

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



Designs for Business



Shinsho Corporation

FY2025 3rd Quarter
Financial Results

SHINSHO CORPORATION

Code: 8075

CONTENTS

01 FY2025 3rd Quarter

Consolidated Financial Results Summary

02 FY2025 Full-Year Consolidated Earnings Forecast

CONTENTS

01 FY2025 3rd Quarter

Consolidated Financial Results Summary

02 FY2025 Full-Year Consolidated Earnings Forecast

Fiscal Year 2025 3rd Quarter Performance Summary

FY2025 3rd Quarter Financial Results Overview

- While the Metals Division's saw a decline in profits due to factors such as reduced production by Japanese automakers and increased transportation costs, the Machinery Unit continued to underpin earnings, following the trend from the second quarter, thanks to strong performance in the delivery of non-standard compressors, heat pumps, and other machinery equipment, as well as maintenance services.
- The Ferrous & Recycling Materials Unit saw a significant decline in profits due to operational difficulties at overseas coal mines and biomass power plants in which it has invested. However, operations have resumed at some coal mines, and the restart of biomass power plants is also anticipated.
- Investments contributed to society were decided for black bark pellets and aluminum recycling to advance decarbonization.

Revenue

445.7 ¥ billion

(Year-on-year change: (19.3 billion), (4.2%))

Operating Profit

8.6 ¥ billion

(Year-on-year change: (1.8 billion), (17.6%))

Ordinary Income

8.6 ¥ billion

(Year-on-year change: (0.9 billion), (9.1%))

Net Income Attributable to Owners of Parent Company

6.3 ¥ billion

(Year-on-year change: (0.5 billion), (7.4%))

FY2025 3rd Quarter Income Statement

SHINSHO CORPORATION

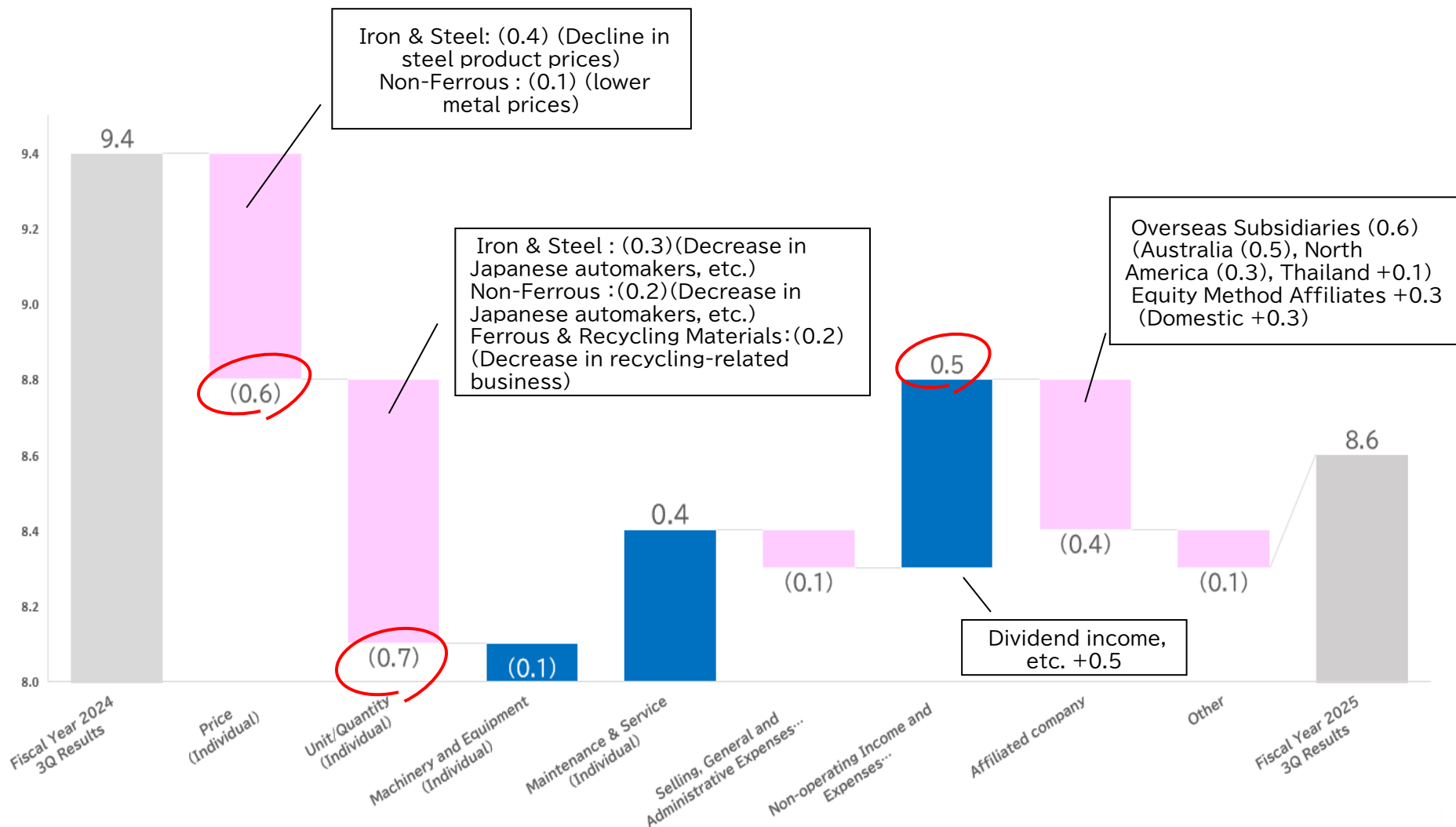
- Sales revenue decreased due to lower handling volumes and falling steel prices.
- Despite the positive impact of strong performance in Machinery sales, maintenance services, and investments, due to reduced handling in the automotive materials business and the negative impact of lower profits in the Ferrous & Recycling Materials Unit.
- Net income attributable to owners of parent supported by gains from the sale of strategically held stocks.

(Unit: billion yen)

	FY2024 3Q ①	FY2025 3Q ②	Change ③=②-①	Change Rate ④=③/①
Sales Revenue	465.0	445.7	(19.3)	(4.2%)
Gross Profit	30.6	28.8	(1.8)	(6.0%)
Selling, General and Administrative Expenses	20.2	20.2	(0.0)	(0.0%)
Operating Profit	10.4	8.6	(1.8)	(17.6%)
Ordinary profit	9.4	8.6	(0.9)	(9.1%)
(Ordinary Profit Margin %)	(2.02%)	(1.92%)	((0.1%))	-
Net income attributable to Net income	6.8	6.3	(0.5)	(7.4%)
Per Share Quarterly Net Income (¥)	256.58yen	237.54yen	(19.0yen)	(7.4%)

*After the three-for-one stock split effective April 1, 2025, net assets per share and the share price at the end of the fiscal year are shown after adjusting for the three-for-one split.

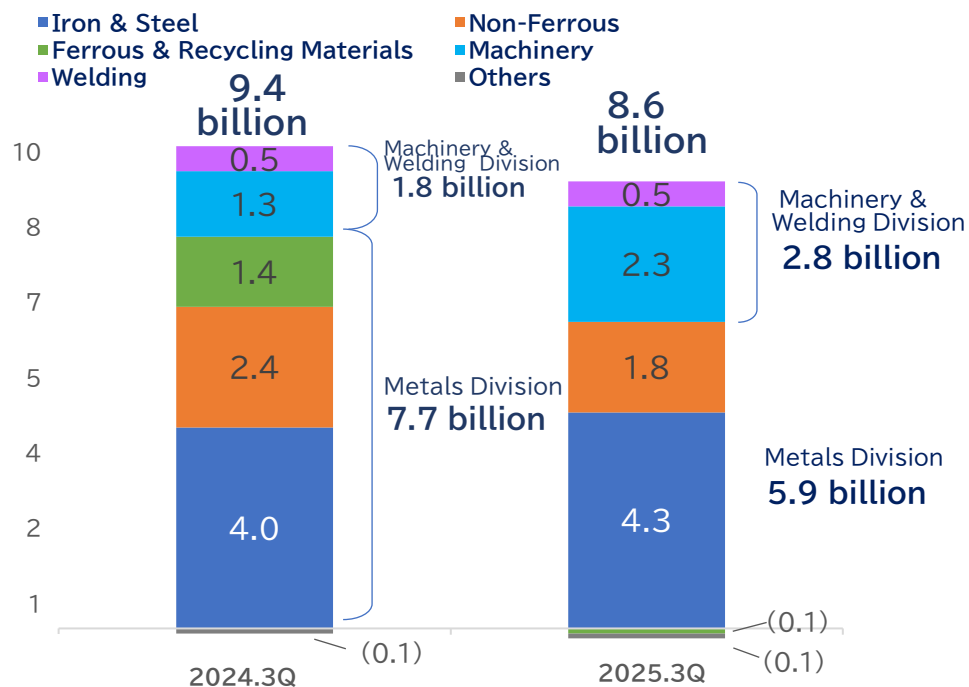
FY2025 Q3 Performance: Group-wide Ordinary Income YoY Change



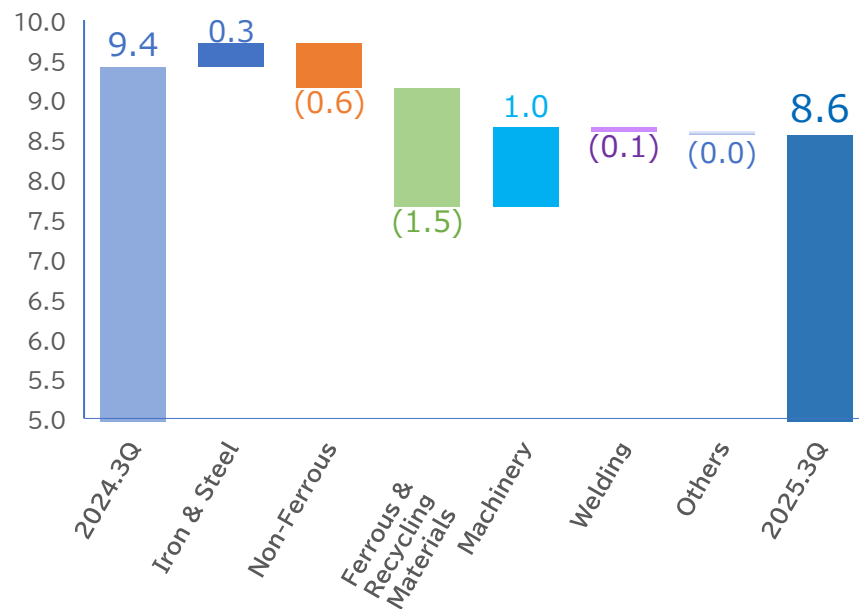
FY2025 Q3 Unit-by-Unit Performance Summary: YoY Change

- **Iron & Steel Unit** : Declining demand for automobiles and construction equipment, yet increased dividends from investment targets.
- **Non-Ferrous Unit** : Decreased profits from automotive aluminum sheets, reduced handling volume of copper-based raw materials, and impact on profits from copper ingots.
- **Ferrous & Recycling Materials Unit** : Decline in steel raw material handling and price drops due to sluggish crude steel production, operational difficulties at overseas coal mines and biomass power plants.
- **Machinery Unit** : Increased profits driven by growth in decarbonization-related equipment (heat pumps, etc.) and maintenance services, along with increased handling of electric arc furnaces at domestic subsidiaries.
- **Welding Unit** : Sales of welding materials and equipment remain steady.

Unit-by-Unit Ordinary Profit Comparison (Unit: billion yen)



Ordinary Profit by Unit Change (Unit: billion yen)



Balance Sheet Status

SHINSHO CORPORATION

(Unit: 100 million yen)	End of March 2024 (March 2025)	December 31, 2025 (December 2025)	Change
Current assets	337.5	335.6	(2.0)
Fixed assets	49.3	52.0	2.6
Breakdown: Tangible and intangible fixed assets	10.7	10.2	(0.4)
Investments and other assets	38.7	41.7	3.1
Total assets	386.9	387.5	0.7
Current liabilities	272.2	270.5	(1.7)
Fixed liabilities	21.7	19.8	(1.9)
Total liabilities	293.9	290.3	(3.6)
Equity	91.4	95.3	3.9
Non-controlling interest	1.5	1.9	0.4
Net assets	93.0	97.2	4.2
External Interest-Bearing Debt	61.3	60.6	(0.7)
Equity Ratio	23.6%	24.6%	1.0%
D/E Ratio	0.7 times	0.6 times	(0.1 times)
Net Assets per Share (※)	3,461.4yen	3,606.6yen	
Closing Stock Price (※)	1,914yen	2,531yen	
PBR	0.55 times	0.70 times	

*After the three-for-one stock split effective April 1, 2025, net assets per share and the share price at the end of the fiscal year are shown after adjusting for the three-for-one split.

CONTENTS

01 FY2025 3rd Quarter

Consolidated Financial Results Summary

02 FY2025 Full-Year Consolidated Earnings Forecast

Fiscal Year 2025 Full-Year Performance Forecast

FY2025 Full-Year Earnings Forecast

- The Metals Division's steel and aluminum/copper handling volumes showed an upward trend, supported by the recovery in Japanese automobile production.
- In the Ferrous & Recycling Materials Unit, operations at overseas coal mines in which we hold stakes resumed, and operations at biomass power plants are also scheduled to resume soon.
- The Machinery Unit is expected to see increased profits for the full year, with continued strong performance in the delivery and maintenance/service of machinery and equipment such as non-standard compressors and heat pumps.

Net Sales

637.0 ¥ billion

Year-on-year change: +19.8 billion
3Q Progress Rate: 70%

Operating Profit

11.9 ¥ billion

Year-on-year change:
(1.3 billion)
3Q Progress Rate: 72%

ROE

10.0 %

Year-on-year
change: +0.3%

Ordinary Income

12.0 ¥ billion

YoY Change: +0.2 billion
3Q Progress Rate: 71%

Net Income Attributable to Owners of Parent Company

6.3 ¥ billion

YoY Change: +0.6 billion
3Q Progress Rate: 68%

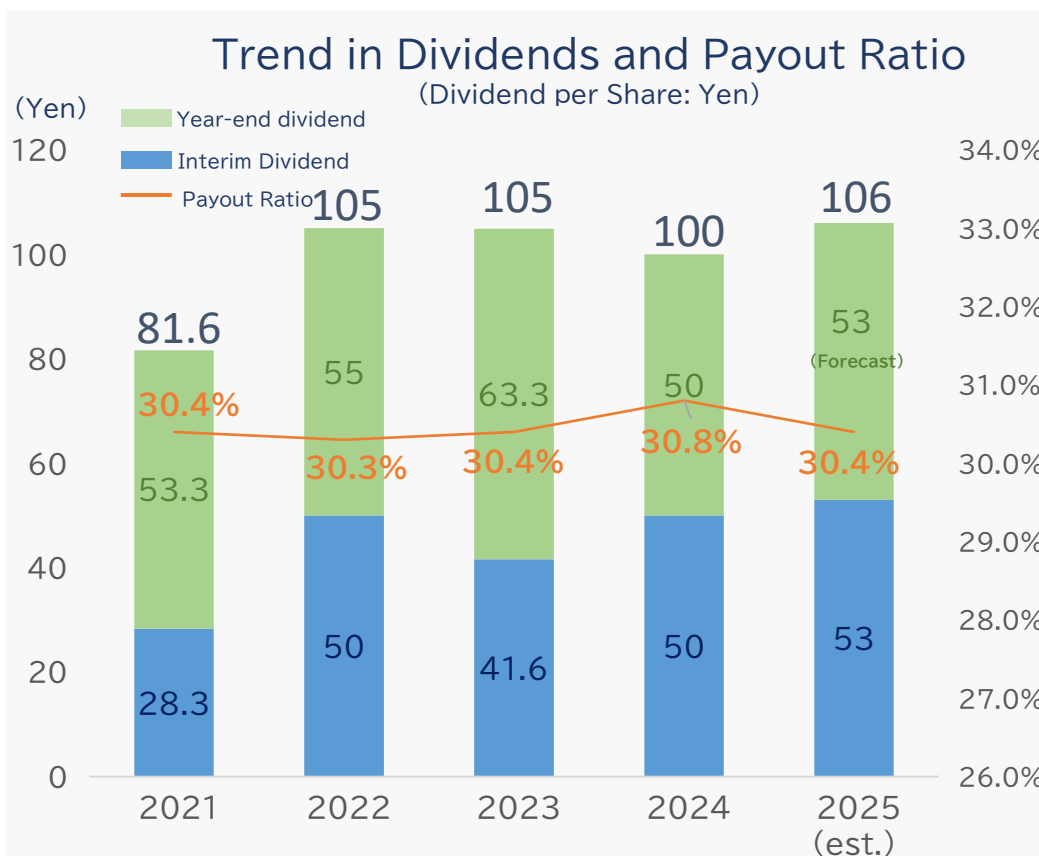
ROIC

6.3 %

Year-on-year
change: +0.2%

FY2025 Earnings Outlook: Dividend Forecast

- The dividend policy under the **“Medium Term Management Plan 2026”** is to maintain either a consolidated dividend payout ratio of 30% or higher, or a dividend per share of 100 yen, whichever is higher.
- The annual dividend of ¥106 per share, previously announced, remains unchanged (¥53 interim dividend, ¥53 year-end dividend).



FY2025 Annual Dividend

Interim Dividend **¥53**
 (Record Date: September 30, 2025) per share

Final Dividend **¥53**
 (Record Date: March 31, 2026) per share
 (Forecast)

Fiscal Year 2025 **¥106**
Final Dividend per share
 (Forecast)

*A 3-for-1 stock split took effect on April 1, 2025. The graphs for 2021–2024 reflect figures adjusted for this 3-for-1 split. The figures in parentheses for 2021–2024 represent the values before the stock split adjustment. The figures in parentheses for fiscal 2025 represent the values assuming the stock split had not occurred.