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October 24, 2025

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

Company name: HIGASHI HOLDINGS CO.,LTD.

Listing: Tokyo Stock Exchange

Securities code: 9029

URL: <https://www.e-higashi.co.jp/>

Representative: Kazuhiro Kojima

Director, Representative Executive Officer, President & CEO

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Director, Managing Executive Officer

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Scheduled date to file semi-annual securities report: November 5, 2025

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(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 (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								
September 30, 2025	26,799	21.9	1,858	68.3	1,929	65.2	1,223	77.5
September 30, 2024	21,976	12.5	1,104	(2.4)	1,167	(3.2)	689	(7.1)

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 1,387 million [110.1%]
For the six months ended September 30, 2024: ¥ 660 million [(18.5)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended		
September 30, 2025	93.76	-
September 30, 2024	52.24	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
September 30, 2025	31,782	14,426	45.4
March 31, 2025	31,596	13,509	42.8

Reference: Equity

As of September 30, 2025: ¥ 14,426 million

As of March 31, 2025: ¥ 13,509 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	-	0.00	-	42.00	42.00
Fiscal year ending March 31, 2026	-	0.00			
Fiscal year ending March 31, 2026 (Forecast)			-	50.00	50.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated financial result forecasts 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
Full year	54,000	12.2	3,256	18.8	3,400	15.8	2,176	20.5	166.59

Note: Revisions to the financial result forecast most recently announced: Yes

* Notes

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

Newly included: 1 companies(Peerless Co.,Ltd.)

(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	13,264,000 shares
As of March 31, 2025	13,264,000 shares

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

As of September 30, 2025	189,025 shares
As of March 31, 2025	238,025 shares

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

Six months ended September 30, 2025	13,049,002 shares
Six months ended September 30, 2024	13,198,396 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 earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Any statements herein do not constitute assurances regarding actual results by the Company.

Semi-annual Consolidated Financial Statements
Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	4,679,456	4,936,321
Notes receivable - trade	431,841	455,858
Trade accounts receivable and contract assets	7,645,970	7,076,509
Merchandise	357,354	411,473
Other	913,191	1,201,817
Allowance for doubtful accounts	(10,251)	(9,215)
Total current assets	14,017,562	14,072,764
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,909,490	5,728,633
Machinery, equipment and vehicles, net	1,492,896	1,463,675
Land	3,974,564	3,974,564
Other, net	221,046	234,984
Total property, plant and equipment	11,597,998	11,401,856
Intangible assets		
Goodwill	991,199	1,042,138
Other	141,289	137,863
Total intangible assets	1,132,489	1,180,002
Investments and other assets		
Investment securities	1,307,229	1,565,483
Guarantee deposits	2,666,904	2,675,755
Other	917,239	928,885
Allowance for doubtful accounts	(42,443)	(42,443)
Total investments and other assets	4,848,929	5,127,681
Total non-current assets	17,579,417	17,709,541
Total assets	31,596,980	31,782,305

(Thousands of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Trade accounts payable	3,630,052	2,635,289
Short-term borrowings	4,330,000	5,130,000
Current portion of long-term borrowings	886,291	805,818
Income taxes payable	760,251	752,616
Provision for bonuses	418,574	423,805
Asset retirement obligations	25,490	25,502
Other	2,269,618	2,021,091
Total current liabilities	12,320,278	11,794,123
Non-current liabilities		
Long-term borrowings	3,672,517	3,307,189
Retirement benefit liability	146,286	182,926
Asset retirement obligations	379,593	416,898
Other	1,568,430	1,654,701
Total non-current liabilities	5,766,827	5,561,715
Total liabilities	18,087,105	17,355,839
Net assets		
Shareholders' equity		
Share capital	1,001,996	1,001,996
Capital surplus	177,259	198,930
Retained earnings	12,182,494	12,858,928
Treasury shares	(264,859)	(210,335)
Total shareholders' equity	13,096,890	13,849,520
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	435,743	597,840
Remeasurements of defined benefit plans	(22,759)	(20,894)
Total accumulated other comprehensive income	412,984	576,946
Total net assets	13,509,874	14,426,466
Total liabilities and net assets	31,596,980	31,782,305

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	21,976,061	26,799,637
Cost of sales	17,891,857	21,664,814
Gross profit	4,084,203	5,134,822
Selling, general and administrative expenses	2,979,681	3,276,329
Operating profit	1,104,522	1,858,493
Non-operating income		
Interest income	53	1,034
Dividend income	20,731	27,524
Rental income	23,537	23,642
Subsidy income	8,221	10,751
Surrender value of insurance policies	975	10,332
Other	33,433	42,030
Total non-operating income	86,951	115,315
Non-operating expenses		
Interest expenses	12,259	30,517
Rental expenses	6,080	6,133
Other	5,316	7,882
Total non-operating expenses	23,657	44,534
Ordinary profit	1,167,816	1,929,274
Extraordinary losses		
Loss on retirement of non-current assets	18,378	1,524
Total extraordinary losses	18,378	1,524
Profit before income taxes	1,149,438	1,927,750
Income taxes	459,954	704,224
Profit	689,484	1,223,525
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	689,484	1,223,525

Semi-annual Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	689,484	1,223,525
Other comprehensive income		
Valuation difference on available-for-sale securities	(32,920)	162,097
Remeasurements of defined benefit plans, net of tax	3,937	1,865
Total other comprehensive income	(28,983)	163,962
Comprehensive income	660,500	1,387,488
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	660,500	1,387,488
Comprehensive income attributable to non-controlling interests	-	-

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,149,438	1,927,750
Depreciation	453,722	577,454
Amortization of goodwill	59,783	96,068
Increase (decrease) in allowance for doubtful accounts	2	(1,389)
Interest and dividend income	(20,784)	(28,558)
Interest expenses	12,259	30,517
Subsidy income	(8,221)	(10,751)
Surrender value of insurance policies	(975)	(10,332)
Loss on retirement of non-current assets	18,378	1,524
Decrease (increase) in trade receivables	1,053,382	604,506
Decrease (increase) in inventories	20,486	(50,951)
Increase (decrease) in trade payables	(1,134,428)	(1,010,752)
Increase (decrease) in accrued consumption taxes	(112,685)	228,242
Increase (decrease) in provision for bonuses	18,027	(1,437)
Increase (decrease) in retirement benefit liability	7,203	2,699
Other, net	38,216	(710,207)
Subtotal	1,553,806	1,644,383
Interest and dividends received	20,784	28,558
Interest paid	(13,599)	(31,619)
Income taxes paid	(500,243)	(720,713)
Income taxes refund	2,790	1,312
Subsidies received	8,221	10,751
Net cash provided by (used in) operating activities	1,071,759	932,673
Cash flows from investing activities		
Net decrease (increase) in time deposits	-	28,856
Purchase of investment securities	(7,207)	(10,022)
Payments of guarantee deposits	(275,402)	(7,157)
Proceeds from refund of guarantee deposits	2,531	2,690
Purchase of property, plant and equipment	(2,315,508)	(303,626)
Proceeds from sale of property, plant and equipment	7,146	9,368
Purchase of intangible assets	(20,136)	(10,878)
Payments for asset retirement obligations	-	(52,666)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(638,540)	(135,191)
Other, net	(1,458)	64,586
Net cash provided by (used in) investing activities	(3,248,575)	(414,040)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	600,000	800,000
Proceeds from long-term borrowings	1,600,000	-
Repayments of long-term borrowings	(346,967)	(451,070)
Repayments of lease liabilities	(80,579)	(80,797)
Dividends paid	(473,714)	(546,319)
Net cash provided by (used in) financing activities	1,298,739	(278,186)
Net increase (decrease) in cash and cash equivalents	(878,075)	240,446
Cash and cash equivalents at beginning of period	4,062,459	4,647,595
Cash and cash equivalents at end of period	3,184,383	4,888,041