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April 2, 2025

Consolidated Financial Results for the Six Months Ended August 31, 2025 (Under Japanese GAAP)

Company name: NAGAILEBEN Co.,Ltd.
Listing: Tokyo Stock Exchange
Securities code: 7447
URL: <https://www.nagaileben.co.jp/> (in Japanese)
Representative: Ichiro Sawanobori, Representative Director and President
Inquiries: Hiroyuki Yamamura, Director and General manager of Administration
Telephone: +81-3-5289-8200
Scheduled date to file semi-annual securities report: April 11, 2025
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for securities analysts)

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

1. Consolidated financial results for the six months ended February 28, 2025 (from September 1, 2024 to February 28, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2025	7,843	6.1	1,499	(6.8)	1,543	(5.9)	1,062	(5.9)
February 29, 2024	7,392	(6.8)	1,608	(13.5)	1,639	(13.3)	1,129	(12.9)

Note: Comprehensive income For the six months ended February 28, 2025: ¥1,071 million [(7.9)%]
For the six months ended February 29, 2024: ¥1,163 million [(8.6)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
February 28, 2025	34.01	–
February 29, 2024	35.39	–

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
February 28, 2025	43,892	40,735	92.8
August 31, 2024	46,727	42,697	91.4

Reference: Equity
As of February 28, 2025: ¥40,735 million
As of August 31, 2024: ¥42,697 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended August 31, 2024	—	0.00	—	60.00	60.00
Fiscal year ending August 31, 2025	—	0.00			
Fiscal year ending August 31, 2025 (Forecast)			—	60.00	60.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending August 31, 2025 (from September 1, 2024 to August 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
Fiscal year ending August 31, 2025	17,500	6.6	4,082	1.9	4,175	2.5	2,883	2.2	93.23

Note: Revisions to the earnings forecasts most recently announced: None

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of February 28, 2025	35,736,000 shares
As of August 31, 2024	35,736,000 shares

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

As of February 28, 2025	4,762,825 shares
As of August 31, 2024	4,246,153 shares

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended February 28, 2025	31,244,953 shares
Six months ended February 29, 2024	31,898,425 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

(Caution regarding forward-looking statements and others)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual financial results may differ significantly from the forecasts for various factors.

(Means of obtaining the presentation material on financial results)

The Company is planning to hold a financial results presentation meeting for analysts on Thursday, April 3, 2025. In addition, pre-recorded audio explanations and the presentation material on financial results which will be used during the financial results presentation meeting are scheduled to be posted on the Company's website on the day of the meeting.

Semi-annual Consolidated Financial Statements**(1) Semi-annual consolidated balance sheet**

(Thousands of yen)

	As of August 31, 2024	As of February 28, 2025
Assets		
Current assets		
Cash and deposits	26,349,457	23,057,699
Notes and accounts receivable - trade	2,705,036	3,229,642
Electronically recorded monetary claims - operating	2,300,924	1,859,878
Inventories	6,591,075	7,146,729
Other	339,694	211,675
Allowance for doubtful accounts	(501)	(510)
Total current assets	38,285,687	35,505,115
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,512,856	2,444,419
Machinery, equipment and vehicles, net	213,465	211,779
Land	4,440,815	4,440,815
Construction in progress	39,900	–
Other, net	106,305	110,883
Total property, plant and equipment	7,313,343	7,207,897
Intangible assets	72,578	91,441
Investments and other assets		
Investment securities	193,559	180,075
Retirement benefit asset	69,768	86,842
Other	794,250	822,878
Allowance for doubtful accounts	(1,800)	(1,800)
Total investments and other assets	1,055,778	1,087,995
Total non-current assets	8,441,701	8,387,334
Total assets	46,727,388	43,892,449
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,298,279	932,419
Income taxes payable	748,093	553,023
Provision for bonuses	85,547	85,202
Other	974,440	657,378
Total current liabilities	3,106,361	2,228,023
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	41,890	43,845
Retirement benefit liability	509,540	513,706
Other	372,117	371,027
Total non-current liabilities	923,548	928,579
Total liabilities	4,029,909	3,156,603

(Thousands of yen)

	As of August 31, 2024	As of February 28, 2025
Net assets		
Shareholders' equity		
Share capital	1,925,273	1,925,273
Capital surplus	1,938,051	1,949,071
Retained earnings	44,719,226	43,892,327
Treasury shares	(5,953,431)	(7,108,410)
Total shareholders' equity	42,629,120	40,658,261
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	77,893	67,744
Deferred gains or losses on hedges	(17,582)	101
Remeasurements of defined benefit plans	8,047	9,739
Total accumulated other comprehensive income	68,358	77,585
Total net assets	42,697,478	40,735,846
Total liabilities and net assets	46,727,388	43,892,449

(2) Semi-annual consolidated statement of income and semi-annual consolidated statement of comprehensive income**Semi-annual consolidated statement of income**

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Net sales	7,392,002	7,843,146
Cost of sales	4,196,486	4,725,311
Gross profit	3,195,516	3,117,835
Selling, general and administrative expenses	1,586,883	1,618,657
Operating profit	1,608,632	1,499,177
Non-operating income		
Interest income	2,259	12,774
Dividend income	2,819	2,976
Rental income	44,143	43,991
Foreign exchange gains	1,094	241
Miscellaneous income	6,956	11,707
Total non-operating income	57,273	71,693
Non-operating expenses		
Rental expenses on non-current assets	23,385	25,159
Miscellaneous losses	2,758	2,469
Total non-operating expenses	26,143	27,629
Ordinary profit	1,639,763	1,543,241
Extraordinary losses		
Loss on sale and retirement of non-current assets	0	30
Total extraordinary losses	0	30
Profit before income taxes	1,639,763	1,543,210
Income taxes - current	522,133	518,573
Income taxes - deferred	(11,403)	(37,853)
Total income taxes	510,729	480,719
Profit	1,129,033	1,062,491
Profit attributable to owners of parent	1,129,033	1,062,491

Semi-annual consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Profit	1,129,033	1,062,491
Other comprehensive income		
Valuation difference on available-for-sale securities	17,210	(10,148)
Deferred gains or losses on hedges	(17)	17,684
Remeasurements of defined benefit plans, net of tax	17,001	1,691
Total other comprehensive income	34,195	9,226
Comprehensive income	1,163,228	1,071,718
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,163,228	1,071,718

(3) Semi-annual consolidated statement of cash flows

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Cash flows from operating activities		
Profit before income taxes	1,639,763	1,543,210
Depreciation	130,967	134,576
Increase (decrease) in allowance for doubtful accounts	(5)	9
Increase (decrease) in provision for bonuses	(1,937)	(345)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	2,380	1,955
Increase (decrease) in retirement benefit liability	(15,700)	(10,333)
Interest and dividend income	(5,078)	(15,751)
Foreign exchange losses (gains)	(2,607)	510
Loss on retirement of property, plant and equipment	0	30
Decrease (increase) in trade receivables	(11,410)	(176,636)
Decrease (increase) in inventories	(942,883)	(555,654)
Increase (decrease) in trade payables	40,943	(365,859)
Increase (decrease) in accrued consumption taxes	(32,313)	(34,217)
Other, net	(69,447)	(50,547)
Subtotal	732,668	470,947
Interest and dividends received	3,180	4,230
Income taxes paid	(819,736)	(706,647)
Net cash provided by (used in) operating activities	(83,887)	(231,469)
Cash flows from investing activities		
Payments into time deposits	(2,900,000)	(1,100,000)
Proceeds from withdrawal of time deposits	2,100,000	3,600,000
Purchase of property, plant and equipment	(81,527)	(136,878)
Purchase of intangible assets	(7,263)	(35,596)
Purchase of investment securities	(993)	(1,130)
Loan advances	—	(1,237)
Proceeds from collection of loans receivable	1,969	540
Other, net	(2,761)	283
Net cash provided by (used in) investing activities	(890,576)	2,325,980
Cash flows from financing activities		
Dividends paid	(1,925,303)	(1,888,080)
Purchase of treasury shares	(626,519)	(1,179,595)
Decrease (increase) in segregated deposits for purchase of treasury shares	626,519	182,000
Net cash provided by (used in) financing activities	(1,925,303)	(2,885,675)
Effect of exchange rate change on cash and cash equivalents	2,585	(594)
Net increase (decrease) in cash and cash equivalents	(2,897,181)	(791,758)
Cash and cash equivalents at beginning of period	7,759,008	5,349,457
Cash and cash equivalents at end of period	4,861,827	4,557,699