

# Consolidated Financial Results for the Six Months Ended September 30, 2025 [IFRS]



November 6, 2025

Company name: Shinwa Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange and Nagoya Stock Exchange

Code number: 3447

URL: <https://www.shinwa-jp.com/en/relation/index.html>

Representative: Kurio Noritake, President and Representative Director

Contact: Mitsuyoshi Hirasawa, Managing Director, Executive Officer, General Manager of Administration

Headquarters

Phone: +81-584-66-4436

Scheduled date of filing the semi-annual securities report: November 14, 2025

Scheduled date of commencing dividend payments: December 2, 2025

Availability of supplementary briefing material on financial results: Yes

Schedule of financial results briefing session: Yes (for institutional investors and analysts)

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

## 1. Consolidated Financial Results for the Six Months Ended September 30, 2025 (April 1, 2025 to September 30, 2025)

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

|                                     | Revenue     |      | Operating profit |      | Profit before tax |      | Profit      |      |
|-------------------------------------|-------------|------|------------------|------|-------------------|------|-------------|------|
|                                     | Million yen | %    | Million yen      | %    | Million yen       | %    | Million yen | %    |
| Six months ended September 30, 2025 | 9,902       | 15.9 | 1,367            | 56.9 | 1,280             | 57.0 | 876         | 65.5 |
| September 30, 2024                  | 8,542       | 29.0 | 871              | 67.4 | 815               | 64.2 | 529         | 54.7 |

|                                     | Profit attributable to owners of parent |      | Comprehensive income |      | Basic earnings per share | Diluted earnings per share |
|-------------------------------------|---|------|----------------------|------|--------------------------|----------------------------|
|                                     | Million yen                             | %    | Million yen          | %    | Yen                      | Yen                        |
| Six months ended September 30, 2025 | 879                                     | 66.0 | 904                  | 74.5 | 64.39                    | —                          |
| September 30, 2024                  | 530                                     | 56.0 | 518                  | 50.2 | 38.19                    | —                          |

## (2) Consolidated Financial Position

|                          | Total assets | Total equity | Equity attributable to owners of parent | Equity attributable to owners of parent to total assets |
|--------------------------|--------------|--------------|---|---|
|                          | Million yen  | Million yen  | Million yen                             | %   |
| As of September 30, 2025 | 31,272       | 16,253       | 16,251                                  | 52.0  |
| March 31, 2025           | 29,967       | 15,846       | 15,841                                  | 52.9  |

## 2. Dividends

|  | Annual dividends |                 |                 |          |       |
|--|------------------|-----------------|-----------------|----------|-------|
|  | 1st quarter-end  | 2nd quarter-end | 3rd quarter-end | Year-end | Total |
|  | Yen              | Yen             | Yen             | Yen      | Yen   |
| Fiscal year ended March 31, 2025             | —                | 16.00           | —               | 16.00    | 32.00 |
| Fiscal year ending March 31, 2026            | —                | 16.00           |                 |          |       |
| Fiscal year ending March 31, 2026 (Forecast) |                  |                 | —               | 18.00    | 34.00 |

Notes 1: Revision to the dividends forecast announced most recently: Yes

- 2: With regard to revisions to the dividends forecast, please refer to the “Notice Regarding Revisions to Financial Results Forecast (IFRS) and Dividends Forecasts” (Japanese version only) announced today, November 6, 2025.

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

(% indicates changes from the previous corresponding period.)

|           | Revenue     |      | Operating profit |      | Profit before tax |      | Profit      |      |
|-----------|-------------|------|------------------|------|-------------------|------|-------------|------|
|           | Million yen | %    | Million yen      | %    | Million yen       | %    | Million yen | %    |
| Full year | 20,000      | 14.3 | 2,000            | 23.3 | 1,820             | 21.5 | 1,246       | 28.1 |

|           | Profit attributable to owners of parent |      | Basic earnings per share |
|-----------|---|------|--------------------------|
|           | Million yen                             | %    | Yen                      |
| Full year | 1,246                                   | 27.8 | 91.20                    |

Notes 1: Revision to the financial results forecast announced most recently: Yes

- 2: With regard to revisions to the consolidated financial results forecast, please refer to the “Notice Regarding Revisions to Financial Results Forecast (IFRS) and Dividends Forecasts” (Japanese version only) announced today, November 6, 2025.

**\* Notes:**

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

Newly included: –

Excluded: –

- (2) Changes in accounting policies and changes in accounting estimates

1) Changes in accounting policies required by IFRS: None

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

3) Changes in accounting estimates: None

- (3) Total number of issued shares (common shares)

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

September 30, 2025: 14,103,000 shares

March 31, 2025: 14,103,000 shares

- 2) Total number of treasury shares at the end of the period:

September 30, 2025: 543,303 shares

March 31, 2025: 180,434 shares

- 3) Average number of shares outstanding during the period:

Six months ended September 30, 2025: 13,662,152 shares

Six months ended September 30, 2024: 13,877,866 shares

\* These semi-annual consolidated financial results are outside the scope of interim review by certified public accountants or an auditing firm.

\* Proper use of financial results forecast and other notes

Financial results forecasts were prepared based on information available at the time of the announcement of this document, and actual results may differ from the forecasts owing to a wide range of factors. For the conditions that form the assumptions for the financial results forecasts, please refer to (4) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information in 1. Qualitative Information on Semi-annual Financial Results on page 5 of the attachments.



## Table of Contents

|  |    |
|--|----|
| 1. Qualitative Information on Semi-annual Financial Results.....                                     | 2  |
| (1) Explanation of Operating Results .....   | 2  |
| (2) Explanation of Financial Position .....  | 4  |
| (3) Overview of Cash Flows.....  | 4  |
| (4) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information ... | 5  |
| 2. Condensed Semi-annual Consolidated Financial Statements and Primary Notes.....                    | 6  |
| (1) Condensed Semi-annual Consolidated Statement of Financial Position .....                         | 6  |
| (2) Condensed Semi-annual Consolidated Statements of Profit or Loss and Comprehensive Income.....    | 8  |
| (3) Condensed Semi-annual Consolidated Statement of Changes in Equity .....                          | 10 |
| (4) Condensed Semi-annual Consolidated Statement of Cash Flows .....                                 | 11 |
| (5) Notes to Condensed Semi-annual Consolidated Financial Statements.....                            | 12 |
| (Going concern assumption) .....   | 12 |
| (Significant subsequent events).....   | 12 |
| (Segment information) .....  | 12 |

## 1. Qualitative Information on Semi-annual Financial Results

### (1) Explanation of Operating Results

During the first six months of the current fiscal year, although the Japanese economy continued to recover gradually, many uncertainties, including sluggish consumer spending, persistently high raw material costs, and tensions in the international situation kept surrounding the business environment.

In the construction industry, which is the main source of demand for our products, construction investments amounted to ¥22.8 trillion between April and August 2025 (up 3.8% year on year), according to “Comprehensive Construction Statistics” published by the Ministry of Land, Infrastructure, Transport and Tourism. In addition to rising material costs, construction investments have increased against the backdrop of efforts to address aging domestic infrastructure and urban redevelopment projects, and construction demand continues to remain strong. On the other hand, according to “Building Starts Statistics” by the said ministry, the rising prices of construction materials have become a factor inhibiting new construction starts in addition to the shortage and aging of skilled workers. The number of construction starts decreased 18.6% from one year earlier to 299,191, and the total floor area of construction starts declined significantly, down 14.3% from one year earlier to 35,347 thousand square meters, and demand remained sluggish.

In this business climate, the Shinwa Group (the “Group”) has accurately grasped the shift in demand from “ownership” to “use” of wedge binding type scaffolding, our main product in the Scaffolding Equipment Division, and has strengthened our flexible proposals in both sales and rental in accordance with customer needs. In addition, the Yagumi Group, which became our subsidiary in April 2024, complements our business foundation through scaffolding installation works, contributing to the improvement of the Group's overall responsiveness and value proposition. In the Logistics Equipment Division, in addition to improving the performance of existing products and expanding our lineup, we are also focusing on developing new products that meet diversifying market needs, thereby contributing to the resolution of a wider range of issues. Furthermore, as for the OHTORIKINZOKU KOGYO CO., LTD., which became a subsidiary in May 2025, we are proceeding with the reorganization of the business structure and integration of operational processes to create synergies within the Group in the future.

Furthermore, in order to reduce manufacturing costs, we have implemented multifaceted measures, including reviewing the distinction between in-house and outsourced production, reviewing suppliers in response to persistently high raw material cost, optimizing logistics, and improving production efficiency. Through these measures, we have worked on maintaining a stable supply system while strengthening our cost competitiveness.

As a result of these efforts, revenue for the first six months amounted to ¥9,902 million (up 15.9% year on year). Operating profit was ¥1,367 million (up 56.9% year on year). Profit before tax amounted to ¥1,280 million (up 57.0% year on year), and profit attributable to owners of parent amounted to ¥879 million (up 66.0% year on year). Both revenue and profit achieved a record high since listing.

The Company’s business activities are based on the purpose of “Protecting Lives and Supporting the Future.”

Prioritizing the safety of those working at construction sites, we pursue both reduced workload and improved safety and productivity at work sites by reducing product weight. We are also responding to a wider range of on-site needs, such as by providing suspended scaffolding for special construction work such as bridges. As the construction industry, which supports social infrastructure, is becoming more important, we will continue to respond sincerely to market needs and social demands, working together with our customers to solve issues and contribute to achieving a sustainable future.

As the Shinwa Group (the “Group”) is comprised of a single business segment of manufacturing and sale of scaffolding equipment and logistics equipment, information by segment is not provided. Instead, the performance of each business division is provided as follows:

## 1) Scaffolding Equipment Division

The Scaffolding Equipment Division, under an integrated system that handles everything “from manufacturing to installation,” manufactures, sells, and rents wedge binding type scaffolding and next generation scaffolding that can be used for a wide range of applications, from detached housing to high-rise construction, and provides scaffolding installation services.

During the first six months of the current fiscal year, market demand for scaffolding equipment remained strong. However, since raw material prices have remained high and product prices continued to rise, there was a trend to choose rental over purchase.

In this situation, the Scaffolding Equipment Division has been promoting flexible sales proposals encompassing both sales and rentals, while also strengthening sales activities in key areas and striving to provide optimal services tailored to customer needs.

In addition, Yagumi Group, our Group company, is steadily building up its track record of completed projects, even amid a worsening labor shortage, by leveraging its abundant human resources and steadily capturing firm construction demand.

As a result of these efforts, revenue for the first six months in the Scaffolding Equipment division remained roughly at the same level as the previous year, amounting to ¥6,673 million (down 2.1% year on year), with the installation and rental remaining solid, offsetting the decline in sales of wedge binding type scaffolding and next generation scaffolding.

## 2) Logistics Equipment Division

The Logistics Equipment Division offers solutions that improve transportation and storage efficiency and safety through providing made-to-order products to a wide range of industries, including large-scale logistics warehouses and automobiles.

During the first six months of the current fiscal year, on top of the projects related to large-scale logistics warehouses, we received continuous orders from a wide range of industries including glass, stone and clay products, and automated warehouses.

Among these, large-scale logistics warehouse projects made a significant contribution and drove the division's sales growth, and as a result, revenue for the first six months in the Logistics Equipment Division amounted to ¥3,228 million (up 87.3% year on year), achieving a record high.

(Thousand yen)

| Name of product and service |                                | For the six months ended<br>September 30, 2024 | For the six months ended<br>September 30, 2025 |
|-----------------------------|--------------------------------|--|--|
| Scaffolding<br>equipment    | Wedge binding type scaffolding | 2,776,189                                      | 2,552,220                                      |
|                             | Next generation scaffolding    | 852,464  | 741,900  |
|                             | Installation and rental        | 2,178,852                                      | 2,355,709                                      |
|                             | Other sales                    | 708,610  | 742,011  |
|                             | Other                          | 302,396  | 282,052  |
|                             | Subtotal                       | 6,818,514                                      | 6,673,892                                      |
| Logistics<br>equipment      | Pallets                        | 1,724,262                                      | 3,228,849                                      |
|                             | Subtotal                       | 1,724,262                                      | 3,228,849                                      |
| Total                       |                                | 8,542,776                                      | 9,902,742                                      |

Note: Revenue stated in “Installation and rental,” “Pallets,” and “Other” includes revenue arising from leases under IFRS 16 of ¥275,298 thousand for the six months ended September 30, 2024, and ¥375,312 thousand for the six months ended September 30, 2025.

## (2) Explanation of Financial Position

### (Assets)

Current assets at the end of the second quarter of the current fiscal year increased by ¥638 million from the end of the previous fiscal year to ¥10,515 million. This was mainly due to an increase in cash and cash equivalents of ¥808 million and an increase in inventories of ¥108 million, partially offset by a decrease in trade and other receivables of ¥306 million. Non-current assets increased by ¥665 million from the end of the previous fiscal year to ¥20,756 million. This was primarily due to an increase in property, plant and equipment of ¥435 million. As a result, total assets increased by ¥1,304 million from the end of the previous fiscal year to ¥31,272 million.

### (Liabilities)

Current liabilities at the end of the second quarter of the current fiscal year increased by ¥911 million from the end of the previous fiscal year to ¥7,605 million. This was primarily due to an increase in borrowings of ¥1,059 million. Non-current liabilities decreased by ¥14 million from the end of the previous fiscal year to ¥7,413 million. As a result, total liabilities increased by ¥897 million from the end of the previous fiscal year to ¥15,018 million.

### (Equity)

Total equity at the end of the second quarter of the current fiscal year increased by ¥406 million from the end of the previous fiscal year to ¥16,253 million. This was mainly due to the posting of profit attributable to owners of parent of ¥879 million, partially offset by dividends paid of ¥222 million and the repurchase of treasury shares of ¥299 million.

## (3) Overview of Cash Flows

Cash and cash equivalents (hereinafter “cash”) at the end of the first six months of the current fiscal year was ¥3,717 million, an increase of ¥808 million from the end of the previous fiscal year.

Cash flows from each activity for the first six months of the current fiscal year and their primary factors are as follows:

### (Cash flows from operating activities)

Net cash provided by operating activities for the first six months of the current fiscal year was ¥986 million, an increase of ¥673 million year on year. Main factors affecting cash inflows were profit before tax of ¥1,280 million, depreciation and amortization of ¥376 million, and a decrease in trade and other receivables of ¥360 million. The main factors affecting cash outflows were a decrease in trade and other payables of ¥893 million.

### (Cash flows from investing activities)

Net cash used in investing activities for the first six months of the current fiscal year was ¥305 million, a decrease of ¥3,300 million year on year. The main factor affecting cash outflows was purchase of property, plant and equipment of ¥465 million.

### (Cash flows from financing activities)

Net cash provided by financing activities for the first six months of the current fiscal year was ¥128 million, a decrease of ¥3,167 million year on year. The main factor contributing to cash inflows was proceeds from short-term borrowings of ¥7,500 million, while the main factors contributing to cash outflows were repayments of short-term borrowings of ¥6,437 million, repayments of long-term borrowings of ¥1,277 million, acquisition of treasury shares of ¥299 million, and dividend payments of ¥222 million.

#### (4) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information

For full year consolidated financial results forecast for the fiscal year ending March 2026, please refer to the “Notice Regarding Revisions to Financial Results Forecasts (IFRS) and Dividend Forecasts” (Japanese version only) announced today, November 6, 2025.



## 2. Condensed Semi-annual Consolidated Financial Statements and Primary Notes

### (1) Condensed Semi-annual Consolidated Statement of Financial Position

(Thousand yen)

|                               | As of March 31, 2025 | As of September 30, 2025 |
|-------------------------------|----------------------|--------------------------|
| Assets                        |                      |                          |
| Current assets                |                      |                          |
| Cash and cash equivalents     | 2,908,656            | 3,717,328                |
| Trade and other receivables   | 4,410,414            | 4,104,239                |
| Inventories                   | 2,439,383            | 2,548,040                |
| Other financial assets        | 21,000               | 46,050                   |
| Other current assets          | 97,520               | 100,158                  |
| Total current assets          | 9,876,975            | 10,515,817               |
| Non-current assets            |                      |                          |
| Property, plant and equipment | 5,163,007            | 5,598,820                |
| Right-of-use assets           | 993,946              | 1,012,198                |
| Goodwill                      | 12,264,652           | 12,264,652               |
| Intangible assets             | 1,438,909            | 1,418,935                |
| Other financial assets        | 199,623              | 317,507                  |
| Deferred tax assets           | 12,405               | 126,791                  |
| Other non-current assets      | 18,383               | 17,956                   |
| Total non-current assets      | 20,090,928           | 20,756,862               |
| Total assets                  | 29,967,904           | 31,272,680               |

(Thousand yen)

|   | As of March 31, 2025 | As of September 30, 2025 |
|---|----------------------|--------------------------|
| Liabilities and equity                        |                      |                          |
| Liabilities                                   |                      |                          |
| Current liabilities                           |                      |                          |
| Trade and other payables                      | 1,603,024            | 1,112,870                |
| Borrowings                                    | 4,589,755            | 5,648,830                |
| Income taxes payable                          | 127,790              | 344,017                  |
| Other financial liabilities                   | 123,950              | 141,993                  |
| Other current liabilities                     | 248,781              | 357,398                  |
| Total current liabilities                     | 6,693,303            | 7,605,111                |
| Non-current liabilities                       |                      |                          |
| Bonds payable                                 | —                    | 46,126                   |
| Borrowings                                    | 5,897,270            | 5,618,068                |
| Provisions                                    | 101,892              | 170,728                  |
| Other financial liabilities                   | 882,894              | 886,723                  |
| Deferred tax liabilities                      | 484,080              | 557,152                  |
| Other non-current liabilities                 | 61,650               | 134,974                  |
| Total non-current liabilities                 | 7,427,787            | 7,413,774                |
| Total liabilities                             | 14,121,090           | 15,018,885               |
| Equity  |                      |                          |
| Share capital                                 | 153,576              | 153,576                  |
| Capital surplus                               | 6,930,092            | 6,929,957                |
| Retained earnings                             | 8,885,060            | 9,542,039                |
| Treasury shares                               | (137,618)            | (412,127)                |
| Other components of equity                    | 10,697               | 38,362                   |
| Total equity attributable to owners of parent | 15,841,808           | 16,251,808               |
| Non-controlling interests                     | 5,005                | 1,985                    |
| Total equity                                  | 15,846,814           | 16,253,794               |
| Total liabilities and equity                  | 29,967,904           | 31,272,680               |

## (2) Condensed Semi-annual Consolidated Statements of Profit or Loss and Comprehensive Income

### Condensed Semi-annual Consolidated Statement of Profit or Loss For the Six-Month Period

(Thousand yen)

|  | For the six months ended<br>September 30, 2024 | For the six months ended<br>September 30, 2025 |
|--|--|--|
| Revenue                                      | 8,542,776                                      | 9,902,742                                      |
| Cost of sales                                | (6,305,299)                                    | (7,086,699)                                    |
| Gross profit                                 | 2,237,477                                      | 2,816,042                                      |
| Selling, general and administrative expenses | (1,351,739)                                    | (1,487,502)                                    |
| Other income                                 | 14,461   | 41,543   |
| Other expenses                               | (28,385)                                       | (2,474)  |
| Operating profit                             | 871,814  | 1,367,608                                      |
| Finance income                               | 4,688  | 7,419  |
| Finance costs                                | (60,939)                                       | (94,450)                                       |
| Profit before tax                            | 815,563  | 1,280,577                                      |
| Income tax expense                           | (285,652)                                      | (403,841)                                      |
| Profit                                       | 529,910  | 876,736  |
| Profit attributable to:                      |  |  |
| Owners of parent                             | 530,045  | 879,739  |
| Non-controlling interests                    | (135)  | (3,003)  |
| Profit                                       | 529,910  | 876,736  |
| Earnings per share:                          |  |  |
| Basic earnings per share (yen)               | 38.19  | 64.39  |

Condensed Semi-annual Consolidated Statement of Comprehensive Income  
For the Six-Month Period

(Thousand yen)

|  | For the six months ended<br>September 30, 2024 | For the six months ended<br>September 30, 2025 |
|--|--|--|
| Profit   | 529,910  | 876,736  |
| Other comprehensive income   |  |  |
| Items that will not be reclassified to profit or loss                      |  |  |
| Financial assets measured at fair value through other comprehensive income | (11,335)                                       | 27,681   |
| Total of items that will not be reclassified to profit or loss             | (11,335)                                       | 27,681   |
| Items that may be reclassified to profit or loss                           |  |  |
| Exchange differences on translation of foreign operations                  | (222)  | (34)   |
| Total of items that may be reclassified to profit or loss                  | (222)  | (34)   |
| Other comprehensive income, net of tax                                     | (11,558)                                       | 27,647   |
| Comprehensive income   | 518,352  | 904,384  |
| Comprehensive income attributable to:                                      |  |  |
| Owners of parent   | 518,596  | 907,404  |
| Non-controlling interests  | (244)  | (3,019)  |
| Comprehensive income   | 518,352  | 904,384  |

(3) Condensed Semi-annual Consolidated Statement of Changes in Equity  
For the Six Months Ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(Thousand yen)

|   | Share capital | Capital surplus | Retained earnings | Treasury shares | Other components of equity   |   | Total    | Total equity attributable to owners of parent | Non-controlling interests | Equity     |
|---|---------------|-----------------|-------------------|-----------------|--|---|----------|---|---------------------------|------------|
|   |               |                 |                   |                 | Financial assets measured at fair value through other comprehensive income | Exchange differences on translation of foreign operations |          |   |                           |            |
| Balance at beginning of period                | 153,576       | 6,918,207       | 8,363,728         | (147,575)       | 11,718   | 10,373  | 22,092   | 15,310,028                                    | 8,430                     | 15,318,459 |
| Profit  | –             | –               | 530,045           | –               | –  | –   | –        | 530,045                                       | (135)                     | 529,910    |
| Other comprehensive income                    | –             | –               | –                 | –               | (11,335)   | (113)   | (11,448) | (11,448)                                      | (109)                     | (11,558)   |
| Comprehensive income                          | –             | –               | 530,045           | –               | (11,335)   | (113)   | (11,448) | 518,596                                       | (244)                     | 518,352    |
| Disposal of treasury shares                   | –             | (1,947)         | –                 | 104,252         | –  | –   | –        | 102,305                                       | –                         | 102,305    |
| Dividends                                     | –             | –               | (222,552)         | –               | –  | –   | –        | (222,552)                                     | –                         | (222,552)  |
| Increase (decrease) by business combination   | –             | –               | –                 | (104,252)       | –  | –   | –        | (104,252)                                     | 5,226                     | (99,025)   |
| Changes in ownership interest in subsidiaries | –             | 5,581           | –                 | –               | –  | –   | –        | 5,581   | (6,331)                   | (750)      |
| Total transactions with owners                | –             | 3,634           | (222,552)         | –               | –  | –   | –        | (218,917)                                     | (1,104)                   | (220,022)  |
| Balance at end of period                      | 153,576       | 6,921,841       | 8,671,221         | (147,575)       | 383  | 10,259  | 10,643   | 15,609,708                                    | 7,081                     | 15,616,789 |

For the Six Months Ended September 30, 2025 (From April 1, 2025 to September 30, 2025)

(Thousand yen)

|                                | Share capital | Capital surplus | Retained earnings | Treasury shares | Other components of equity   |   | Total  | Total equity attributable to owners of parent | Non-controlling interests | Equity     |
|--------------------------------|---------------|-----------------|-------------------|-----------------|--|---|--------|---|---------------------------|------------|
|                                |               |                 |                   |                 | Financial assets measured at fair value through other comprehensive income | Exchange differences on translation of foreign operations |        |   |                           |            |
| Balance at beginning of period | 153,576       | 6,930,092       | 8,885,060         | (137,618)       | 342  | 10,355  | 10,697 | 15,841,808                                    | 5,005                     | 15,846,814 |
| Profit                         | –             | –               | 879,739           | –               | –  | –   | –      | 879,739                                       | (3,003)                   | 876,736    |
| Other comprehensive income     | –             | –               | –                 | –               | 27,681   | (17)  | 27,664 | 27,664  | (16)                      | 27,647     |
| Comprehensive income           | –             | –               | 879,739           | –               | 27,681   | (17)  | 27,664 | 907,404                                       | (3,019)                   | 904,384    |
| Purchase of treasury shares    | –             | –               | –                 | (299,971)       | –  | –   | –      | (299,971)                                     | –                         | (299,971)  |
| Disposal of treasury shares    | –             | (134)           | –                 | 25,462          | –  | –   | –      | 25,327  | –                         | 25,327     |
| Dividends                      | –             | –               | (222,761)         | –               | –  | –   | –      | (222,761)                                     | –                         | (222,761)  |
| Total transactions with owners | –             | (134)           | (222,761)         | (274,509)       | –  | –   | –      | (497,404)                                     | –                         | (497,404)  |
| Balance at end of period       | 153,576       | 6,929,957       | 9,542,039         | (412,127)       | 28,024   | 10,337  | 38,362 | 16,251,808                                    | 1,985                     | 16,253,794 |

#### (4) Condensed Semi-annual Consolidated Statement of Cash Flows

(Thousand yen)

|  | For the six months ended<br>September 30, 2024 | For the six months ended<br>September 30, 2025 |
|--|--|--|
| Cash flows from operating activities   |  |  |
| Profit before tax  | 815,563  | 1,280,577                                      |
| Depreciation and amortization  | 238,906  | 376,627  |
| Finance income and finance costs   | 56,251   | 87,031   |
| Loss (gain) on sale of fixed assets  | (599)  | (1,280)  |
| Loss on disposal of property, plant and equipment  | 114  | 128  |
| Share-based payment expenses   | –  | 9,784  |
| Decrease (increase) in inventories   | 478,310  | (93,667)                                       |
| Decrease (increase) in trade and other receivables   | (890,085)                                      | 360,673  |
| Increase (decrease) in trade and other payables  | (365,636)                                      | (893,193)                                      |
| Other  | 55,727   | 59,160   |
| Subtotal   | 388,551  | 1,185,841                                      |
| Interest and dividends received  | 4,688  | 7,419  |
| Interest paid  | (48,715)                                       | (76,608)                                       |
| Income taxes paid  | (105,900)                                      | (167,969)                                      |
| Income taxes refund  | 74,200   | 38,057   |
| Net cash provided by (used in) operating activities  | 312,823  | 986,740  |
| Cash flows from investing activities   |  |  |
| Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation | –  | 122,265  |
| Purchase of shares of subsidiaries resulting in change in scope of consolidation               | (2,631,701)                                    | –  |
| Proceeds from sale of property, plant and equipment  | 600  | 1,254  |
| Purchase of property, plant and equipment  | (961,873)                                      | (465,844)                                      |
| Purchase of intangible assets  | (10,100)                                       | –  |
| Payments for acquisition of financial assets   | (8,875)  | (9,575)  |
| Other  | 6,107  | 46,584   |
| Net cash provided by (used in) investing activities  | (3,605,842)                                    | (305,315)                                      |
| Cash flows from financing activities   |  |  |
| Proceeds from short-term borrowings  | 4,090,000                                      | 7,500,000                                      |
| Repayments of short-term borrowings  | (4,090,000)                                    | (6,437,400)                                    |
| Proceeds from long-term borrowings   | 3,900,000                                      | 950,000  |
| Repayments of long-term borrowings   | (351,983)                                      | (1,277,886)                                    |
| Payments of financial expenditures   | (66,911)                                       | (5,102)  |
| Dividends paid   | (222,700)                                      | (222,967)                                      |
| Proceeds from sale of treasury shares  | 102,305  | –  |
| Purchase of treasury shares  | –  | (299,971)                                      |
| Repayments of lease liabilities  | (64,163)                                       | (78,554)                                       |
| Other  | (750)  | –  |
| Net cash provided by (used in) financing activities  | 3,295,797                                      | 128,117  |
| Effect of exchange rate changes on cash and cash equivalents                                   | (1,251)  | (871)  |
| Net increase (decrease) in cash and cash equivalents   | 1,526  | 808,671  |
| Cash and cash equivalents at beginning of period   | 1,843,324                                      | 2,908,656                                      |
| Cash and cash equivalents at end of period   | 1,844,851                                      | 3,717,328                                      |

(5) Notes to Condensed Semi-annual Consolidated Financial Statements

(Going concern assumption)

There is no relevant information.

(Significant subsequent events)

There is no relevant information.

(Segment information)

The Group mainly engages in the business of manufacturing and sale of scaffolding equipment and logistics equipment. There is a single reportable segment of the manufacturing and sale of scaffolding equipment and logistics equipment.

Revenue from external customers for each product and service is as follows.

(Thousand yen)

| Name of product and service |                                | For the six months ended<br>September 30, 2024 | For the six months ended<br>September 30, 2025 |
|-----------------------------|--------------------------------|--|--|
| Scaffolding<br>equipment    | Wedge binding type scaffolding | 2,776,189                                      | 2,552,220                                      |
|                             | Next generation scaffolding    | 852,464  | 741,900  |
|                             | Installation and rental        | 2,178,852                                      | 2,355,709                                      |
|                             | Other sales                    | 708,610  | 742,011  |
|                             | Other                          | 302,396  | 282,052  |
| Subtotal                    |                                | 6,818,514                                      | 6,673,892                                      |
| Logistics<br>equipment      | Pallets                        | 1,724,262                                      | 3,228,849                                      |
|                             | Subtotal                       | 1,724,262                                      | 3,228,849                                      |
| Total                       |                                | 8,542,776                                      | 9,902,742                                      |

Note: Revenue stated in “Installation and rental,” “Pallets,” and “Other” includes revenue arising from leases under IFRS 16 of ¥275,298 thousand for the six months ended September 30, 2024, and ¥375,312 thousand for the six months ended September 30, 2025.