

October 31, 2025

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

Company name: SUN-WA TECHNOS CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 8137
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 Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: December 1, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	69,380	(0.1)	1,464	(11.2)	1,768	5.2	1,207	(5.1)
September 30, 2024	69,426	(21.9)	1,650	(52.1)	1,681	(54.6)	1,271	(58.7)

Note: Comprehensive income For the six months ended September 30, 2025: ¥46 million [(97.9)%]
 For the six months ended September 30, 2024: ¥2,230 million [(38.3)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	79.42	-
September 30, 2024	83.97	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	93,553	48,486	51.5
March 31, 2025	93,078	49,112	52.8

Reference: Equity
 As of September 30, 2025: ¥48,203 million
 As of March 31, 2025: ¥49,112 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen	Yen	Yen	Yen	Yen
	-	50.00	-	70.00	120.00
Fiscal year ending March 31, 2026	-	60.00			
Fiscal year ending March 31, 2026 (Forecast)				60.00	120.00

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

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	155,000	11.0	3,500	(0.2)	3,760	(1.5)	2,610	6.8	171.68

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

* **Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 2 companies (Mtech Corporation and Alex Engineering Co., Ltd.)

Two new companies (company names): Mtech Corporation and Alex Engineering Co., Ltd.

Note: For details, see "2. Interim Consolidated Financial Statements and Major Notes (4) Notes on Interim Consolidated Financial Statements (Notes on Significant Changes in Consolidated Scope)".

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes

(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	16,044,000 shares
As of March 31, 2025	16,044,000 shares

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

As of September 30, 2025	818,764 shares
As of March 31, 2025	864,164 shares

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

Six months ended September 30, 2025	15,202,536 shares
Six months ended September 30, 2024	15,145,738 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

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for using earnings forecasts, please refer to "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(Method of accessing supplementary material on financial results and contents of the financial results briefing)

Supplementary materials for the announcement of financial results will be disclosed on TDnet on the same day and will be posted on the Company's website.

In addition, the Company plans to hold a briefing for analysts on Tuesday, November 11, 2025. The financial results materials distributed at this briefing will be posted on the Company's website after the meeting.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	23,371	24,787
Notes and accounts receivable - trade, and contract assets	36,091	33,658
Electronically recorded monetary claims - operating	7,965	7,884
Merchandise	12,953	11,927
Work in process	2	6
Other	2,617	4,094
Allowance for doubtful accounts	(125)	(133)
Total current assets	82,875	82,224
Non-current assets		
Property, plant and equipment	2,192	2,292
Intangible assets		
Goodwill	-	647
Other	153	127
Total intangible assets	153	774
Investments and other assets	7,857	8,262
Total non-current assets	10,203	11,329
Total assets	93,078	93,553

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	18,686	19,276
Electronically recorded obligations - operating	11,368	11,616
Short-term borrowings	5,447	4,776
Income taxes payable	406	587
Provisions	-	33
Other	3,224	3,972
Total current liabilities	39,133	40,262
Non-current liabilities		
Long-term borrowings	3,000	3,000
Long-term accounts payable - other	51	51
Provision for retirement benefits for directors (and other officers)	152	59
Retirement benefit liability	588	615
Other	1,040	1,077
Total non-current liabilities	4,832	4,804
Total liabilities	43,966	45,067
Net assets		
Shareholders' equity		
Share capital	3,727	3,727
Capital surplus	3,618	3,643
Retained earnings	35,915	36,060
Treasury shares	(1,557)	(1,475)
Total shareholders' equity	41,703	41,954
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,912	3,060
Foreign currency translation adjustment	4,496	3,188
Total accumulated other comprehensive income	7,409	6,248
Non-controlling interests	-	283
Total net assets	49,112	48,486
Total liabilities and net assets	93,078	93,553

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	69,426	69,380
Cost of sales	59,990	59,789
Gross profit	9,436	9,590
Selling, general and administrative expenses	7,786	8,125
Operating profit	1,650	1,464
Non-operating income		
Interest income	19	74
Dividend income	74	88
Purchase discounts	12	18
Rental income from buildings	75	74
Surrender value of insurance policies	-	84
Other	83	70
Total non-operating income	266	410
Non-operating expenses		
Interest expenses	96	73
Loss on sale of trade receivables	15	22
Foreign exchange losses	113	1
Other	10	7
Total non-operating expenses	236	106
Ordinary profit	1,681	1,768
Extraordinary income		
Gain on sale of investment securities	167	-
Total extraordinary income	167	-
Profit before income taxes	1,848	1,768
Income taxes	576	561
Profit	1,271	1,207
Profit attributable to owners of parent	1,271	1,207

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	1,271	1,207
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,011)	147
Foreign currency translation adjustment	1,969	(1,308)
Total other comprehensive income	958	(1,160)
Comprehensive income	2,230	46
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,230	46
Comprehensive income attributable to non-controlling interests	-	-

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,848	1,768
Depreciation	188	180
Increase (decrease) in allowance for doubtful accounts	(16)	20
Interest and dividend income	(94)	(162)
Loss (gain) on cancellation of insurance policies	-	(84)
Interest expenses	96	73
Foreign exchange losses (gains)	(42)	(16)
Loss (gain) on sale of investment securities	(167)	-
Decrease (increase) in trade receivables	5,115	1,568
Decrease (increase) in inventories	3,010	599
Increase (decrease) in trade payables	(4,115)	1,592
Decrease (increase) in other current assets	371	(1,425)
Other, net	272	(192)
Subtotal	6,467	3,923
Interest and dividends received	77	141
Interest paid	(96)	(73)
Income taxes paid	(889)	(373)
Net cash provided by (used in) operating activities	5,559	3,618
Cash flows from investing activities		
Purchase of property, plant and equipment	(35)	(21)
Purchase of investment securities	(6)	(6)
Proceeds from sale of investment securities	185	-
Proceeds from cancellation of insurance funds	-	165
Other, net	(47)	(231)
Net cash provided by (used in) investing activities	95	(93)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,351)	(666)
Repayments of lease liabilities	(54)	(50)
Purchase of treasury shares	(0)	-
Dividends paid	(755)	(1,062)
Net cash provided by (used in) financing activities	(2,161)	(1,780)
Effect of exchange rate change on cash and cash equivalents	837	(690)
Net increase (decrease) in cash and cash equivalents	4,331	1,054
Cash and cash equivalents at beginning of period	18,597	22,869
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	-	361
Cash and cash equivalents at end of period	22,929	24,285

(Notes on segment information, etc.)
Segment Information
I. Previous interim consolidated accounting period (April 1, 2024 to September 30, 2024)
1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Japan	Asia	Europe and the United States	Total				
Sales								
Revenues from external customers	45,106	20,940	2,957	69,004	422	69,426	-	69,426
Transactions with other segments	4,972	2,311	391	7,675	20	7,695	(7,695)	-
Total	50,079	23,251	3,349	76,679	442	77,122	(7,695)	69,426
Segment Profit	1,029	509	54	1,593	11	1,605	45	1,650

Note: 1. The "Other" category refers to business segments that are not included in the reporting segments and includes the business activities of domestic subsidiaries.
2. Segment profit adjustments of ¥45 million include inter-segment transaction eliminations of ¥12 million and inventory adjustments of ¥32 million.
3. Segment profit is adjusted to operating income in the interim consolidated statements of income.
2. Information on impairment losses or goodwill on fixed assets by reporting segment
Not applicable.

II. The Interim Consolidated Accounting Period (April 1, 2025 to September 30, 2025)
1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Japan	Asia	Europe and the United States	Total				
Sales								
Revenues from external customers	47,557	18,778	2,676	69,012	367	69,380	-	69,380
Transactions with other segments	6,138	3,048	346	9,533	11	9,544	(9,544)	-
Total	53,695	21,827	3,023	78,545	378	78,924	(9,544)	69,380
Segment Profit	962	425	14	1,403	20	1,423	41	1,464

Note: 1. The "Other" category refers to business segments that are not included in the reporting segments and includes the business activities of domestic subsidiaries.
2. Segment profit adjustments of ¥41 million include inter-segment transaction eliminations of ¥15 million and inventory adjustments of ¥25 million.
3. Segment profit is adjusted to operating income in the interim consolidated statements of income.
2. Information on impairment losses or goodwill on fixed assets by reporting segment
Not applicable.