

Translation

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Summary of Consolidated Financial Results for the Six Months Ended March 31, 2025 (Based on Japanese GAAP)

May 9, 2025

Company name: CE Holdings Co.,Ltd.
 Stock exchange listing: Tokyo, Sapporo
 Stock code: 4320 URL <https://www.ce-hd.co.jp>
 Representative: Representative Director and President Masanori Niizato
 COO (Chief Operating Officer)
 Director in charge of Administration
 Inquiries: CFO (Chief Financial Officer) Tsunehito Taguchi TEL 011(861)1600
 Scheduled date to file Semi-annual Securities Report: May 9, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended March 31, 2025 (from October 1, 2024 to March 31, 2025)

(1) Consolidated operating results (cumulative)

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 March 31, 2025	9,199	14.0	1,230	66.0	1,239	66.6	707	90.4
Six months ended March 31, 2024	8,070	9.9	741	(11.7)	744	(11.2)	371	(24.9)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2025	46.48	–
Six months ended March 31, 2024	24.77	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2025	12,679	7,398	54.4
As of September 30, 2024	11,251	6,599	54.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2024	–	0.00	–	18.00	18.00
Year ending September 30, 2025	–	0.00			
Year ending September 30, 2025 (Forecast)			–	22.00	22.00

3. Forecast of consolidated financial results for the year ending September 30, 2025 (from October 1, 2024 to September 30, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	15,000	3.1	1,500	30.6	1,500	30.0	820	564.4	54.23

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended March 31, 2025: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of March 31, 2025	16,139,400 shares	As of September 30, 2024	15,518,400 shares
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Number of treasury shares at the end of the period

As of March 31, 2025	398,163 shares	As of September 30, 2024	398,163 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended March 31, 2025	15,225,396 shares	Six months ended March 31, 2024	15,009,975 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of September 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	3,826,460	3,851,052
Notes and accounts receivable - trade, and contract assets	3,193,246	4,576,282
Merchandise and finished goods	3,775	2,587
Work in process	261,179	295,871
Raw materials and supplies	2,533	4,020
Accounts receivable - other	5,332	2,282
Other	184,950	235,564
Allowance for doubtful accounts	(9,880)	(11,835)
Total current assets	7,467,596	8,955,826
Non-current assets		
Property, plant and equipment	1,723,691	1,719,111
Intangible assets		
Goodwill	15,516	12,068
Other	1,001,859	1,001,507
Total intangible assets	1,017,376	1,013,575
Investments and other assets		
Investment securities	438,348	419,266
Other	604,878	571,637
Allowance for doubtful accounts	(360)	(360)
Total investments and other assets	1,042,866	990,543
Total non-current assets	3,783,934	3,723,230
Total assets	11,251,531	12,679,057
Liabilities		
Current liabilities		
Accounts payable - trade	1,009,649	1,710,397
Current portion of long-term borrowings	727,341	625,907
Accounts payable - other	174,455	167,454
Income taxes payable	201,223	447,228
Provision for bonuses	238,959	232,964
Contract liabilities	209,361	209,461
Other	276,739	335,574
Total current liabilities	2,837,730	3,728,987
Non-current liabilities		
Long-term borrowings	1,430,353	1,169,815
Retirement benefit liability	217,828	218,263
Other	165,716	163,928
Total non-current liabilities	1,813,897	1,552,006
Total liabilities	4,651,628	5,280,994

	(Thousands of yen)	
	As of September 30, 2024	As of March 31, 2025
Net assets		
Shareholders' equity		
Share capital	1,269,825	1,454,807
Capital surplus	1,295,678	1,477,659
Retained earnings	3,712,973	4,147,967
Treasury shares	(200,404)	(200,404)
Total shareholders' equity	6,078,073	6,880,029
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,523	14,572
Total accumulated other comprehensive income	17,523	14,572
Share acquisition rights	3,585	2,745
Non-controlling interests	500,721	500,715
Total net assets	6,599,903	7,398,062
Total liabilities and net assets	11,251,531	12,679,057

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Net sales	8,070,171	9,199,928
Cost of sales	6,190,754	6,915,508
Gross profit	1,879,417	2,284,419
Selling, general and administrative expenses	1,137,934	1,053,456
Operating profit	741,483	1,230,962
Non-operating income		
Interest income	19	2,718
Dividend income	1,045	980
Foreign exchange gains	640	941
Surrender value of insurance policies	90	2,583
Subsidy income	4,993	3,511
Other	3,526	4,378
Total non-operating income	10,316	15,112
Non-operating expenses		
Interest expenses	5,165	6,003
Loss on investments in investment partnerships	1,650	—
Other	835	571
Total non-operating expenses	7,651	6,575
Ordinary profit	744,147	1,239,499
Extraordinary income		
Gain on sale of non-current assets	—	32
Gain on redemption of investment securities	120	120
Total extraordinary income	120	152
Extraordinary losses		
Impairment losses	—	34,258
Total extraordinary losses	—	34,258
Profit before income taxes	744,267	1,205,393
Income taxes - current	282,562	440,244
Income taxes - deferred	57,048	(16,932)
Total income taxes	339,610	423,312
Profit	404,656	782,081
Profit attributable to		
Profit attributable to owners of parent	371,725	707,607
Profit attributable to non-controlling interests	32,931	74,473
Other comprehensive income		
Valuation difference on available-for-sale securities	8,207	(2,950)
Total other comprehensive income	8,207	(2,950)
Comprehensive income	412,864	779,130
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	379,933	704,656
Comprehensive income attributable to non-controlling interests	32,931	74,473

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	744,267	1,205,393
Depreciation	209,702	277,978
Amortization of goodwill	21,787	3,448
Impairment losses	—	34,258
Increase (decrease) in allowance for doubtful accounts	1,581	1,890
Interest and dividend income	(1,064)	(3,698)
Interest expenses	5,165	6,003
Decrease (increase) in trade receivables	(1,298,617)	(1,372,361)
Decrease (increase) in inventories	(50,353)	(22,885)
Increase (decrease) in trade payables	305,029	701,986
Increase (decrease) in accounts payable - other	(119,565)	(13,824)
Other, net	(98,118)	10,709
Subtotal	(280,186)	828,899
Interest and dividends received	1,058	3,327
Interest paid	(5,165)	(6,874)
Income taxes paid	(252,945)	(196,259)
Income taxes refund	85,988	373
Net cash provided by (used in) operating activities	(451,249)	629,466
Cash flows from investing activities		
Purchase of property, plant and equipment	(25,874)	(60,348)
Purchase of intangible assets	(320,170)	(241,643)
Purchase of investment securities	(4,600)	(500)
Proceeds from sale of investment securities	9,492	9,505
Proceeds from share of profits on investments in partnership	93	6,205
Proceeds from refund of leasehold and guarantee deposits	133	54,796
Other, net	(12,428)	(5,148)
Net cash provided by (used in) investing activities	(353,354)	(237,133)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	(200,000)	—
Proceeds from long-term borrowings	1,800,000	30,000
Repayments of long-term borrowings	(381,324)	(390,600)
Purchase of treasury shares	(30)	—
Repayments of lease liabilities	(735)	(1,453)
Proceeds from issuance of shares	37,331	33,123
Proceeds from issuance of share acquisition rights	3,750	—
Proceeds from issuance of shares resulting from exercise of share acquisition rights	66,000	336,000
Dividends paid	(208,788)	(270,556)
Dividends paid to non-controlling interests	(70,070)	(74,480)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	—	(3,000)
Net cash provided by (used in) financing activities	1,046,132	(340,967)
Net increase (decrease) in cash and cash equivalents	241,528	51,365
Cash and cash equivalents at beginning of period	3,138,112	3,826,460
Increase (decrease) in cash and cash equivalents resulting from accounting term alterations of subsidiaries	—	(26,773)
Cash and cash equivalents at end of period	3,379,641	3,851,052