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May 14, 2025

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

Company name: Techno Smart Corp.
 Listing: Tokyo Stock Exchange
 Securities code: 6246
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 Representative: Haruhiro Iida, President
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 Telephone: +81-6-6253-7200
 Scheduled date of annual general meeting of shareholders: June 25, 2025
 Scheduled date to commence dividend payments: June 26, 2025
 Scheduled date to file annual securities report: June 26, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

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

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	21,578	12.1	3,512	35.7	3,555	35.2	2,390	32.5
March 31, 2024	19,242	(2.2)	2,588	15.9	2,630	15.5	1,804	12.3

	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
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	204.66	—	12.2	11.4	16.3
March 31, 2024	146.73	—	9.4	9.1	13.5

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2025: ¥ — million

For the fiscal year ended March 31, 2024: ¥ — million

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	32,618	19,631	60.2	1,708.48
March 31, 2024	29,948	19,707	65.8	1,599.99

Reference: Equity

As of March 31, 2025: ¥ 19,631 million

As of March 31, 2024: ¥ 19,707 million

(3) Non-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
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	(1,532)	(815)	(366)	6,896
March 31, 2024	1,520	(291)	(1,100)	9,611

2. Cash Dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio	Ratio of dividends to net assets
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	—	38.00	—	41.00	79.00	972	53.8	5.1
Fiscal year ended March 31, 2025	—	41.00	—	45.00	86.00	987	42.0	5.2
Fiscal year ending March 31, 2026 (Forecast)	—	44.00	—	44.00	88.00		50.6	

Breakdown of the year-end dividend for the fiscal year ended March 31, 2024

Ordinary dividend 38.00 yen

Special dividend 3.00 yen

Breakdown of the year-end dividend for the fiscal year ended March 31, 2025

Ordinary dividend 41.00 yen

Special dividend 4.00 yen

3. Forecast of Non-consolidated Financial Results for the Fiscal Year Ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(% indicates changes from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025 (cumulative)	11,500	52.7	2,000	36.8	2,000	34.3	1,300	31.0	113.13
Full year	20,000	(7.3)	3,000	(14.6)	3,000	(15.6)	2,000	(16.4)	174.05

Note: Basic earnings per share are calculated based on the average number of shares outstanding during the period, which uses the number of shares outstanding as of March 31, 2025 (excluding treasury shares).

*** Notes**

(1) 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

(2) 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	12,401,720 shares
As of March 31, 2024	12,401,720 shares

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

As of March 31, 2025	911,065 shares
As of March 31, 2024	84,265 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	11,681,889 shares
Fiscal year ended March 31, 2024	12,296,692 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 forecasts are based on information available as of the date of publication of this document. The achievement of such forecasts is not guaranteed by the Company. Actual results may vary significantly from such forecasts due to a variety of factors.

1. Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	9,711,442	6,896,070
Notes receivable - trade	1,021	3,080
Accounts receivable - trade	1,594,596	1,062,458
Electronically recorded monetary claims - operating	1,606,607	2,964,185
Contract assets	9,054,405	13,491,486
Work in process	607,959	281,522
Raw materials and supplies	234,476	237,231
Consumption taxes refund receivable	300,926	-
Advance payments to suppliers	-	509,219
Prepaid expenses	-	10,954
Other	28,034	10,826
Allowance for doubtful accounts	(100,008)	(249,709)
Total current assets	23,039,462	25,217,324
Non-current assets		
Property, plant and equipment		
Buildings	3,637,900	4,180,106
Accumulated depreciation	(1,587,590)	(1,720,980)
Buildings, net	2,050,310	2,459,126
Structures	326,211	351,796
Accumulated depreciation	(172,984)	(181,349)
Structures, net	153,227	170,447
Machinery and equipment	1,265,104	1,621,732
Accumulated depreciation	(1,096,496)	(1,137,452)
Machinery and equipment, net	168,607	484,280
Vehicles	74,899	85,520
Accumulated depreciation	(65,245)	(68,235)
Vehicles, net	9,653	17,285
Tools, furniture and fixtures	178,291	182,018
Accumulated depreciation	(134,374)	(148,234)
Tools, furniture and fixtures, net	43,916	33,784
Land	2,001,209	2,001,209
Construction in progress	165,887	15,353
Total property, plant and equipment	4,592,813	5,181,486
Intangible assets		
Software	38,095	28,026
Other	1,677	1,677
Total intangible assets	39,772	29,704
Investments and other assets		
Investment securities	2,002,702	1,908,069
Investments in capital	12,800	9,800
Long-term prepaid expenses	818	677
Deferred tax assets	134,648	139,099
Other	125,759	132,784
Total investments and other assets	2,276,728	2,190,430
Total non-current assets	6,909,315	7,401,621
Total assets	29,948,777	32,618,946

(Thousands of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	1,058,737	2,362,799
Electronically recorded obligations - operating	3,299,225	3,717,149
Current portion of long-term borrowings	-	666,666
Accounts payable - other	130,311	78,021
Accrued expenses	152,674	159,692
Income taxes payable	550,649	747,867
Advances received	3,005,574	1,507,987
Provision for bonuses	221,406	229,450
Provision for bonuses for directors (and other officers)	127,669	182,343
Accrued consumption taxes	-	222,359
Other	216,677	221,828
Total current liabilities	8,762,926	10,096,165
Non-current liabilities		
Long-term borrowings	-	1,333,334
Deferred tax liabilities for land revaluation	483,283	497,349
Provision for retirement benefits	975,135	1,023,719
Asset retirement obligations	6,412	6,412
Provision for share-based payments	13,125	30,375
Total non-current liabilities	1,477,955	2,891,189
Total liabilities	10,240,882	12,987,354
Net assets		
Shareholders' equity		
Share capital	1,953,930	1,953,930
Capital surplus		
Legal capital surplus	1,466,663	1,466,663
Other capital surplus	227,167	230,531
Total capital surplus	1,693,830	1,697,194
Retained earnings		
Legal retained earnings	109,922	109,922
Other retained earnings		
General reserve	6,500,000	6,500,000
Retained earnings brought forward	7,500,927	8,916,634
Total retained earnings	14,110,850	15,526,556
Treasury shares	(111,500)	(1,509,558)
Total shareholders' equity	17,647,110	17,668,123
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	959,015	883,538
Deferred gains or losses on hedges	4,661	(3,111)
Revaluation reserve for land	1,097,107	1,083,042
Total valuation and translation adjustments	2,060,784	1,963,468
Total net assets	19,707,895	19,631,592
Total liabilities and net assets	29,948,777	32,618,946

(2) Quarterly Non-consolidated Statement of Income

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	19,242,406	21,578,662
Cost of sales		
Cost of products manufactured	15,603,552	16,762,407
Gross profit	3,638,853	4,816,255
Selling, general and administrative expenses	1,050,605	1,303,766
Operating profit	2,588,248	3,512,488
Non-operating income		
Interest income	41	79
Dividend income	50,880	52,526
Rental income	1,743	3,951
Other	5,668	8,943
Total non-operating income	58,332	65,500
Non-operating expenses		
Interest expenses	40	3,029
Guarantee commission	12,970	16,365
Other	3,157	2,971
Total non-operating expenses	16,169	22,366
Ordinary profit	2,630,411	3,555,622
Extraordinary income		
Gain on sale of non-current assets	362	257
Gain on sale of investment securities	-	49
Total extraordinary income	362	307
Extraordinary losses		
Loss on retirement of non-current assets	840	431
Loss on sale of non-current assets	-	8
Total extraordinary losses	840	440
Profit before income taxes	2,629,933	3,555,489
Income taxes - current	885,750	1,146,557
Income taxes - deferred	(60,174)	18,044
Total income taxes	825,576	1,164,601
Profit	1,804,357	2,390,888

(3) Non-consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Thousands of yen)

	Shareholders' equity							
	Share capital	Capital surplus			Retained earnings			
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings		Total retained earnings
						General reserve	Retained earnings brought forward	
Balance at beginning of period	1,953,930	1,466,663	216,793	1,683,457	109,922	6,500,000	6,839,991	13,449,914
Changes during period								
Dividends of surplus							(1,143,421)	(1,143,421)
Profit							1,804,357	1,804,357
Purchase of treasury shares								
Disposal of treasury shares			10,373	10,373				
Net changes in items other than shareholders' equity								
Total changes during period	-	-	10,373	10,373	-	-	660,935	660,935
Balance at end of period	1,953,930	1,466,663	227,167	1,693,830	109,922	6,500,000	7,500,927	14,110,850

	Shareholders' equity		Valuation and translation adjustments				Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(141,307)	16,945,993	536,173	(1,696)	1,097,107	1,631,583	18,577,577
Changes during period							
Dividends of surplus		(1,143,421)					(1,143,421)
Profit		1,804,357					1,804,357
Purchase of treasury shares	(225)	(225)					(225)
Disposal of treasury shares	30,032	40,406					40,406
Net changes in items other than shareholders' equity			422,842	6,358		429,200	429,200
Total changes during period	29,806	701,116	422,842	6,358	-	429,200	1,130,317
Balance at end of period	(111,500)	17,647,110	959,015	4,661	1,097,107	2,060,784	19,707,895

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Thousands of yen)

	Shareholders' equity							
	Share capital	Capital surplus			Legal retained earnings	Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus		General reserve	Other retained earnings Retained earnings brought forward	Total retained earnings
Balance at beginning of period	1,953,930	1,466,663	227,167	1,693,830	109,922	6,500,000	7,500,927	14,110,850
Changes during period								
Dividends of surplus							(975,181)	(975,181)
Profit							2,390,888	2,390,888
Purchase of treasury shares								
Disposal of treasury shares			3,364	3,364				
Net changes in items other than shareholders' equity								
Total changes during period	-	-	3,364	3,364	-	-	1,415,706	1,415,706
Balance at end of period	1,953,930	1,466,663	230,531	1,697,194	109,922	6,500,000	8,916,634	15,526,556

	Shareholders' equity		Valuation and translation adjustments				Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments	
Balance at beginning of period	(111,500)	17,647,110	959,015	4,661	1,097,107	2,060,784	19,707,895
Changes during period							
Dividends of surplus		(975,181)					(975,181)
Profit		2,390,888					2,390,888
Purchase of treasury shares	(1,436,500)	(1,436,500)					(1,436,500)
Disposal of treasury shares	38,442	41,806					41,806
Net changes in items other than shareholders' equity			(75,476)	(7,773)	(14,065)	(97,316)	(97,316)
Total changes during period	(1,398,057)	21,013	(75,476)	(7,773)	(14,065)	(97,316)	(76,302)
Balance at end of period	(1,509,558)	17,668,123	883,538	(3,111)	1,083,042	1,963,468	19,631,592

(4) Non-consolidated Statement of Cash Flows

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	2,629,933	3,555,489
Depreciation	229,725	265,368
Interest and dividend income	(50,921)	(52,605)
Interest expenses	40	3,029
Loss (gain) on sale of investment securities	-	(49)
Decrease (increase) in accounts receivable - trade, and contract assets	(875,175)	(5,264,579)
Decrease (increase) in inventories	(306,554)	323,682
Decrease (increase) in advance payments to suppliers	-	(509,219)
Decrease (increase) in consumption taxes refund receivable	(158,657)	300,926
Decrease (increase) in other assets	10,723	11,561
Increase (decrease) in trade payables	(650,499)	1,721,985
Increase (decrease) in accounts payable - other	12,679	(20,657)
Increase (decrease) in accrued expenses	29,136	7,017
Increase (decrease) in accrued consumption taxes	-	222,359
Increase (decrease) in advances received	1,275,822	(1,497,586)
Increase (decrease) in provision for bonuses	(18,486)	8,043
Increase (decrease) in provision for bonuses for directors (and other officers)	17,870	54,674
Increase (decrease) in provision for share-based payments	13,125	17,250
Increase (decrease) in provision for retirement benefits	56,972	48,583
Increase (decrease) in allowance for doubtful accounts	49,904	149,701
Increase (decrease) in other liabilities	14,019	31,583
Other, net	3,516	11,666
Subtotal	2,283,175	(611,772)
Interest and dividends received	50,921	52,605
Interest paid	(40)	(13,983)
Income taxes paid	(813,217)	(959,509)
Net cash provided by (used in) operating activities	1,520,839	(1,532,659)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	-	100,000
Purchase of property, plant and equipment	(282,478)	(906,334)
Proceeds from sale of property, plant and equipment	362	288
Purchase of investment securities	(1,699)	(50)
Proceeds from sale of investment securities	-	185
Purchase of intangible assets	(1,342)	(3,684)
Other, net	(6,675)	(6,268)
Net cash provided by (used in) investing activities	(291,832)	(815,864)
Cash flows from financing activities		
Dividends paid	(1,140,796)	(972,155)
Proceeds from long-term borrowings	-	2,000,000
Purchase of treasury shares	(225)	(1,436,500)
Proceeds from disposal of treasury shares	40,406	41,806
Net cash provided by (used in) financing activities	(1,100,615)	(366,848)
Net increase (decrease) in cash and cash equivalents	128,391	(2,715,372)
Cash and cash equivalents at beginning of period	9,483,051	9,611,442
Cash and cash equivalents at end of period	9,611,442	6,896,070

(5) Notes to Non-consolidated Financial Statements

[Notes on going concern assumption]

Not applicable.

[Notes on significant changes in the amount of shareholders' equity]

Based on the resolution of the Board of Directors meeting held on June 27, 2024, the Company purchased 850,000 shares of its own stock on July 2, 2024 through the Tokyo Stock Exchange's Off-Auction Own Share Repurchase Transaction (ToSTNeT-3). As a result, treasury stock increased by ¥1,436,500 thousand during the fiscal year ended March 31, 2025, and amounted to ¥1,509,558 thousand as of the end of the fiscal year ended March 31, 2025.

2. Supplementary Information

Net Sales, Orders and Order Backlog by Product Segment

(Thousands of yen, %)

Product Segment	Fiscal year ended March 31, 2024		Fiscal year ended March 31, 2025		
	Amount of money	Composition ratio(%)	Amount of money	Composition ratio(%)	Year-on-year growth(%)
Net sales					
Display-Related Coater	6,348,526	33.0	9,842,614	45.6	55.0
Functional Film-Related Coater	4,388,007	22.8	5,163,465	23.9	17.7
Electronic Components-Related Coater	1,998,959	10.4	389,125	1.8	(80.5)
Energy-Related Coater	5,206,388	27.1	5,193,449	24.1	(0.2)
Chemical engineering machinery	24,628	0.1	12,972	0.1	(47.3)
Others	1,275,896	6.6	977,034	4.5	(23.4)
Total	19,242,406	100.0	21,578,662	100.0	12.1
Exports	12,154,175	63.2	11,222,327	52.0	(7.7)
Orders					
Display-Related Coater	14,661,913	60.4	6,593,692	47.0	(55.0)
Functional Film-Related Coater	1,835,350	7.6	3,349,032	23.9	82.5
Electronic Components-Related Coater	936,812	3.9	161,280	1.2	(82.8)
Energy-Related Coater	5,963,024	24.5	3,025,133	21.6	(49.3)
Chemical engineering machinery	37,600	0.1	—	—	—
Others	853,315	3.5	884,353	6.3	3.6
Total	24,288,015	100.0	14,013,491	100.0	(42.3)
Exports	13,718,267	56.5	7,268,710	51.9	(47.0)
Orders Backlog					
Display-Related Coater	15,342,982	48.2	12,094,060	49.8	(21.2)
Functional Film-Related Coater	7,092,994	22.3	5,278,560	21.7	(25.6)
Electronic Components-Related Coater	1,059,223	3.3	831,377	3.4	(21.5)
Energy-Related Coater	7,883,304	24.8	5,714,988	23.5	(27.5)
Chemical engineering machinery	12,972	0.0	—	—	—
Others	457,759	1.4	365,078	1.6	(20.2)
Total	31,849,236	100.0	24,284,065	100.0	(23.8)
Exports	17,438,791	54.8	13,485,174	55.5	(22.7)