

October 31, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: KOHSOKU CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 7504
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 Scheduled date to file semi-annual securities report: November 14, 2025
 Scheduled date to commence dividend payments: December 4, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 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 September 30, 2025	61,501	11.8	2,493	8.9	2,669	9.2	1,812	8.3
September 30, 2024	55,012	5.2	2,290	8.0	2,445	7.9	1,674	9.8

Note: Comprehensive income For the six months ended September 30, 2025: ¥2,108 million [21.7%]
 For the six months ended September 30, 2024: ¥1,731 million [2.3%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	92.93	-
September 30, 2024	86.59	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	63,428	41,599	65.6
March 31, 2025	61,246	39,769	64.9

Reference: Equity
 As of September 30, 2025: ¥41,599 million
 As of March 31, 2025: ¥39,769 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 March 31, 2025	-	27.00	-	27.00	54.00
Fiscal year ending March 31, 2026	-	58.00			
Fiscal year ending March 31, 2026 (Forecast)				58.00	116.00

Note: Revisions to the forecast of cash dividends most recently announced: None
 Breakdown of interim dividends for the fiscal year ending March 31, 2026: Ordinary dividend 28 yen Commemorative dividend 30 yen (60th anniversary dividend)
 Breakdown of year-end dividends for the fiscal year ending March 31, 2026 (forecast) Ordinary dividend 28 yen Commemorative dividend 30 yen (60th anniversary dividend)

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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 March 31, 2026	124,000	7.0	4,850	7.0	5,150	6.4	3,650	5.3	187.23

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: Yes

Note: For details, please refer to Appendix P.10 "2. Interim Consolidated Financial Statements and Key Notes (4) Notes on Interim Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Interim Consolidated Financial Statements)" in this article.

(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: None

(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 September 30, 2025	20,990,920 shares
As of March 31, 2025	20,990,920 shares

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

As of September 30, 2025	1,436,714 shares
As of March 31, 2025	1,527,797 shares

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

Six months ended September 30, 2025	19,502,480 shares
Six months ended September 30, 2024	19,333,975 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, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.3 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Semi-annual consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	8,178,780	6,500,392
Notes and accounts receivable - trade, and contract assets	17,609,696	18,156,423
Merchandise and finished goods	6,412,961	6,390,331
Work in process	112,942	119,091
Raw materials and supplies	203,728	199,634
Other	526,183	999,452
Allowance for doubtful accounts	(56,768)	(58,702)
Total current assets	32,987,524	32,306,624
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,099,906	6,576,420
Land	11,939,286	14,592,001
Other, net	2,452,758	2,223,964
Total property, plant and equipment	20,491,950	23,392,387
Intangible assets		
Other	542,725	498,041
Total intangible assets	542,725	498,041
Investments and other assets		
Investment securities	5,931,900	5,976,332
Retirement benefit asset	71,949	106,443
Investment property, net	270,490	268,581
Deferred tax assets	712,309	605,974
Other	296,307	335,410
Allowance for doubtful accounts	(58,192)	(61,127)
Total investments and other assets	7,224,765	7,231,615
Total non-current assets	28,259,441	31,122,044
Total assets	61,246,965	63,428,668

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,859,015	8,214,162
Electronically recorded obligations - operating	6,443,566	7,275,539
Income taxes payable	877,692	949,884
Provision for bonuses	1,428,045	1,460,737
Other	2,215,902	2,103,078
Total current liabilities	19,824,221	20,003,402
Non-current liabilities		
Long-term accounts payable - other	10,810	10,810
Lease liabilities	231,524	283,360
Deferred tax liabilities	576,287	601,649
Retirement benefit liability	762,129	815,960
Other	72,273	114,414
Total non-current liabilities	1,653,025	1,826,193
Total liabilities	21,477,246	21,829,596
Net assets		
Shareholders' equity		
Share capital	1,724,518	1,724,518
Capital surplus	2,022,787	2,195,097
Retained earnings	36,466,996	37,753,874
Treasury shares	(1,246,614)	(1,172,421)
Total shareholders' equity	38,967,686	40,501,067
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	790,377	1,084,618
Remeasurements of defined benefit plans	11,654	13,386
Total accumulated other comprehensive income	802,032	1,098,005
Total net assets	39,769,719	41,599,072
Total liabilities and net assets	61,246,965	63,428,668

Semi-annual consolidated statement of income

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	55,012,295	61,501,759
Cost of sales	44,055,005	49,281,084
Gross profit	10,957,289	12,220,674
Selling, general and administrative expenses		
Freight and packing costs	1,441,676	1,564,681
Remuneration for directors (and other officers)	134,435	153,925
Salaries and allowances	2,858,552	3,075,730
Provision for bonuses	784,152	1,049,259
Retirement benefit expenses	93,087	77,157
Legal welfare expenses	575,098	652,864
Vehicle expenses	178,954	178,133
Communication expenses	160,047	173,901
Depreciation	331,649	347,227
Rent expenses on real estate	340,714	345,813
Other	1,768,610	2,108,186
Total selling, general and administrative expenses	8,666,980	9,726,881
Operating profit	2,290,309	2,493,793
Non-operating income		
Interest income	32,077	32,957
Dividend income	21,587	25,498
Purchase discounts	70,357	76,232
Rental income	20,161	57,215
Other	22,410	23,009
Total non-operating income	166,594	214,913
Non-operating expenses		
Interest expenses	-	288
Rental costs	6,068	13,826
Other	5,711	24,639
Total non-operating expenses	11,779	38,754
Ordinary profit	2,445,125	2,669,952
Extraordinary income		
Gain on sale of investment securities	31,113	-
Total extraordinary income	31,113	-
Profit before income taxes	2,476,238	2,669,952
Income taxes	801,999	857,570
Profit	1,674,239	1,812,382
Profit attributable to owners of parent	1,674,239	1,812,382

Semi-annual consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	1,674,239	1,812,382
Other comprehensive income		
Valuation difference on available-for-sale securities	51,099	294,241
Remeasurements of defined benefit plans, net of tax	6,529	1,731
Total other comprehensive income	57,629	295,972
Comprehensive income	1,731,868	2,108,354
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,731,868	2,108,354

Semi-annual consolidated statement of cash flows

(Thousands of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	2,476,238	2,669,952
Depreciation	474,589	515,858
Increase (decrease) in provision for bonuses	(391,256)	32,692
Increase (decrease) in allowance for doubtful accounts	6,555	4,868
Increase (decrease) in other provisions	15,394	17,199
Increase (decrease) in retirement benefit liability	8,804	21,864
Interest and dividend income	(53,665)	(58,456)
Interest expenses	-	288
Loss on retirement of property, plant and equipment	120	973
Loss (gain) on sale of property, plant and equipment	(1,245)	(305)
Loss (gain) on sale of investment securities	(31,113)	-
Decrease (increase) in trade receivables	1,137,952	(546,727)
Decrease (increase) in inventories	(475,401)	20,575
Increase (decrease) in trade payables	(3,522,611)	187,119
Increase (decrease) in accrued consumption taxes	(158,466)	84,042
Decrease (increase) in other assets	(139,392)	(65,593)
Increase (decrease) in other liabilities	(248,584)	(228,992)
Subtotal	(902,082)	2,655,359
Interest and dividends received	54,857	59,648
Interest paid	-	(288)
Income taxes paid	(728,258)	(795,020)
Net cash provided by (used in) operating activities	(1,575,483)	1,919,699
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,034,377)	(3,150,551)
Proceeds from sale of property, plant and equipment	4,082	305
Purchase of intangible assets	(48,595)	(51,374)
Purchase of investment securities	(512,335)	(12,408)
Proceeds from sale of investment securities	34,242	-
Proceeds from redemption of investment securities	300,000	200,000
Net cash provided by (used in) investing activities	(1,256,982)	(3,014,029)
Cash flows from financing activities		
Repayments of finance lease liabilities	(61,300)	(57,619)
Net decrease (increase) in treasury shares	(166)	(275)
Dividends paid	(541,199)	(526,163)
Net cash provided by (used in) financing activities	(602,666)	(584,058)
Net increase (decrease) in cash and cash equivalents	(3,435,132)	(1,678,387)
Cash and cash equivalents at beginning of period	10,588,653	8,116,855
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	22,185	-
Cash and cash equivalents at end of period	7,175,705	6,438,468

(Notes on segment information, etc.)

Segment Information

Previous interim consolidated accounting period (April 1, 2024 to September 30, 2024) and interim consolidated accounting period (April 1, 2025 to September 30, 2025)

Since the Group is a single segment of the "Manufacturing and Sales of Packaging Materials, etc.," the description is omitted.