

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.



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



August 13, 2025

Company name: Double Standard Inc.

Stock exchange listing: Tokyo Stock Exchange

Code number: 3925

URL: <https://double-std.com>

Representative: Yasuhiro Shimizu, Representative Director

Contact: Mitsunobu Wada, Executive Officer, General Manager of Corporate Management Division

Phone: +81-3-6384-5411

Scheduled date of commencing dividend payments: -

Availability of supplementary explanatory materials on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025 - June 30, 2025)

(1) Consolidated Operating Results (cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three Months ended June 30, 2025	1,408	(20.1)	327	(36.3)	327	(36.2)	211	(40.5)
June 30, 2024	1,762	16.9	513	41.5	512	39.2	354	4.8

(Note) Comprehensive income: Three Months ended June 30, 2025: ¥211 million [(40.9)%]

Three Months ended June 30, 2024: ¥357 million [3.9%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three Months ended June 30, 2025	15.62	-
June 30, 2024	26.24	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2025	6,300	5,782	91.8
As of March 31, 2025	7,526	6,382	84.8

(Reference) Equity: As of June 30, 2025: ¥5,782 million

As of March 31, 2025: ¥6,382 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2025	Yen -	Yen 0.00	Yen -	Yen 60.00	Yen 60.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		0.00	-	70.00	70.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 - March 31, 2026)

(% indicates changes from the previous corresponding period.)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Full year	Million yen 7,200	Million yen 2,100	Million yen 2,080	Million yen 1,456	Yen 107.73
	% (10.0)	% (19.4)	% (20.3)	% (18.3)	

(Note) Revision to the financial results forecast announced most recently: Yes

*** Notes:**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies (-)

Excluded: - companies (-)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: None

4) Retrospective 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: 13,580,000 shares

March 31, 2025: 13,580,000 shares

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

June 30, 2025: 64,154 shares

March 31, 2025: 64,154 shares

3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year):

Three Months ended June 30, 2025: 13,515,846 shares

Three Months ended June 30, 2024: 13,515,846 shares

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

* Explanation of the proper use of financial results forecast and other notes

The financial results forecast and other forward-looking statements presented in this document are based on information that is currently available to the Company and certain assumptions that the Company deems reasonable, and are not intended to represent the Company's commitment to achieve the projected financial results. In addition, actual financial results, etc. may differ significantly from the forecast and statements due to various factors.

Table of Contents - Attachments

1. Qualitative Information on the Quarterly Financial Results	2
(1) Explanation concerning Operating Results	2
(2) Explanation concerning Financial Position	2
(3) Explanation concerning Predictive Information such as Consolidated Financial Forecasts	3
2. Quarterly Consolidated Financial Statements and Principal Notes	4
(1) Quarterly Consolidated Balance Sheets	4
(2) Quarterly Consolidated Statements of Income and Comprehensive Income	6
Quarterly Consolidated Statement of Income	6
Three Months Ended June 30	6
Quarterly Consolidated Statement of Comprehensive Income	7
Three Months Ended June 30	7
(3) Notes to Quarterly Consolidated Financial Statements	8
(Notes on going concern assumption)	8
(Notes in case of significant changes in shareholders' equity)	8
(Segment information, etc.)	8
(Statements of cash flows)	8

1. Qualitative Information on the Quarterly Financial Results

(1) Explanation concerning Operating Results

During the three months ended June 30, 2025, the Japanese economy continued to show a moderate recovery trend, owing to a rebound in consumer spending and an increase in foreign visitors to Japan, despite impacts from price hikes of goods mainly such as raw materials and natural resources. Meanwhile, the outlook remained unclear due partly to on-going geopolitical risks, unstable exchange rates, and trends in the U.S. tariff policies.

The information service business of the Group saw continued strategic investment for promoting to “grow” and “transform” the business, including the utilization of big data, the strengthening of information security, and the development of IT infrastructure, as well as the continuation of strong investment in DX aimed at improving operational efficiency and productivity through automation and labor savings.

In this business environment, the Group focused its efforts not only on existing customers but on the acquisition of new customers, mainly through the provision of different types of services that can help improve the efficiency of business operations. As a result, the Group has continuously succeeded in increasing its number of new customers from the previous period. The Group also continued to develop new services that have a potential to become its focus products in the future, and proactively pursued sales activities aimed at receiving orders. However, since the business with a main business partner generally came to end on March 31, 2025, both income and profit decreased year on year.

As a result, for the three months ended June 30, 2025, the Company recorded net sales of ¥1,408 million (down 20.1% year on year), operating profit of ¥327 million (down 36.3% year on year), ordinary profit of ¥327 million (down 36.2% year on year), and profit attributable to owners of parent of ¥211 million (down 40.5% year on year).

(2) Explanation concerning Financial Position

(Assets)

Current assets at the end of the three months ended June 30 (the first quarter) amounted to ¥5,243 million, a decrease of ¥1,159 million from the end of the previous fiscal year. This was mainly attributable to a decrease of ¥758 million in cash and deposits.

Non-current assets at the end of the first quarter amounted to ¥1,056 million, a decrease of ¥66 million from the end of the previous fiscal year. This was mainly attributable to a decrease of ¥22 million in deferred tax assets.

As a result, the total assets arrived at ¥6,300 million, a decrease of ¥1,225 million from the end of the previous fiscal year.

(Liabilities)

Current liabilities at the end of the first quarter amounted to ¥467 million, a decrease of ¥628 million from the end of the previous fiscal year. This was mainly attributable to a decrease of ¥412 million in income taxes payable.

Non-current liabilities at the end of the first quarter amounted to ¥50 million, an increase of ¥2 million from the end of the previous fiscal year. This was mainly due to an increase of ¥1 million in retirement benefit liability.

As a result, total liabilities arrived at ¥517 million, a decrease of ¥625 million from the end of the previous fiscal year.

(Net assets)

Net assets at the end of the first quarter amounted to ¥5,782 million, a decrease of ¥599 million from the end of the previous fiscal year. This was mainly attributable to a decrease of ¥810 million in retained earnings

due to dividends of surplus.

(3) Explanation concerning Predictive Information such as Consolidated Financial Forecasts

Revisions have been made to the consolidated financial forecast for the full year of the fiscal year ending March 31, 2026 that was released on May 13, 2025 in “Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [Japanese GAAP].” For more details, please refer to “Notice Regarding Revisions to Full-Year Earnings Forecast” released on August 13, 2025.

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	5,346,541	4,587,926
Accounts receivable - trade	989,003	555,439
Work in process	13,970	36,397
Prepaid expenses	13,828	25,651
Other	39,528	38,397
Total current assets	6,402,871	5,243,812
Non-current assets		
Property, plant and equipment		
Buildings, net	325,632	322,054
Tools, furniture and fixtures, net	52,606	49,452
Land	250,714	250,714
Total property, plant and equipment	628,953	622,222
Intangible assets		
Software	72,367	46,574
Goodwill	260,082	251,692
Other	2,007	1,908
Total intangible assets	334,457	300,176
Investments and other assets		
Deferred tax assets	58,774	36,189
Leasehold and guarantee deposits	98,108	97,758
Other	2,894	264
Total investments and other assets	159,778	134,213
Total non-current assets	1,123,188	1,056,612
Total assets	7,526,060	6,300,424

(Thousand yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	401,900	234,048
Accounts payable - other	37,455	-
Accrued expenses	23,078	21,941
Income taxes payable	491,176	78,676
Accrued consumption taxes	106,279	60,582
Advances received	17,160	1,782
Other	18,487	70,115
Total current liabilities	1,095,537	467,145
Non-current liabilities		
Retirement benefit liability	11,862	13,241
Provision for retirement benefits for directors (and other officers)	35,872	37,086
Total non-current liabilities	47,734	50,328
Total liabilities	1,143,272	517,473
Net assets		
Shareholders' equity		
Share capital	263,778	263,778
Capital surplus	142,455	142,455
Retained earnings	6,071,755	5,471,918
Treasury shares	(95,199)	(95,199)
Total shareholders' equity	6,382,788	5,782,951
Total net assets	6,382,788	5,782,951
Total liabilities and net assets	7,526,060	6,300,424

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

Three Months Ended June 30

(Thousand yen)

	For the Three Months ended June 30, 2024	For the Three Months ended June 30, 2025
Net sales	1,762,994	1,408,904
Cost of sales	966,054	782,662
Gross profit	796,939	626,241
Selling, general and administrative expenses	283,338	299,016
Operating profit	513,600	327,224
Non-operating income		
Interest income	-	533
Other	107	324
Total non-operating income	107	857
Non-operating expenses		
Donations	1,050	775
Other	0	0
Total non-operating expenses	1,050	775
Ordinary profit	512,658	327,307
Extraordinary income		
Gain on sale of investment securities	10,000	-
Total extraordinary income	10,000	-
Extraordinary losses		
Loss on retirement of non-current assets	-	19,841
Total extraordinary losses	-	19,841
Profit before income taxes	522,658	307,466
Income taxes - current	148,936	73,768
Income taxes - deferred	16,401	22,584
Total income taxes	165,337	96,353
Profit	357,320	211,113
Profit attributable to non-controlling interests	2,627	-
Profit attributable to owners of parent	354,693	211,113

Quarterly Consolidated Statement of Comprehensive Income
Three Months Ended June 30

(Thousand yen)

	For the Three Months ended June 30, 2024	For the Three Months ended June 30, 2025
Profit	357,320	211,113
Comprehensive income	357,320	211,113
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	354,693	211,113
Comprehensive income attributable to non-controlling interests	2,627	-

(3) Notes to Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable

(Segment information, etc.)

[Segment information]

For the three months of the previous fiscal year (from April 1, 2024 to June 30, 2024)

As the Group operates a single segment, the "WEB Marketing Business," this information is omitted.

For the three months of the current fiscal year (from April 1, 2025 to June 30, 2025)

As the Group operates a single segment, the "WEB Marketing Business," this information is omitted.

(Statements of cash flows)

A quarterly consolidated statement of cash flows for the three months ended June 30, 2025 has not been prepared. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the first quarter are as follows.

	For the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)	For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)
Depreciation	9,138 thousand yen	16,595 thousand yen
Amortization of goodwill	8,389 thousand yen	8,389 thousand yen