

August 9, 2024

Consolidated Financial Results for the Fiscal Year Ended June 30, 2024 (Under Japanese GAAP)

Company Name: Shibuya Corporation
 Stock Exchange Listing: Tokyo and Nagoya
 Stock Code: 6340 URL: <https://www.shibuya.co.jp>
 Representative: Hidetoshi Shibuya, President and CEO
 Contact: Takashi Kawamura, Executive Vice President TEL: 076-262-1201
 Scheduled Date of Ordinary General Meeting of Shareholders: September 27, 2024
 Scheduled Date of the Start of Year-End Dividend Payment: September 30, 2024
 Scheduled Date of the Filing of Securities Report: September 30, 2024
 Availability of Supplementary Material on Financial Results: None
 Annual IR Meeting (for Institutional Investors and Analysts): Not Scheduled

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended June 30, 2024 (from July 1, 2023 to June 30, 2024)

(1) Consolidated Operating Results

(Percentages Indicate Year-on-Year Changes)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Fiscal Year Ended June 30, 2024	115,434	18.0	13,382	66.5	13,559	65.9	9,781	65.0
Fiscal Year Ended June 30, 2023	97,842	1.7	8,039	△40.0	8,171	△40.4	5,928	△36.0

(Note) Comprehensive Income Fiscal Year Ended June 30, 2024: 12,786 Million Yen (91.1%)

Fiscal Year Ended June 30, 2023: 6,692 Million Yen (△34.9%)

	Profit per Share	Diluted Profit per Share	Return on Equity	Ordinary Profit to Total Assets Ratio	Operating Profit to Net Sales Ratio
	Yen	Yen	%	%	%
Fiscal Year Ended June 30, 2024	353.54	-	10.2	8.9	11.6
Fiscal Year Ended June 30, 2023	214.29	-	6.8	5.8	8.2

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of Yen	Millions of Yen	%	Yen
As of June 30, 2024	161,903	101,029	62.4	3,651.38
As of June 30, 2023	142,426	90,180	63.3	3,259.24

(Reference) Equity As of June 30, 2024: 101,021 Million Yen

As of June 30, 2023: 90,173 Million Yen

(3) Consolidated Cash Flows

	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
Fiscal Year Ended June 30, 2024	10,432	△3,447	△3,044	46,894
Fiscal Year Ended June 30, 2023	4,854	△5,328	1,215	42,660

2. Dividends

	Dividends per Share					Total Cash Dividends (Total)	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
Fiscal Year Ended June 30, 2023	-	30.00	-	40.00	70.00	1,936	32.7	2.2
Fiscal Year Ended June 30, 2024	-	30.00	-	60.00	90.00	2,490	25.5	2.6
Fiscal Year Ending June 30, 2025 (Forecast)	-	45.00	-	45.00	90.00		27.1	

3. Consolidated Financial Forecast for the Year Ending June 30, 2025 (from July 1, 2024 to June 30, 2025)

(Percentages Indicate Year-on-year Changes)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Profit per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Entire Year	127,000	10.0	12,600	△5.8	12,800	△5.6	9,200	△5.9	332.53

*Notes

(1) Significant Changes in Subsidiaries during the Period

(Changes in Specified Subsidiaries Resulting in the Change in Scope of Consolidation): None

(2) Changes in Accounting Policies, Changes in Accounting Estimates, and Retrospective Financial Restatement

1. Changes in Accounting Policies due to Revisions to Accounting Standards and Other Regulations: None

2. Changes in Accounting Policies due to Other Reasons: None

3. Changes in Accounting Estimates: None

4. Retrospective Financial Restatement: None

(3) Number of Issued Shares (Common Shares)

1. Total Number of Issued Shares at the End of the Period (including treasury shares)

As of June 30, 2024	28,149,877 shares	As of June 30, 2023	28,149,877 shares
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2. Number of Treasury Shares at the End of the Period

As of June 30, 2024	483,078 shares	As of June 30, 2023	482,801 shares
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3. Average Number of Shares during the Period

Fiscal year Ended June 30, 2024	27,666,927 shares	Fiscal year Ended June 30, 2023	27,667,150 shares
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(Reference)

Overview of Non-Consolidated Financial Results for the Fiscal Year Ended June 30, 2024 (from July 1, 2023 to June 30, 2024)

(1) Non-Consolidated Operating Results

(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	%
Fiscal Year Ended June 30, 2024	82,633	18.2	9,579	91.0	10,143	82.6	7,475	84.3
Fiscal Year Ended June 30, 2023	69,898	9.4	5,015	△40.6	5,554	△42.1	4,056	△57.1

	Profit per Share	Diluted Profit per Share
	Yen	Yen
Fiscal Year Ended June 30, 2024	270.19	-
Fiscal Year Ended June 30, 2023	146.63	-

(2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of Yen	Millions of Yen	%	Yen
As of June 30, 2024	130,080	81,324	62.5	2,939.43
As of June 30, 2023	116,586	75,485	64.7	2,728.36

(Reference) Equity As of June 30, 2024: 81,324 Million Yen

As of June 30, 2023: 75,485 Million Yen

* This financial results report is not subject to an audit procedures by a certificated public accountant or an audit firm.

* Explanation for Appropriate Use of Financial Forecasts (Cautionary Note on Forward Looking Statements):

The forecasts on future business results released herein are based on available information and on certain assumptions deemed to be reasonable at the time of the announcement. Actual results may differ from these forecasts due to various reasons.

Shibuya Corporation Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2023	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	42,946	47,196
Notes receivable - trade	1,003	1,248
Electronically recorded monetary claims - operating	8,649	12,802
Accounts receivable - trade	14,570	16,872
Contract assets	12,283	14,956
Finished goods	444	362
Work in process	9,226	10,115
Raw materials and supplies	4,665	5,271
Other	2,019	3,866
Allowance for doubtful accounts	△3	△22
Total current assets	95,806	112,668
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	21,042	20,001
Machinery, equipment and vehicles, net	2,996	2,639
Land	12,141	13,229
Construction in progress	1,261	2,538
Other, net	1,568	1,434
Total property, plant and equipment	39,010	39,843
Intangible assets		
Other	473	551
Total intangible assets	473	551
Investments and other assets		
Investment securities	2,516	3,087
Retirement benefit asset	2,944	5,176
Deferred tax assets	1,183	126
Other	540	479
Allowance for doubtful accounts	△49	△30
Total investments and other assets	7,135	8,840
Total non-current assets	46,619	49,234
Total assets	142,426	161,903

(Millions of yen)

	As of June 30, 2023	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	22,642	17,817
Electronically recorded obligations - operating	2,450	3,311
Short-term borrowings	1,099	907
Income taxes payable	449	3,294
Accrued expenses	5,427	5,993
Contract liabilities	6,512	18,181
Provision for bonuses	442	459
Provision for loss on orders received	157	61
Provision for product warranties	53	49
Provision for loss on disaster	—	116
Other	1,628	1,225
Total current liabilities	40,864	51,418
Non-current liabilities		
Long-term borrowings	4,604	3,696
Retirement benefit liability	6,290	5,516
Provision for retirement benefits for directors (and other officers)	318	166
Deferred tax liabilities	64	11
Other	104	63
Total non-current liabilities	11,381	9,455
Total liabilities	52,246	60,873
Net assets		
Shareholders' equity		
Share capital	11,392	11,392
Capital surplus	10,350	10,350
Retained earnings	67,451	75,296
Treasury shares	△440	△441
Total shareholders' equity	88,753	96,597
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	787	1,090
Foreign currency translation adjustment	840	1,299
Remeasurements of defined benefit plans	△208	2,034
Total accumulated other comprehensive income	1,419	4,424
Non-controlling interests	6	7
Total net assets	90,180	101,029
Total liabilities and net assets	142,426	161,903

Shibuya Corporation

Consolidated Statement of Income

(Millions of yen)

	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2024
Net sales	97,842	115,434
Cost of sales	79,641	91,356
Gross profit	18,201	24,077
Selling, general and administrative expenses	10,161	10,695
Operating profit	8,039	13,382
Non-operating income		
Interest income	15	23
Dividend income	58	62
Foreign exchange gains	—	1
Gain on sale of scraps	37	63
Other	137	119
Total non-operating income	249	271
Non-operating expenses		
Interest expenses	37	36
Taxes and dues	13	26
Foreign exchange losses	59	—
Loss on cancellation of insurance policies	—	11
Other	7	20
Total non-operating expenses	118	94
Ordinary profit	8,171	13,559
Extraordinary income		
Gain on sale of non-current assets	4	5
Gain on sale of investment securities	11	46
Gain on sale of right of using facilities	4	—
Subsidy income	—	339
Gain on bargain purchase	—	16
Total extraordinary income	20	409
Extraordinary losses		
Loss on sale of non-current assets	—	11
Loss on disposal of non-current assets	3	13
Compensation for damage	25	—
Loss on disaster	—	42
Provision for loss on disaster	—	116
Total extraordinary losses	28	183
Profit before income taxes	8,163	13,785
Income taxes - current	2,355	4,180
Income taxes - deferred	△122	△176
Total income taxes	2,233	4,003
Profit	5,929	9,781
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	5,928	9,781

Shibuya Corporation
Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2024
Profit	5,929	9,781
Other comprehensive income		
Valuation difference on available-for-sale securities	284	303
Foreign currency translation adjustment	193	458
Remeasurements of defined benefit plans, net of tax	285	2,242
Total other comprehensive income	762	3,004
Comprehensive income	6,692	12,786
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,691	12,785
Comprehensive income attributable to non-controlling interests	0	1

Shibuya Corporation
Consolidated Statement of Changes in Equity

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at July 1,2022	11,392	10,350	63,459	△440	84,762
Changes during period					
Dividends of surplus			△1,936		△1,936
Profit attributable to owners of parent			5,928		5,928
Purchase of treasury shares				△0	△0
Net changes in items other than shareholders' equity					
Total changes during period	—	—	3,992	△0	3,991
Balance at June 30,2023	11,392	10,350	67,451	△440	88,753

	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 July 1,2022	502	647	△493	657	6	85,425
Changes during period						
Dividends of surplus						△1,936
Profit attributable to owners of parent						5,928
Purchase of treasury shares						△0
Net changes in items other than shareholders' equity	284	192	285	762	0	762
Total changes during period	284	192	285	762	0	4,754
Balance at June 30,2023	787	840	△208	1,419	6	90,180

Shibuya Corporation
Consolidated Statement of Changes in Equity

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at July 1,2023	11,392	10,350	67,451	△440	88,753
Changes during period					
Dividends of surplus			△1,936		△1,936
Profit attributable to owners of parent			9,781		9,781
Purchase of treasury shares				△0	△0
Net changes in items other than shareholders' equity					
Total changes during period	—	—	7,844	△0	7,843
Balance at June 30,2024	11,392	10,350	75,296	△441	96,597

	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 July 1,2023	787	840	△208	1,419	6	90,180
Changes during period						
Dividends of surplus						△1,936
Profit attributable to owners of parent						9,781
Purchase of treasury shares						△0
Net changes in items other than shareholders' equity	303	458	2,242	3,004	0	3,005
Total changes during period	303	458	2,242	3,004	0	10,849
Balance at June 30,2024	1,090	1,299	2,034	4,424	7	101,029

Shibuya Corporation
Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2024
Cash flows from operating activities		
Profit before income taxes	8,163	13,785
Depreciation	3,145	2,935
Amortization of goodwill	0	—
Gain on bargain purchase	—	△16
Decrease (increase) in retirement benefit asset	29	△193
Increase (decrease) in retirement benefit liability	△8	402
Increase (decrease) in provision for retirement benefits for directors (and other officers)	△90	△152
Increase (decrease) in allowance for doubtful accounts	17	17
Increase (decrease) in provision for bonuses	11	13
Increase (decrease) in provision for loss on orders received	102	△96
Increase (decrease) in provision for loss on disaster	—	116
Interest and dividend income	△74	△86
Interest expenses	37	36
Subsidy income	—	△339
Loss (gain) on sale of investment securities	△11	△46
Decrease (increase) in accounts receivable - trade, and contract assets	△2,197	△9,072
Increase (decrease) in contract liabilities	△2,112	11,509
Decrease (increase) in inventories	△1,070	△1,230
Increase (decrease) in trade payables	1,788	△4,071
Decrease (increase) in advance payments to suppliers	143	△1,390
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	1,157	△774
Other, net	6	483
Subtotal	9,037	11,829
Interest and dividends received	72	88
Interest paid	△32	△37
Income taxes paid	△4,222	△1,448
Net cash provided by (used in) operating activities	4,854	10,432
Cash flows from investing activities		
Payments into time deposits	△331	△430
Proceeds from withdrawal of time deposits	337	430
Purchase of investment securities	△0	△101
Proceeds from sale of investment securities	19	65
Purchase of property, plant and equipment	△5,886	△3,283
Proceeds from sale of property, plant and equipment	710	15
Purchase of intangible assets	△153	△283
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	△269
Subsidies received	—	339
Other, net	△23	70
Net cash provided by (used in) investing activities	△5,328	△3,447

(Millions of yen)

	Fiscal year ended June 30, 2023	Fiscal year ended June 30, 2024
Cash flows from financing activities		
Proceeds from long-term borrowings	4,100	—
Repayments of long-term borrowings	△928	△1,099
Dividends paid	△1,935	△1,935
Other, net	△20	△9
Net cash provided by (used in) financing activities	1,215	△3,044
Effect of exchange rate change on cash and cash equivalents	126	294
Net increase (decrease) in cash and cash equivalents	868	4,234
Cash and cash equivalents at beginning of period	41,792	42,660
Cash and cash equivalents at end of period	42,660	46,894