

May 12, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: FUTABA CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 6986
 URL: <https://www.futaba.co.jp/>
 Representative: Motoaki Arima, President and Representative Director Chief Executive Officer
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 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 30, 2025
 Scheduled date to file annual securities report: June 26, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	48,116	(14.6)	(1,292)	-	(206)	-	(281)	-
March 31, 2024	56,360	(6.6)	(1,141)	-	570	-	(1,854)	-

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥(1,252) million [-%]
 For the fiscal year ended March 31, 2024: ¥6,025 million [-%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2025	(6.63)	-	(0.4)	(0.2)	(2.7)
March 31, 2024	(43.71)	-	(2.4)	0.6	(2.0)

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2025	101,090	88,312	76.3	1,819.33
March 31, 2024	104,263	90,529	75.0	1,843.89

Reference: Equity
 As of March 31, 2025: ¥77,167 million
 As of March 31, 2024: ¥78,210 million

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	4,624	(1,351)	(1,151)	23,610
March 31, 2024	1,529	4,212	(1,129)	21,317

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended March 31, 2024	-	5.00	-	5.00	10.00	424	-	0.6
Fiscal year ended March 31, 2025	-	0.00	-	10.00	10.00	424	-	0.6
Fiscal year ending March 31, 2026 (Forecast)		0.00		10.00	10.00		26.5	

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2026	46,000	(4.4)	(200)	-	100	-	1,600	-	37.72

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Excluded: 1 company (Futaba Mobile Display Corporation)

(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: Yes

(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 March 31, 2025	42,426,739 shares
As of March 31, 2024	42,426,739 shares

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

As of March 31, 2025	11,122 shares
As of March 31, 2024	10,557 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	42,416,036 shares
Fiscal year ended March 31, 2024	42,416,452 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The above earnings forecasts are calculated based on information currently available to the Company and certain assumptions that the Company deems reasonable, and are not intended to be a promise by the Company to achieve them. Please be aware that actual results may vary due to various factors.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	27,064	31,285
Notes and accounts receivable - trade	15,105	11,655
Electronically recorded monetary claims - operating	1,740	1,474
Securities	300	298
Merchandise and finished goods	5,236	4,046
Work in process	2,851	2,054
Raw materials and supplies	9,767	7,867
Other	1,056	1,078
Allowance for doubtful accounts	(995)	(803)
Total current assets	62,128	58,955
Non-current assets		
Property, plant and equipment		
Buildings and structures	37,749	33,380
Accumulated depreciation	(32,028)	(28,302)
Buildings and structures, net	5,720	5,078
Machinery, equipment and vehicles	45,759	38,079
Accumulated depreciation	(43,888)	(36,242)
Machinery, equipment and vehicles, net	1,871	1,836
Tools, furniture and fixtures	6,601	6,239
Accumulated depreciation	(6,270)	(5,878)
Tools, furniture and fixtures, net	331	361
Land	10,007	8,973
Leased assets	9	9
Accumulated depreciation	(2)	(4)
Leased assets, net	7	5
Construction in progress	171	112
Other	295	377
Total property, plant and equipment	18,405	16,745
Intangible assets		
Other	659	645
Total intangible assets	659	645
Investments and other assets		
Investment securities	12,777	13,343
Retirement benefit asset	7,770	9,287
Deferred tax assets	421	232
Other	2,714	2,512
Allowance for doubtful accounts	(612)	(631)
Total investments and other assets	23,070	24,744
Total non-current assets	42,134	42,135
Total assets	104,263	101,090

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,325	1,909
Electronically recorded obligations - operating	541	110
Short-term borrowings	132	94
Lease liabilities	165	139
Accrued expenses	2,753	1,817
Income taxes payable	244	182
Provision for bonuses	698	663
Other	1,361	1,618
Total current liabilities	8,223	6,534
Non-current liabilities		
Lease liabilities	436	467
Deferred tax liabilities	4,551	5,467
Provision for retirement benefits for directors (and other officers)	11	17
Retirement benefit liability	372	179
Other	137	111
Total non-current liabilities	5,509	6,243
Total liabilities	13,733	12,778
Net assets		
Shareholders' equity		
Share capital	22,558	22,558
Capital surplus	21,046	21,044
Retained earnings	22,312	21,818
Treasury shares	(16)	(17)
Total shareholders' equity	65,899	65,404
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,773	4,931
Foreign currency translation adjustment	5,485	3,681
Remeasurements of defined benefit plans	2,051	3,149
Total accumulated other comprehensive income	12,310	11,763
Non-controlling interests	12,318	11,144
Total net assets	90,529	88,312
Total liabilities and net assets	104,263	101,090

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	56,360	48,116
Cost of sales	47,607	39,248
Gross profit	8,752	8,868
Selling, general and administrative expenses	9,894	10,161
Operating loss	(1,141)	(1,292)
Non-operating income		
Interest income	486	570
Dividend income	314	335
Rental income	242	260
Foreign exchange gains	563	-
Other	347	163
Total non-operating income	1,954	1,330
Non-operating expenses		
Interest expenses	77	74
Foreign exchange losses	-	44
Loss of retirement of non-current assets	51	9
Extra retirement payments	36	46
Other	77	69
Total non-operating expenses	241	244
Ordinary profit (loss)	570	(206)
Extraordinary income		
Gain on sale of non-current assets	1,220	1,947
Gain on sale of investment securities	390	-
Total extraordinary income	1,610	1,947
Extraordinary losses		
Loss on sale of non-current assets	1	0
Loss on abandonment of non-current assets	1	1
Impairment losses	1,057	321
Loss on business restructuring	2,414	598
Total extraordinary losses	3,474	921
Profit (loss) before income taxes	(1,293)	818
Income taxes - current	388	637
Income taxes - refund	-	(355)
Income taxes - deferred	110	280
Total income taxes	499	562
Profit (loss)	(1,792)	256
Profit attributable to non-controlling interests	61	537
Loss attributable to owners of parent	(1,854)	(281)

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit (loss)	(1,792)	256
Other comprehensive income		
Valuation difference on available-for-sale securities	2,274	160
Foreign currency translation adjustment	4,517	(2,744)
Remeasurements of defined benefit plans, net of tax	1,025	1,075
Total other comprehensive income	7,817	(1,508)
Comprehensive income	6,025	(1,252)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,932	(828)
Comprehensive income attributable to non-controlling interests	1,092	(423)

Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	22,558	21,555	24,166	(16)	68,263
Dividends of surplus		(508)			(508)
Loss attributable to owners of parent			(1,854)		(1,854)
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	-	(508)	(1,854)	(0)	(2,363)
Balance at end of period	22,558	21,046	22,312	(16)	65,899

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	2,508	1,938	1,076	5,523	11,423	85,210
Dividends of surplus						(508)
Loss attributable to owners of parent						(1,854)
Purchase of treasury shares						(0)
Net changes in items other than shareholders' equity	2,265	3,546	975	6,787	894	7,682
Total changes during period	2,265	3,546	975	6,787	894	5,318
Balance at end of period	4,773	5,485	2,051	12,310	12,318	90,529

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	22,558	21,046	22,312	(16)	65,899
Dividends of surplus			(212)		(212)
Loss attributable to owners of parent			(281)		(281)
Purchase of treasury shares				(0)	(0)
Change in ownership interest of parent due to transactions with non-controlling interests		(1)			(1)
Net changes in items other than shareholders' equity					
Total changes during period	-	(1)	(493)	(0)	(495)
Balance at end of period	22,558	21,044	21,818	(17)	65,404

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	4,773	5,485	2,051	12,310	12,318	90,529
Dividends of surplus						(212)
Loss attributable to owners of parent						(281)
Purchase of treasury shares						(0)
Change in ownership interest of parent due to transactions with non-controlling interests						(1)
Net changes in items other than shareholders' equity	157	(1,803)	1,098	(547)	(1,174)	(1,722)
Total changes during period	157	(1,803)	1,098	(547)	(1,174)	(2,217)
Balance at end of period	4,931	3,681	3,149	11,763	11,144	88,312

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit (loss) before income taxes	(1,293)	818
Depreciation	1,257	1,066
Amortization of goodwill	13	-
Impairment losses	1,057	321
Increase (decrease) in allowance for doubtful accounts	(27)	(73)
Decrease (increase) in retirement benefit asset	(2,830)	(1,603)
Increase (decrease) in retirement benefit liability	(14)	(197)
Increase (decrease) in remeasurements of defined benefit plans	2,114	1,684
Increase (decrease) in provision for bonuses	(71)	(31)
Interest and dividend income	(800)	(906)
Foreign exchange losses (gains)	(302)	(315)
Loss (gain) on sale and retirement of property, plant and equipment and intangible assets	(1,217)	(1,945)
Loss (gain) on sale and valuation of investment securities	(390)	-
Loss of retirement of non-current asset	51	9
Loss on business restructuring	2,414	598
Gain on reversal of asset retirement obligations	-	(83)
Decrease (increase) in trade receivables	1,438	2,978
Decrease (increase) in inventories	3,927	3,333
Increase (decrease) in trade payables	(2,030)	(635)
Increase (decrease) in other liabilities	(531)	76
Other, net	(161)	287
Subtotal	2,603	5,384
Interest and dividends received	758	812
Interest paid	(80)	(74)
Loss of business restructuring	(1,748)	(1,132)
Income taxes paid	(283)	(695)
Income taxes refund	279	330
Net cash provided by (used in) operating activities	1,529	4,624

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Payments into time deposits	(8,578)	(10,610)
Proceeds from withdrawal of time deposits	11,858	9,307
Payments for long-term deposits	(18)	(877)
Purchase of property, plant and equipment	(1,218)	(1,084)
Proceeds from sale of property, plant and equipment	1,589	2,364
Purchase of intangible assets	(77)	(80)
Purchase of investment securities	(421)	(594)
Proceeds from sale and redemption of investment securities	1,057	307
Loan advances	(0)	(0)
Proceeds from collection of loans receivable	1	0
Other, net	20	(83)
Net cash provided by (used in) investing activities	4,212	(1,351)
Cash flows from financing activities		
Proceeds from short-term borrowings	759	587
Repayments of short-term borrowings	(976)	(620)
Repayments of lease liabilities	(205)	(207)
Purchase of treasury shares	(0)	(0)
Dividends paid	(510)	(213)
Dividends paid to non-controlling interests	(197)	(697)
Net cash provided by (used in) financing activities	(1,129)	(1,151)
Effect of exchange rate change on cash and cash equivalents	1,180	172
Net increase (decrease) in cash and cash equivalents	5,793	2,293
Cash and cash equivalents at beginning of period	15,523	21,317
Cash and cash equivalents at end of period	21,317	23,610