

Summary Financial Statements (Consolidated)  
for 3rd Quarter of Fiscal Year 2024 (Year Ending March 31, 2025) (Japan GAAP)

January 31, 2025

Company name: Amano Corporation Listed on: TSE  
Securities code: 6436 URL <https://www.amano.co.jp/en/>  
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Scheduled date for start of dividend payments: —  
Supplementary explanation materials prepared for quarterly financial results: None  
Briefing held on quarterly financial results: None

(Amounts less than 1 million yen are rounded down)

1. Business results for 3rd Quarter of fiscal year 2024 (April 1, 2024 to December 31, 2024)

(1) Operating results (Percentages represent year on year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of the parent company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
3Q of FY 2024 (year ending March 2025)	125,916	16.8	15,209	20.9	16,332	21.2	12,187	34.0
3Q of FY 2023 (year ended March 2024)	107,791	16.8	12,581	40.2	13,470	36.7	9,094	44.9

Note: Comprehensive income 3rd Quarter of FY 2024 (year ending March 2025): ¥12,861 million (-12.3%)  
3rd Quarter of FY 2023 (year ended March 2024): ¥14,670 million (25.1%)

	Net income per share	Diluted net income per share
	Yen	Yen
3Q of FY 2024 (year ending March 2025)	170.80	—
3Q of FY 2023 (year ended March 2024)	126.10	—

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
3Q of FY 2024 (as of December 31, 2024)	183,799	128,612	69.7	1,796.46
FY 2023 (as of March 31, 2024)	184,585	128,103	69.1	1,779.42

Reference: Equity capital 3rd Quarter of FY 2024 (as of December 31, 2024): ¥128,060 million  
FY 2023 (as of March 31, 2024): ¥127,600 million

2. Dividends

	Annual dividends				
	1st Quarter-end	2nd Quarter-end	3rd Quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2023 (year ended March 2024)	—	40.00	—	95.00	135.00
FY 2024 (year ending March 2025)	—	50.00	—		
FY 2024 (year ending March 2025) (est.)				95.00	145.00

Note: Revisions to most recently released dividend forecast: None

3. Forecast earnings for fiscal year 2024 (April 1, 2024 to March 31, 2025)

(Percentages represent year on year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of the parent company		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	160,000	4.7	21,000	7.3	22,000	5.5	14,500	10.3	203.41

Note: Revisions to most recently released earnings forecast: None

Notes

- (1) Significant changes in the scope of consolidation during the current quarter : None
- (2) Application of accounting procedures specific to the preparation of the consolidated quarterly financial statements : Yes

Note: For details, please refer to "2. Consolidated Quarterly Financial Statements and Primary Explanatory Notes (4) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of the Consolidated Quarterly Financial Statements) on page 13 of the attached document.

(3) Changes to accounting policy, changes to accounting forecasts, and restatements

- [1] Changes arising from revision of accounting standards : None
- [2] Changes to accounting policy other than those in [1] above : None
- [3] Changes to accounting forecasts : None
- [4] Restatements : None

(4) Number of shares issued and outstanding (common stock)

[1] Number of shares issued and outstanding at the end of the period (including treasury stock)	As of 3Q ended December 31, 2024	76,657,829 shares	As of March 31, 2024	76,657,829 shares
[2] Number of shares of treasury stock at the end of the period	As of 3Q ended December 31, 2024	5,372,860 shares	As of March 31, 2024	4,948,546 shares
[3] Average number of shares outstanding (over the fiscal year under review up to December 31, 2024)	As of 3Q ended December 31, 2024	71,357,617 shares	As of 3Q ended December 31, 2023	72,122,268 shares

Note: The number of shares of treasury stock as of December 31, 2024, includes the Company's shares held by the Director's Compensation BIP Trust and the Employee Stock Ownership Plan (J-ESOP). (721,481 shares as of December 31, 2024 and 793,884 shares as of March 31, 2024 respectively)

In addition, these Company's shares are included in the treasury stock which is deducted in calculating the average number of shares outstanding.

Note: Review of the Japanese originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm : None

Note: Explanation concerning appropriate use of the earnings forecast, and other matters to note

Caution regarding forward-looking statements

Earnings forecasts and other forward-looking statements contained in this document are based on information available at the time of preparing this document and on certain assumptions that are deemed to be reasonable. A variety of factors could cause actual results to differ significantly from the forecasts. For information on the earnings forecasts, please refer to "1. Summary of Business Results (3) Explanation of Forward-looking Information, including the Outlook for Consolidated Operating Results" on page 6 of the attached document.

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## 1. Summary of Business Results

### (1) Summary of Business Results for the Current Quarter

During the third quarter of the current consolidated cumulative period, the Japanese economy is considered to be on a moderate recovery trend, supported by a strong corporate appetite for capital investment, although the outlook of the Japanese economy is ridden by uncertainties such as overseas economic slowdown, rising geopolitical risks, extensive price hikes, and exchange rate volatility.

Under this business environment, in our 9th Medium-Term Business Plan that started in April 2023, we the Amano Group set forth the management concept of "The 4th Stage Towards a 100-year Company-Initiatives for a Paradigm Shift Leading to Sustainable Management" in which we have promoted DX in each business field and executed strategic investments in software-based assets, IoT, AI, etc., and further enhance our competitive advantage in terms of profitability. Furthermore, we have proactively worked to solve social issues.

As a result, during the third quarter under review, net sales were ¥125,916 million (up 16.8% year on year), operating profit was ¥15,209 million (up 20.9% yoy), ordinary profit was ¥16,332 million (up 21.2% yoy), and net income attributable to owners of the parent company was ¥12,187 million (up 34.0% yoy).

#### Main factors behind the business results

- (i) At the non-consolidated Amano, Parking Systems sales increased due to factors such as compatibility with new banknotes, etc. In addition, Information Systems sales continued to grow in software due to vigorous investment by various companies. Clean Systems sales continued to grow due to the strong performance of cleaning robots as well.
- (ii) In domestic group companies, the consigned parking lot management service business continued to grow, and the cloud service business for T&A sales decreased slightly due to the transfer of operations to Amano and other factors. The digital time stamp business continued to perform well.
- (iii) In overseas markets, sales increased in North America, Europe, and Asia, partly due to the effect of yen depreciation. In North America, Parking Systems sales continued to grow due to the effect of new products. In Europe, sales of Information Systems in France continued to grow by capturing customer needs. However, in North America and Europe, increased employees and rising labor costs put downward pressure on profits. In Asia, Parking Systems sales grew in South Korea and Hong Kong, and Environmental Systems sales grew in Thailand.
- (iv) Gains on the sale of investment securities was booked as a result of the reduction of cross-shareholdings.

The following are business results by segment:

#### Sales by business division

(Millions of yen)

Category	3Q of FY 2023 (year ended March 2024)		3Q of FY 2024 (year ending March 2025)		Change	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	%
Time Information System business:						
Information Systems	24,830	23.0	27,610	21.9	2,780	11.2
Time Management Products	1,863	1.8	1,767	1.4	(95)	(5.1)
Parking Systems	54,779	50.8	67,928	54.0	13,149	24.0
Subtotal	81,472	75.6	97,306	77.3	15,834	19.4
Environment System business:						
Environmental Systems	16,512	15.3	17,726	14.1	1,214	7.4
Clean Systems	9,806	9.1	10,882	8.6	1,075	11.0
Subtotal	26,319	24.4	28,609	22.7	2,290	8.7
Total	107,791	100.0	125,916	100.0	18,124	16.8

#### Time Information System business

- Information Systems: Time & Attendance (T&A), Human Resources (HR) systems, Payroll information systems, access control, and digital time stamps
- Time Management Products: PC-linked time recorders, online time recorders, and time stamps
- Parking Systems: Parking lot management systems, bicycle parking lot management systems, and consigned parking lot management service

The sales in this business totaled ¥97,306 million, up by ¥15,834 million (up 19.4%) year on year. The following is a breakdown of sales by business division.

- Information Systems ¥27,610 million (up 11.2% year on year)

In Japan, Amano's non-consolidated sales increased due to increases in both software as well as maintenance and supply, although sales of hardware decreased. The sales of the cloud service business deployed by Amano Business Solutions Corporation decreased. Overseas, sales in North America decreased, while Europe increased, and overall sales increased.

- Time Management Products ¥1,767 million (down 5.1% year on year)

In Japan, both standard time recorders and PC-linked time recorders sales decreased, resulting in an overall sales decreased, and overseas sales also decreased.

- Parking Systems ¥67,928 million (up 24.0% year on year)

In Japan, Amano's non-consolidated sales were up due to increases in both system equipment as well as maintenance and supply, while sales increased at Amano Management Service Corporation, which is engaged in the consigned parking lot management service business. Overseas, sales in both North America and Asia increased, and overall sales also increased.

#### Environment System business

- Environmental Systems: Standard dust collection systems, mist collectors, large dust collection systems, pneumatic conveyors, deodorizing equipment, and industrial air purifiers
- Clean Systems: Industrial vacuum cleaners, automatic floor scrubbers, cleaning robots, wooden floor polishers, consigned janitorial management services, and electrolyzed water generators

The sales in this business totaled ¥28,609 million, up by ¥2,290 million (up 8.7%) year on year. The following is a breakdown of sales by business division.

- Environmental Systems ¥17,726 million (up 7.4% year on year)

In Japan, Amano's non-consolidated sales were flat due to a decrease in standard equipment and an increase in large-scale systems. Overseas, sales in North America and Asia were up, and overall sales also increased.

- Clean Systems ¥10,882 million (up 11.0% year on year)

In Japan, Amano's non-consolidated sales increased due to increases in both cleaning robots as well as maintenance and supply. Overseas, sales in North America increased, and overall sales also increased.

Reference Information

[Information by area]

(Millions of yen)

	Net sales				Operating profit/loss			
	3Q of FY 2023 (year ended March 2024)	3Q of FY 2024 (year ending March 2025)	Change	Percentage change (%)	3Q of FY 2023 (year ended March 2024)	3Q of FY 2024 (year ending March 2025)	Change	Percentage change (%)
Japan	61,006	65,440	4,433	7.3	12,310	14,430	2,120	17.2
Other Asia	22,761	30,086	7,325	32.2	1,585	1,949	363	22.9
North America	15,351	19,265	3,913	25.5	(68)	248	316	—
Europe	9,700	11,955	2,254	23.2	1,479	1,542	63	4.3
Total	108,819	126,747	17,928	16.5	15,306	18,170	2,863	18.7
Eliminations/ Corporate	(1,028)	(831)	—	—	(2,725)	(2,961)	—	—
Consolidated	107,791	125,916	18,124	16.8	12,581	15,209	2,627	20.9

- Notes: 1. The national and regional demarcations are based on the degree of geographical proximity.  
2. Major countries and territories included in areas other than Japan:  
(1) Other Asia: Singapore, Thailand, Malaysia, Indonesia, South Korea, China, Philippines, and Vietnam  
(2) North America: United States, Canada and Mexico  
(3) Europe: France, Belgium and Spain

[Overseas sales]

(Millions of yen)

	Overseas sales				Proportion of consolidated net sales accounted for by overseas sales (%)		
	3Q of FY 2023 (year ended March 2024)	3Q of FY 2024 (year ending March 2025)	Change	Percentage change (%)	3Q of FY 2023 (year ended March 2024)	3Q of FY 2024 (year ending March 2025)	Change
Other Asia	22,930	30,107	7,176	31.3	21.3	23.9	2.6
North America	14,482	17,999	3,516	24.3	13.4	14.3	0.9
Europe	9,382	11,373	1,990	21.2	8.7	9.0	0.3
Other regions	920	1,558	637	69.3	0.9	1.3	0.4
Total	47,715	61,038	13,322	27.9	44.3	48.5	4.2
Consolidated net sales	107,791	125,916					

- Notes: 1. The national and regional demarcations are based on the degree of geographical proximity.  
2. Major countries and territories included in areas other than Japan:  
(1) Other Asia: Singapore, Thailand, Malaysia, Indonesia, South Korea, China, Philippines, and Vietnam  
(2) North America: United States and Canada  
(3) Europe: France, Belgium and Spain  
(4) Other regions: Central and South America  
3. Overseas sales comprise sales by the Company and its consolidated subsidiaries to countries and regions other than Japan.

(2) Summary of Financial Condition for the Current Quarter

(i) Assets, liabilities, and net assets

Total assets amounted to ¥183,799 million (down ¥785 million from the previous consolidated fiscal year-end).

- Current assets: a decrease of ¥1,310 million due to decreases in notes and accounts receivable-trade, and contract assets, and marketable securities, etc.
- Fixed assets: an increase of ¥524 million due to an increase in software in progress, etc.

Total liabilities amounted to ¥55,187 million (down ¥1,294 million from the previous consolidated fiscal year-end).

- Current liabilities: a decrease of ¥1,430 million due to decreases in electronically recorded obligations and accrued income taxes, etc.
- Long-term liabilities: an increase of ¥136 million due to an increase in lease liabilities, etc.

Net assets amounted to ¥128,612 million (up ¥509 million from the previous consolidated fiscal year-end).

- Shareholders' equity: a decrease of ¥54 million due to dividends paid and acquisition of treasury stock, etc.
- Accumulated other comprehensive income: an increase of ¥514 million due to an increase in foreign currency translation adjustments, etc.

(ii) Cash flows

Consolidated cash and cash equivalents decreased by ¥133 million from the previous fiscal year-end, to a total of ¥51,515 million at the end of the third quarter. More specifically, the status of each type of cash flow during the third quarter and the underlying factors are as follows:

Net cash provided by operating activities totaled ¥17,112 million (an increase in cash inflow of ¥1,057 million year on year).

- Main income factors:

Posting of income before income taxes amounting to ¥17,530 million, posting of depreciation and amortization amounting to ¥8,153 million, posting of a decrease in trade notes and accounts receivable and contract assets amounting to ¥2,983 million, and posting of receipts from interest and dividends amounting to ¥1,108 million.

- Main expenditure factors:

Posting of income taxes paid amounting to ¥6,273 million, posting of a decrease in trade payables amounting to ¥3,141 million, and posting of an increase in inventories amounting to ¥1,176 million.

Net cash used in investing activities totaled -¥1,878 million (a decrease in cash outflow of ¥5,022 million year on year).

- Main income factors:

Posting of proceeds from withdrawal of time deposits amounting to ¥8,148 million, posting of proceeds from redemption of securities amounting to ¥3,050 million, and posting of proceeds from sale of investment securities amounting to ¥1,816 million.

- Main expenditure factors:

Posting of increase in time deposits amounting to ¥7,676 million, posting of payment for purchase of tangible fixed assets amounting to ¥3,318 million, posting of payment for acquisition of intangible fixed assets amounting to ¥2,014 million, and payment for acquisition of investment securities amounting to ¥1,206 million.

Net cash used in financing activities amounted to -¥15,627 million (a decrease in cash outflow of ¥1,157 million year on year).

- Main income factors:

Posting of proceeds from sale and leaseback amounting to ¥1,907 million.

- Main expenditure factors:

Posting of dividends paid amounting to ¥10,488 million, posting of repayments of lease liabilities amounting to ¥5,795 million, and posting of payment for acquisition of treasury stock amounting to ¥1,953 million.

(3) Explanation of Forward-looking Information, including Outlook for Consolidated Operating Results

The third quarter of consolidated fiscal year ended with a growth in both sales and profits year on year as business performance remained strong. Although the full-year earnings forecast is expected to exceed the initial plan, the figures are still under examination in consideration of the large fluctuations in March earnings, which is the month of highest demand in Japan. Therefore, at this time, the full-year earnings forecast for the fiscal year ending March 31, 2025, which was announced on April 25, 2024, remains unchanged. We will disclose the forecast figures in a timely manner as soon as we have a better outlook on them.



## 2. Consolidated Quarterly Financial Statements and Primary Explanatory Notes

### (1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	FY 2023 (as of March 31, 2024)	FY 2024 (as of December 31, 2024)
<b>Assets</b>		
Current assets		
Cash and bank deposits	62,577	62,183
Notes and accounts receivable—trade and contract assets	36,038	33,214
Marketable securities	2,725	1,335
Merchandise and finished goods	5,672	6,159
Work in process	916	1,252
Raw materials and supplies	8,601	9,042
Other current assets	4,753	6,783
Allowance for doubtful accounts	(393)	(390)
<b>Total current assets</b>	<b>120,892</b>	<b>119,581</b>
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	8,369	8,235
Machinery and vehicles (net)	961	1,027
Tools, furniture and fixtures (net)	2,689	3,287
Land	5,743	5,743
Lease assets (net)	12,603	12,833
Construction in progress	728	504
<b>Total tangible fixed assets</b>	<b>31,096</b>	<b>31,632</b>
Intangible fixed assets		
Goodwill	1,884	1,550
Software	3,241	3,245
Software in progress	1,421	2,183
Other	2,196	2,013
<b>Total intangible fixed assets</b>	<b>8,742</b>	<b>8,993</b>
Investments and other assets		
Investment securities	16,764	16,521
Claims in bankruptcy and similar claims	471	480
Fixed leasehold deposits	1,872	1,900
Net defined benefit assets	142	135
Deferred tax assets	2,071	2,140
Other	3,007	2,898
Allowance for doubtful accounts	(476)	(484)
<b>Total investments and other assets</b>	<b>23,853</b>	<b>23,592</b>
<b>Total fixed assets</b>	<b>63,693</b>	<b>64,217</b>
<b>Total assets</b>	<b>184,585</b>	<b>183,799</b>

(Millions of yen)

	FY 2023 (as of March 31, 2024)	FY 2024 (as of December 31, 2024)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable—trade	6,979	6,597
Electronically recorded obligations	6,533	3,800
Short-term bank loans	94	885
Lease liabilities	5,407	5,731
Accrued income taxes	4,100	3,072
Accrued bonuses	2,973	1,396
Accrued officers' bonuses	200	-
Other current liabilities	19,001	22,375
<b>Total current liabilities</b>	<b>45,289</b>	<b>43,859</b>
<b>Long-term liabilities</b>		
Lease liabilities	8,356	8,522
Deferred tax liabilities	23	4
Net defined benefit liabilities	1,721	1,533
Provision for stock benefit	407	534
Provision for directors' stock benefit	315	281
Asset retirement obligations	35	35
Other long-term liabilities	332	415
<b>Total long-term liabilities</b>	<b>11,192</b>	<b>11,328</b>
<b>Total liabilities</b>	<b>56,482</b>	<b>55,187</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Common stock	18,239	18,239
Capital surplus	19,293	19,293
Retained earnings	94,510	96,210
Treasury stock	(12,668)	(14,422)
<b>Total shareholders' equity</b>	<b>119,374</b>	<b>119,320</b>
<b>Accumulated other comprehensive income</b>		
Net unrealized gains (losses) on available- for-sale securities	4,740	4,656
Foreign currency translation adjustments	3,253	3,819
Remeasurements of defined benefit plans	231	264
<b>Total accumulated other comprehensive income</b>	<b>8,226</b>	<b>8,740</b>
<b>Non-controlling shareholders' interests</b>	<b>502</b>	<b>551</b>
<b>Total net assets</b>	<b>128,103</b>	<b>128,612</b>
<b>Total liabilities and net assets</b>	<b>184,585</b>	<b>183,799</b>

## (2) Consolidated Quarterly Statements of Income and Consolidated Quarterly Statements of Comprehensive Income

## Consolidated Quarterly Statements of Income

Third quarter ended December 31, 2024

(Millions of yen)

	FY 2023 (April 1, 2023- December 31, 2023)	FY 2024 (April 1, 2024- December 31, 2024)
Net sales	107,791	125,916
Cost of sales	59,225	69,990
Gross profit	48,565	55,925
Selling, general and administrative expenses		
Selling expenses	33,056	37,691
General and administrative expenses	2,928	3,023
Total selling, general and administrative expenses	35,984	40,715
Operating profit	12,581	15,209
Non-operating profit		
Interest income	489	654
Dividend income	221	272
Insurance income	35	62
Foreign exchange gains	19	-
Equity in earnings of affiliates	135	107
Other	293	432
Total non-operating profit	1,194	1,529
Non-operating expenses		
Interest expenses	217	240
Loss on foreign exchange	-	46
Other	87	118
Total non-operating expenses	304	406
Ordinary profit	13,470	16,332
Extraordinary income		
Gain on sale of fixed assets	8	9
Gain on sale of investment securities	-	1,231
Total extraordinary income	8	1,240
Extraordinary losses		
Loss on disposal of fixed assets	60	32
Loss on sale of fixed assets	35	0
Litigation settlement	-	9
Other	5	0
Total extraordinary losses	102	42
Income before income taxes	13,377	17,530
Income taxes	4,195	5,215
Net income	9,181	12,315
Net income attributable to non-controlling shareholders	86	127
Net income attributable to owners of the parent company	9,094	12,187

Consolidated Quarterly Statements of Comprehensive Income  
 Third quarter ended December 31, 2024

(Millions of yen)

	FY 2023 (April 1, 2023- December 31, 2023)	FY 2024 (April 1, 2024- December 31, 2024)
Net income	9,181	12,315
Other comprehensive income		
Net unrealized gains (losses) on available-for-sale securities	1,198	(84)
Foreign currency translation adjustment	4,202	597
Remeasurements of defined benefit plans	88	32
Share of other comprehensive income of associates accounted for using equity method	0	0
Total other comprehensive income	5,489	546
Comprehensive income	14,670	12,861
(Breakdown)		
Comprehensive income attributable to owners of the parent company	14,561	12,701
Comprehensive income attributable to non-controlling shareholders	108	159

## (3) Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	FY 2023 (April 1, 2023- December 31, 2023)	FY 2024 (April 1, 2024- December 31, 2024)
<b>Cash flows from operating activities</b>		
Income before income taxes	13,377	17,530
Depreciation and amortization	7,544	8,153
Amortization of goodwill	209	358
Increase (decrease) in net defined benefit liabilities	174	(141)
Increase (decrease) in provision for stock benefit	120	180
Increase (decrease) in provision for directors' stock benefit	66	113
Increase (decrease) in allowance for doubtful accounts	(42)	(1)
Interest and dividend revenue	(710)	(927)
Equity in (earnings) losses of affiliates	(135)	(107)
Interest expenses	217	240
Foreign currency translation loss (gain)	(79)	68
Loss (gain) on sale of fixed assets	27	(9)
Loss on disposal of fixed assets	60	32
Loss (gain) on sale of investment securities	-	(1,231)
(Increase) decrease in trade notes and accounts receivable and contract assets	1,946	2,983
(Increase) decrease in inventories	(2,534)	(1,176)
Increase (decrease) in trade payables	213	(3,141)
Increase (decrease) in other current liabilities	2,710	3,006
Other	(1,936)	(3,452)
<b>Subtotal</b>	<b>21,230</b>	<b>22,479</b>
Receipts from interest and dividends	864	1,108
Interest paid	(221)	(235)
Income taxes paid	(5,836)	(6,273)
Income taxes refunded	20	34
<b>Net cash provided by operating activities</b>	<b>16,055</b>	<b>17,112</b>
<b>Cash flows from investing activities</b>		
Payment for acquisition of securities	(2,450)	(950)
Proceeds from redemption of securities	2,450	3,050
Payment for purchase of tangible fixed assets	(2,331)	(3,318)
Proceeds from sale of tangible fixed assets	129	33
Payment for acquisition of intangible fixed assets	(1,901)	(2,014)
Payment for acquisition of investment securities	(304)	(1,206)
Proceeds from sale of investment securities	-	1,816
Payment for acquisition of subsidiary shares involving change to the scope of consolidation	(1,134)	-
Increase in time deposits	(10,038)	(7,676)
Proceeds from withdrawal of time deposits	8,930	8,148
Other	(250)	238
<b>Net cash used in investing activities</b>	<b>(6,901)</b>	<b>(1,878)</b>

(Millions of yen)

	FY 2023 (April 1, 2023- December 31, 2023)	FY 2024 (April 1, 2024- December 31, 2024)
Cash flows from financing activities		
Increase in short-term loans payable	77	908
Repayment for short-term bank loans	(230)	(94)
Payment for acquisition of treasury stock	(3,718)	(1,953)
Repayments of lease liabilities	(5,058)	(5,795)
Proceeds from sale and leaseback	1,434	1,907
Dividends paid	(8,764)	(10,488)
Payment of dividends to non-controlling shareholders	(526)	(110)
Cash flows from financing activities	(16,784)	(15,627)
Effect of exchange rate changes on cash and cash equivalents	1,543	259
Net increase (decrease) in cash and cash equivalents	(6,087)	(133)
Cash and cash equivalents at the beginning of the year	55,084	51,648
Cash and cash equivalents at end of period	48,997	51,515

#### (4) Notes on Quarterly Consolidated Financial Statements

##### Notes on Premises of a Going Concern

None

##### Notes on Significant Changes in Shareholders' Equity

Based on the resolution of the Board of Directors Meeting held on April 25, 2024, Amano Corporation acquired 495,700 shares of treasury stock. As a result, treasury stock increased by ¥1,754 million in the third quarter of consolidated fiscal year, including an increase due to the purchase of shares less than one unit, and reached ¥14,422 million at the end of the same period.

The 721,481 shares held by Amano Corporation in trust for the Director's Compensation BIP Trust and the Employee Stock Ownership Plan (J-ESOP) are included in the balance of treasury shares at the end of the third quarter consolidated accounting period.

##### Notes on Accounting Procedures Specific to the Preparation of the Consolidated Quarterly Financial Statements

###### Calculation of Tax expenses

These amounts of tax expense are calculated by multiplying the pre-tax net income and loss by an estimated effective tax rate for the year, determined using reasonable methods for pre-tax income for the fiscal year including the third quarter after applying tax-effect accounting.

In cases where an estimated effective tax rate cannot be adopted, the amounts are calculated by multiplying the legal effective tax rate after adjusting significant differences that are not in the scope of temporary differences from pre-tax net income and loss.

##### Additional information

###### Directors' Compensation BIP Trust and Employee Stock Ownership Plan (J-ESOP)

In Amano Corporation and some of our subsidiaries, for the purpose of enhancing the motivation to contribute to the improvement of medium- to long-term business performance and to increase corporate value, we have adopted the Directors' Compensation BIP Trust system for directors (excluding outside directors and expatriates) and operating officers (excluding expatriates). We have also adopted the Employee Stock Ownership Plan (J-ESOP) system for employees who meet the prescribed requirements.

###### [1] Outline of the system

Under the system, a trust is established with funds contributed by Amano Corporation as a source, and shares of Amano Corporation are acquired by the trust, and the shares are granted to the eligible persons. Furthermore, this BIP Trust period has been extended for the same period accordingly after partial revision, with the launch of the 9th Medium-Term Business Plan in April 2023.

Under the Directors' Compensation BIP Trust, in accordance with the share distribution rules and based on points granted according to the attainment level of numerical targets related to their positions and management indicators, shares of Amano Corporation are provided by the trust to directors and operating officers.

Under the Employee Stock Ownership Plan (J-ESOP), in accordance with the share distribution rules and based on points granted according to their positions and operating performance, etc., shares of Amano Corporation are provided by the trust to employees who meet certain requirements.

###### [2] Shares of Amano Corporation that remain in the trust

Shares of Amano Corporation that remain in the trust are recorded as treasury stock in the net assets section at the book value of the trust (excluding incidental expenses).

Book value of the treasury stock and the number of shares

As of the end of the third quarter of the current fiscal year ¥2,068 million, 721,481 shares

## Notes on Segment Information

### [Segment Information]

#### I. 3rd Quarter of fiscal year 2023 (April 1, 2023 to December 31, 2023)

##### 1. Information regarding the amounts of net sales and profit (loss) by reporting segment

(Millions of yen)

	Reporting segments			Adjustments (Note 1)	Amounts reported in consolidated financial statements (Note 2)
	Time Information System business	Environment System business	Total		
Net sales					
To customers	81,472	26,319	107,791	—	107,791
Intersegment	—	—	—	—	—
Total	81,472	26,319	107,791	—	107,791
Segment profit (loss)	12,074	3,296	15,370	(2,789)	12,581

Notes: 1. The ¥2,789 million adjustment in segment profit indicates company-wide expenses not allocated to the reporting segments. Company-wide expenses consist mainly of general and administrative expenses that do not belong to any of the reporting segments.

2. Segment profit is reconciled with operating profit in the consolidated statement of income.

##### 2. Information regarding impairment loss on Fixed Assets or Goodwill by reporting segment

Omitted due to lack of importance

#### II. 3rd Quarter of fiscal year 2024 (April 1, 2024 to December 31, 2024)

##### 1. Information regarding the amounts of net sales and profit (loss) by reporting segment

(Millions of yen)

	Reporting segments			Adjustments (Note 1)	Amounts reported in consolidated financial statements (Note 2)
	Time Information System business	Environment System business	Total		
Net sales					
To customers	97,306	28,609	125,916	—	125,916
Intersegment	—	—	—	—	—
Total	97,306	28,609	125,916	—	125,916
Segment profit (loss)	15,119	3,037	18,157	(2,948)	15,209

Notes: 1. The ¥2,948 million adjustment in segment profit indicates company-wide expenses not allocated to the reporting segments. Company-wide expenses consist mainly of general and administrative expenses that do not belong to any of the reporting segments.

2. Segment profit is reconciled with operating profit in the consolidated statement of income.

##### 2. Information regarding impairment loss on Fixed Assets or Goodwill by reporting segment

None

### Significant Subsequent Events

None