, during the fiscal year ending October 2025, and aim to establish a stable business foundation for the entire renewable energy business.

As a result of the above, orders received for the first quarter of this consolidated cumulative period were 1,628 million yen, and sales revenue was 1,119 million yen. In terms of profit and loss, operating profit was 103 million yen, ordinary profit was 81 million yen, and quarterly net profit attributable to parent company shareholders was 59 million yen.

In the electronic and communication equipment business, demand continues to steadily increase, and we will focus on acquiring new projects by focusing on sales expansion activities in the mobile communication field (infrastructure sharing) and the government and public sector markets, which are expected to remain strong in the future. In addition, we will continue to work to expand our group's profits by actively expanding our business domains, such as entering new markets, and strengthening our proposals for in-house developed products, in order to establish a stable business foundation for the electronic and communication equipment business as a whole.

Our group is proactively considering development of the general environmental business in addition to the renewable energy business not only as domestic expansion but also overseas expansion mainly in Southeast Asia, and will actively conduct investment activities for expansion of the business operation. Our group will further work on CO2 reduction and the measures for global warming with all the Group employees and will proactively disclose information to the stakeholders surrounding us for ESG management and will take a positive challenge to achieve SDGs goals.

a . Electronic and Communication Equipment Business

In the electronic and communication equipment business, orders from business partners who took into account the impact of longer lead times for parts procurement were ahead of schedule, resulting in orders of 1,501 million yen.

Sales were 953 million yen. Segment profit was 145 million yen.

b . Renewable energy business

In the renewable energy business, we have been working on the development of solar and small wind power plants while utilizing syndicated loans and sustainable loan funds from banks. In addition, our small wind power plants and high-voltage and low-voltage solar power plants in Hokkaido and Tohoku are selling electricity smoothly. In addition, the small wind power plants in Hokkaido and Tohoku, and high and low voltage solar power plants in Nagano, Ibaraki, Yamanashi, etc. that we own are selling electricity smoothly. In addition, due to the management and maintenance of the power plants we sold and the construction contracts associated with the construction of power plants, sales revenue was 165 million yen and segment profit was 44 million yen.

Explanation of future forecast information such as consolidated earnings forecast

The consolidated earnings forecast for the fiscal year ending October 2025 has been revised from the earnings forecast announced on December 13, 2024, taking into account the performance up to the first quarter and future outlook.

The main change is that in the renewable energy business, we had set the upper limit of the range because we planned to develop and sell grid storage plants. However, since we have a policy of continuing to hold grid storage plants in the future and there is no possibility of selling them during the fiscal year ending October 2025, we have withdrawn the forecast for the upper limit of the range and consolidated it into the forecast for the lower limit.

Please note that the earnings forecast has been prepared based on currently available information and certain assumptions that we deem reasonable, and actual performance may differ from the forecast figures due to various factors in the future.

Consolidated performance forecast of FY2025 Oct.

	Sales amount	Operating profit	Ordinary profit	Quarterly profit belonging to the parent company's shareholders	Current net profit per share
Previous forecast (A)	mil.yen 5,881 ~6,544	mil.yen 65 ~225	mil.yen 33 ~168	mil.yen 27 ~142	yen 4.15 ~21.86
Actual results (B)	5,881	65	33	27	4.15
Amount of change (B-A)	0 ~△663	0 ~△160	0 ~△135	0 ~△115	—
Change rate (%)	0.0 ~△10.1	0.0 ~△71.1	0.0 ~△80.3	0.0 ~△80.9	—
(Reference) Previous period result (Period ending October 2024)	2,356	△47	△51	△113	△17.34

2.Consolidated financial statements and Notes

(1)Consolidated balance sheet

(In thousand yen)

	FY 2024 (consolidated) (As of October 31,2024)	1Q FY 2025 (consolidated) (As of January 31,2024)
Assets		
Current Assets		
Cash and deposits	1,736,210	1,244,110
Notes and accounts receivable - trade	1,325,148	1,722,505
Merchandise and finished goods	419,512	299,662
Goods and products	1,042,273	1,423,069
Work in proces	794,858	830,515
Raw materials and supplies	25,623	50,094
Advance payments - trade	172,046	153,237
Other	△35,142	△36,300
Allowance for doubtful accounts	5,480,530	5,686,893
Non-current assets		
Property, plant and equipment		
Buildings and structures	556,831	571,785
Accumulated depreciation	△427,803	△438,717
Buildings and structures, net	129,027	133,067
Machinery, equipment and vehicles	2,752,039	2,791,142
Accumulated depreciation	△181,970	△197,707
Machinery and equipment, net	2,570,069	2,593,434
Tools, furniture and fixtures	1,282,715	1,315,000
Accumulated depreciation	△1,000,538	△1,038,234
Tools, furniture and fixtures, net	282,177	276,765
Land	503,175	510,461
Construction in progress	139,856	188,592
Total property, plant and equipment	3,624,306	3,702,322
Intangible assets		
Goodwill	5,539	5,470
Software	33,576	30,512
Other	0	0
Total intangible assets	39,116	35,983
Investments and other assets		
Investment securities	229,627	424,455
Long-term loans receivable	50,000	50,000
Deferred tax assets	34,709	48,273
Other	379,822	399,175
Total investments and other assets	694,158	921,904
Total fixed assets	4,357,581	4,660,209
Deferred assets		
Stock issuance cost	3,470	2,862
opening expenses	831	861
Founding expenses	148	148
Total deferred assets	4,451	3,873
Total assets	9,842,562	10,350,976

(In thousand yen)

	FY 2024 (consolidated) (As of October 31,2024)	1Q FY 2025 (consolidated) (As of January 31,2024)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	475, 500	627, 984
short-term borrowing	560, 992	473, 547
Short-term loans payable	304, 554	297, 392
Current portion of long-term loans payable	6, 804	6, 024
Lease obligations	273, 532	131, 274
Accounts payable - other	23, 385	27, 034
Income taxes payable	30, 076	182, 625
Advances received	13, 048	11, 598
Provision for bonuses	68, 000	49, 317
Provision for product warranties	64, 247	63, 554
Other	92, 609	55, 258
Total current liabilities	1, 912, 752	1, 925, 614
Non-current liabilities		
Long-term loans payable	2, 762, 325	2, 909, 015
Lease obligations	11, 210	10, 352
Retirement benefit liability	824	52, 476
Asset retirement obligations	297, 084	306, 018
Other	13, 216	13, 216
Total non-current liabilities	160, 390	156, 120
Long-term loans payable	3, 245, 052	3, 447, 200
Total liabilities	5, 157, 805	5, 372, 814
Net assets		
Shareholders' equity		
Capital stock	2, 700, 375	2, 700, 375
Capital surplus	1, 807, 896	1, 788, 416
Retained earnings	233, 574	293, 417
Treasury shares	△61, 394	△61, 394
Total shareholders' equity	4, 680, 452	4, 720, 815
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	△19, 644	127, 479
Foreign currency translation adjustment	15, 104	121, 022
Accumulated other comprehensive income	△4, 540	248, 501
Share acquisition rights	8, 845	8, 845
Total net assets	4, 684, 756	4, 978, 162
Total liabilities and net assets	9, 842, 562	10, 350, 976

(2) Quarterly consolidated statements of income and Quarterly consolidated statements of comprehensive income Quarterly

Consolidated statements of income

Consolidates first quarter period

(In thousand yen)

	1Q FY 2024 (from April 1,2024 to June 30,2024)	1Q FY 2025 (from November 1,2024 to January 31,2025)
Net Sales	972, 507	1, 119, 263
Cost of sales	667, 067	689, 226
Gross profit	305, 439	430, 036
Selling, general and administrative expenses	319, 104	326, 142
Operating profit (loss (△))	△13, 664	103, 894
Non-operating income		
Interest income	18	182
Dividend income	6	0
Insurance income	5, 250	341
Gain on forgiveness of debts	4, 271	—
Other	2, 935	1, 239
Total non-operating income	12, 482	1, 764
Non-operating expenses		
Interest expense	11, 144	14, 348
Amortization of stock issuance expenses	—	5, 878
Loss on investment partnership management	718	608
Other	660	2, 264
Total non-operating expenses	706	597
Interest expense	13, 229	23, 697
Ordinary profit (loss (△))	△14, 412	81, 960
special profit		
Gain on sale of fixed assets	965	965
Total extraordinary profit	965	965
Profit (loss (△)) before income taxes	△15, 377	80, 995
Income taxes - current	4, 330	21, 151
Income taxes - deferred	47	—
Total income taxes	4, 378	21, 151
Profit (loss (△))	△19, 755	59, 843
Quarterly net income attributable to non-controlling interests	130	—
Profit (loss (△)) attributable to non-controlling interests	△19, 886	59, 843

Quarterly consolidated statements of comprehensive income

Consolidated first quarter period

(In thousand yen)

	1Q FY 2024 (from April 1,2024 to June 30,2024)	1Q FY 2025 (from November 1,2024 to January 31,2025)
Profit (loss (△))	△19,755	59,843
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	62,591	147,123
Foreign currency translation adjustment	41,628	105,918
Total other comprehensive income	104,220	253,042
Comprehensive income	84,464	312,885
(breakdown)		
Comprehensive income attributable to owners of parent	84,333	312,885
Quarterly comprehensive income attributable to non-controlling interests	130	—

(3) Notes for the quarterly consolidated financial statements

(Notes for precondition of continuing company): NA

I Current 1Q consolidated cumulative period (from April 1, 2024 to June 30, 2024)

Information concerning the sales amount and the amount of profit or loss per report segment

(unit: thousand yen)

	Report segment			Adjusted amount (Note) 1	Amount recorded in quarterly consolidated profit and loss statement (Note) 2
	Electronic / communication device business	Renewable energy business	Total		
Sales amount					
Mobile communication infrastructure	371,660	—	371,660	—	371,660
Government office	181,446	—	181,446	—	181,446
Public project	83,997	—	83,997	—	83,997
FA・Measurement・Other	206,300	—	206,300	—	206,300
Solar power plant	—	72,958	72,958	—	72,958
Wind power plant	—	53,287	53,287	—	53,287
Revenue from Contracts with Customers	843,405	126,245	969,651	—	969,651
Other profit	—	2,855	2,855	—	2,855
Sales amount to external clients	843,405	129,101	972,507	—	972,507
Between segments	—	—	—	—	—
Internal sales or transfer amount					
Total	843,405	129,101	972,507	—	972,507
Segment profit	64,423	11,199	75,623	△89,288	△13,664

(Notes) 1. The adjustment of segment profit or loss (△) of △89,288 thousand yen is the expense of the group management department that is not allocated to the business segments (△89,288 thousand yen).

2. Segment profit or loss (△) is consistent with the operating loss on the quarterly consolidated income statement.

II Current 1Q consolidated cumulative period (from November 1, 2024 to January 31, 2025)

Information concerning the sales amount and the amount of profit or loss per report segment

(unit: thousand yen)

	Report segment			Adjusted amount (Note) 1	Amount recorded in quarterly consolidated profit and loss statement (Note) 2
	Electronic / communication device business	Renewable energy business	Total		
Sales amount					
Mobile communication infrastructure	394,075	—	394,075	—	394,075
Government office	242,628	—	242,628	—	242,628
Public project	189,989	—	189,989	—	189,989
FA・Measurement・Other	126,722	—	126,722	—	126,722
Solar power plant	—	74,036	74,036	—	74,036
Wind power plant	—	88,939	88,939	—	88,939
Revenue from Contracts with Customers	953,416	162,975	1,116,391	—	1,116,391
Other profit	—	2,871	2,871	—	2,871
Sales amount to external clients	953,416	165,847	1,119,263	—	1,119,263
Between segments	—	—	—	—	—
Internal sales or transfer amount					
Total	953,416	165,847	1,119,263	—	1,119,263
Segment profit	145,505	44,741	190,246	△86,352	103,894

- (Note) 1 . The adjustment of segment profit or loss (Δ)86,352 thousand yen is the cost of the group management department, which is not allocated to the business segment, of (Δ)86,352 thousand yen.
- 2 . Segment profit or loss (Δ) is consistent with the operating loss on the quarterly consolidated income statement.

(Profit recognition related)

Information which dissolves the profit arising from the agreement with the clients is as described in "Note (segment information, etc.)."