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Consolidated Financial Results for the Six Months Ended June 30, 2025 [Japanese GAAP]

August 13, 2025

Company name: RS Technologies Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 3445
URL: <https://www.rs-tec.jp>
Representative: Nagayoshi Ho CEO
Inquiries: Kiyohide Tomatsu Director
Telephone: +81-3(5709)7685
Scheduled date to file semi-annual securities report: August 13, 2025
Scheduled date to commence dividend payments: —
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. Consolidated Financial Results for the Six Months Ended June 30, 2025 (January 1, 2025 to June 30, 2025)

(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 June 30, 2025	37,999	26.4	7,103	16.8	7,157	(9.4)	3,800	(0.9)
June 30, 2024	30,068	15.1	6,082	(4.9)	7,896	2.0	3,833	3.0

(Note) Comprehensive income: Six months ended June 30, 2025: ¥ (1,709) million [-%]
Six months ended June 30, 2024: ¥ 16,533 million [55.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2025	143.79	143.20
June 30, 2024	145.42	144.60

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	173,178	132,435	39.8
December 31, 2024	182,146	135,548	37.5

(Reference) Equity: As of June 30, 2025: ¥ 68,939 million
As of December 31, 2024: ¥ 68,393 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 December 31, 2024	-	0.00	-	35.00	35.00
Fiscal year ending December 31, 2025	-	0.00			
Fiscal year ending December 31, 2025 (Forecast)			-	40.00	40.00

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

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending December 31, 2025 :

Commemorative dividend - yen
Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025(January 1, 2025 to December 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	75,000	26.7	15,100	15.2	16,600	5.9	8,760	(7.3)	331.56

(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: None

(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: Yes
- 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):

June 30, 2025: 26,464,302 shares
December 31, 2024: 26,421,770 shares

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

June 30, 2025: 1,142 shares
December 31, 2024: 1,142 shares

3) Average number of shares outstanding during the period:

Six months ended June 30, 2025: 26,432,018 shares
Six months ended June 30, 2024: 26,363,319 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 forward-looking statements, in this document are based on the current information the Company has and the presupposition that they are rational, and that actual business performance may be significantly different.

*Changing the display unit of the amount

The amounts of items and other items displayed in the Company's quarterly consolidated financial statements were previously stated in units of 1 thousand yen, but have been changed to in units of 1 million yen from the first quarter consolidated accounting period and the consolidated cumulative period of the current 1st quarter. In order to facilitate comparisons, the consolidated cumulative period of the previous consolidated fiscal year and the first quarter of the previous fiscal year have also been reclassified into units of one million yen.

Semi-annual Consolidated Financial Statements and Primary Notes
Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	85,224	76,245
Notes and accounts receivable - trade	23,417	21,886
Merchandise and finished goods	6,678	4,822
Work in process	2,033	1,989
Raw materials and supplies	5,035	5,110
Other	2,583	1,582
Allowance for doubtful accounts	(78)	(93)
Total current assets	124,894	111,543
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,819	14,173
Machinery, equipment and vehicles, net	15,921	17,294
Other, net	6,091	5,579
Construction in progress	8,742	6,264
Total property, plant and equipment	45,575	43,311
Intangible assets		
Other	689	580
Total intangible assets	689	580
Investments and other assets		
Investment securities	8,416	15,652
Other	2,570	2,089
Total investments and other assets	10,987	17,742
Total non-current assets	57,252	61,635
Total assets	182,146	173,178
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,302	7,862
Short-term borrowings	7,400	8,700
Current portion of long-term borrowings	1,354	1,071
Accounts payable - other	8,397	7,124
Income taxes payable	2,053	2,016
Provision for bonuses	858	987
Other	6,437	2,496
Total current liabilities	34,804	30,258
Non-current liabilities		
Long-term borrowings	743	353
Provision for retirement benefits for directors (and other officers)	1	2
Retirement benefit liability	7	9
Deferred tax liabilities	2,570	2,702
Other	8,469	7,417
Total non-current liabilities	11,794	10,484
Total liabilities	46,598	40,743

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Net assets		
Shareholders' equity		
Share capital	5,701	5,744
Capital surplus	15,476	15,551
Retained earnings	39,590	42,466
Treasury shares	(2)	(2)
Total shareholders' equity	60,766	63,759
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1	368
Foreign currency translation adjustment	7,625	4,811
Total accumulated other comprehensive income	7,626	5,179
Share acquisition rights	164	162
Non-controlling interests	66,990	63,333
Total net assets	135,548	132,435
Total liabilities and net assets	182,146	173,178

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Net sales	30,068	37,999
Cost of sales	20,919	26,379
Gross profit	9,149	11,620
Selling, general and administrative expenses	3,066	4,516
Operating profit	6,082	7,103
Non-operating income		
Interest income	800	710
Foreign exchange gains	659	-
Subsidy income	607	704
Other	22	86
Total non-operating income	2,089	1,502
Non-operating expenses		
Interest expenses	34	97
Share of loss of entities accounted for using equity method	210	505
Foreign exchange losses	-	822
Other	30	23
Total non-operating expenses	275	1,448
Ordinary profit	7,896	7,157
Extraordinary income		
Gain on bargain purchase	-	367
Total extraordinary income	-	367
Extraordinary losses		
Loss on retirement of non-current assets	-	118
Total extraordinary losses	-	118
Profit before income taxes	7,896	7,406
Income taxes - current	1,892	1,922
Income taxes - deferred	288	77
Total income taxes	2,181	1,999
Profit	5,715	5,407
Profit attributable to non-controlling interests	1,881	1,606
Profit attributable to owners of parent	3,833	3,800

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Profit	5,715	5,407
Other comprehensive income		
Valuation difference on available-for-sale securities	-	366
Foreign currency translation adjustment	10,026	(6,475)
Share of other comprehensive income of entities accounted for using equity method	791	(1,008)
Total other comprehensive income	10,817	(7,116)
Comprehensive income	16,533	(1,709)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,319	1,353
Comprehensive income attributable to non-controlling interests	8,213	(3,063)

Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	7,896	7,406
Depreciation	2,102	2,667
Gain on bargain purchase	-	(367)
Increase (decrease) in allowance for doubtful accounts	26	20
Increase (decrease) in provision for bonuses	69	135
Interest and dividend income	(800)	(739)
Subsidy income	(607)	(704)
Foreign exchange losses (gains)	46	(92)
Interest expenses	34	97
Loss on retirement of non-current assets	-	118
Share of loss (profit) of entities accounted for using equity method	210	505
Share-based payment expenses	6	280
Decrease (increase) in trade receivables	(3,312)	458
Decrease (increase) in inventories	3,772	1,244
Increase (decrease) in trade payables	561	(21)
Increase (decrease) in accounts payable - other	(131)	(707)
Other, net	(2,430)	(578)
Subtotal	7,446	9,722
Interest and dividends received	800	734
Subsidies received	122	281
Interest paid	(33)	(97)
Income taxes paid	(1,420)	(1,940)
Net cash provided by (used in) operating activities	6,914	8,701
Cash flows from investing activities		
Payments into time deposits	(954)	(357)
Proceeds from withdrawal of time deposits	550	955
Purchase of property, plant and equipment	(4,634)	(3,424)
Purchase of intangible assets	(31)	(126)
Purchase of shares of subsidiaries and associates	-	(8,143)
Purchase of insurance funds	(3)	(3)
Other, net	48	(41)
Net cash provided by (used in) investing activities	(5,025)	(11,139)

(Millions of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	400	1,300
Repayments of long-term borrowings	(683)	(674)
Repayments of lease liabilities	(83)	(274)
Proceeds from issuance of shares	0	79
Proceeds from share issuance to non-controlling shareholders	24	-
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(750)	-
Purchase of treasury shares	(0)	-
Dividends paid	(788)	(924)
Dividends paid to non-controlling interests	-	(850)
Net cash provided by (used in) financing activities	(1,882)	(1,345)
Effect of exchange rate change on cash and cash equivalents	6,494	(4,567)
Net increase (decrease) in cash and cash equivalents	6,502	(8,351)
Cash and cash equivalents at beginning of period	69,645	83,759
Cash and cash equivalents at end of period	76,147	75,408