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## Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

November 14, 2024

Company name: Vertex Corporation

Listing: Tokyo

Securities code: 5290

URL: <https://www.vertex-grp.co.jp>

Representative: Akihide Tsuchiya, Representative Director and President

Inquiries: Shota Miyoshi, Executive Officer, General Manager, Corporate Planning Division

Telephone: +81-3-3556-2801

Scheduled date to file semi-annual securities report: November 14, 2024

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (for institutional investors and analysts)

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

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 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	%
Six months ended September 30, 2024	18,006	11.2	2,450	12.5	2,539	13.9	1,451	9.5
September 30, 2023	16,192	(4.2)	2,178	16.7	2,230	12.3	1,326	2.5

(Note) Comprehensive income: Six months ended September 30, 2024: ¥ 1,424 million [ (2.4) %]  
Six months ended September 30, 2023: ¥ 1,460 million [ (4.7) %]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	57.01	56.20
September 30, 2023	50.88	50.10

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	48,931	33,147	67.2
March 31, 2024	52,024	33,859	64.5

(Reference) Equity: As of September 30, 2024: ¥ 32,904 million  
As of March 31, 2024: ¥ 33,581 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	-	-	40.00	40.00
Fiscal year ending March 31, 2025	-	-			
Fiscal year ending March 31, 2025 (Forecast)			-	50.00	50.00

(Note) Revision to the forecast for dividends announced most recently: None

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(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
Full year	40,000	8.6	6,000	4.8	6,200	6.0	4,050	8.6	159.97

(Note) Revision to the financial results forecast announced most recently: None

\* Notes:

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - (Company name: )  
Excluded: - (Company name: )

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and 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) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2024: 28,853,350 shares  
March 31, 2024: 30,553,350 shares

2) Number of treasury shares at the end of the period:

September 30, 2024: 3,639,308 shares  
March 31, 2024: 4,906,333 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2024: 25,463,932 shares  
Six months ended September 30, 2023: 26,068,459 shares

\* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

\* Proper use of earnings forecasts, and other special matters

The statements contained in this document are based on the various assumptions and do not constitute any guarantee or definite promise that projections of future performance or related policies will actually be realized.

## Semi-annual Consolidated Financial Statements

## Semi-annual Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	13,921,937	13,693,566
Notes and accounts receivable - trade, and contract assets	9,131,798	6,398,301
Electronically recorded monetary claims - operating	4,151,452	4,634,749
Costs on construction contracts in progress	212,214	178,462
Merchandise and finished goods	3,815,166	4,325,539
Work in process	173,170	212,502
Raw materials and supplies	916,483	991,483
Other	501,261	525,502
Allowance for doubtful accounts	(20,357)	(14,415)
Total current assets	32,803,127	30,945,693
Non-current assets		
Property, plant and equipment		
Land	8,079,049	7,381,863
Other, net	4,459,783	4,209,284
Total property, plant and equipment	12,538,833	11,591,148
Intangible assets		
Goodwill	3,326,200	3,187,608
Other	457,811	398,884
Total intangible assets	3,784,012	3,586,493
Investments and other assets		
Investments and other assets	3,069,162	2,927,451
Allowance for doubtful accounts	(170,195)	(119,699)
Total investments and other assets	2,898,966	2,807,752
Total non-current assets	19,221,812	17,985,393
<b>Total assets</b>	<b>52,024,939</b>	<b>48,931,086</b>
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,679,982	2,194,909
Electronically recorded obligations - operating	4,465,819	4,148,973
Short-term borrowings	3,040,000	2,540,000
Current portion of long-term borrowings	254,376	246,372
Income taxes payable	1,089,172	707,470
Provision for bonuses	471,674	748,816
Provision for loss on closing of plants	48,600	-
Other	1,767,450	1,137,261
Total current liabilities	13,817,075	11,723,802
Non-current liabilities		
Long-term borrowings	1,458,347	1,316,505
Provision for share awards	244,461	291,399
Retirement benefit liability	722,138	589,134
Provision for loss on closing of plants	27,330	-
Asset retirement obligations	382,715	399,698
Other	1,513,025	1,463,438
Total non-current liabilities	4,348,019	4,060,176
<b>Total liabilities</b>	<b>18,165,094</b>	<b>15,783,979</b>

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	3,000,000	3,000,000
Capital surplus	1,713,569	342,459
Retained earnings	31,110,716	31,520,864
Treasury shares	(3,962,725)	(3,651,357)
Total shareholders' equity	31,861,559	31,211,966
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	421,888	394,847
Revaluation reserve for land	1,297,926	1,297,926
Total accumulated other comprehensive income	1,719,815	1,692,773
Share acquisition rights	278,469	242,366
Total net assets	33,859,844	33,147,107
Total liabilities and net assets	52,024,939	48,931,086

## Semi-annual Consolidated Statements of Income and Comprehensive Income

(Thousands of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	16,192,659	18,006,936
Cost of sales	10,680,090	11,963,890
Gross profit	5,512,568	6,043,045
Selling, general and administrative expenses	3,333,719	3,592,627
Operating profit	2,178,849	2,450,418
Non-operating income		
Interest income	134	391
Dividend income	14,997	18,785
Reversal of allowance for doubtful accounts	11,121	16,661
Share of profit of entities accounted for using equity method	-	6,094
Gain on sale of scraps	27,711	18,385
Other	87,620	76,016
Total non-operating income	141,585	136,334
Non-operating expenses		
Interest expenses	13,894	15,131
Share of loss of entities accounted for using equity method	3,972	-
Compensation expenses for damage	47,587	4,220
Other	24,882	27,760
Total non-operating expenses	90,337	47,112
Ordinary profit	2,230,096	2,539,639
Extraordinary income		
Gain on sale of non-current assets	2,694	12,660
Gain on sale of investment securities	243	14,281
Total extraordinary income	2,937	26,941
Extraordinary losses		
Loss on retirement of non-current assets	13,810	21,533
Impairment losses	52,439	306,238
Total extraordinary losses	66,250	327,772
Profit before income taxes	2,166,783	2,238,808
Income taxes	840,485	787,051
Profit	1,326,298	1,451,757
Profit attributable to owners of parent	1,326,298	1,451,757

(Thousands of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	1,326,298	1,451,757
Other comprehensive income		
Valuation difference on available-for-sale securities	133,760	(27,041)
Total other comprehensive income	133,760	(27,041)
Comprehensive income	1,460,059	1,424,715
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,460,059	1,424,715