

November 4, 2025

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

Company name: NIHON DENGI CO.,LTD
 Listing: Tokyo Stock Exchange
 Securities code: 1723
 URL: <https://www.nihondengi.co.jp/>
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 Scheduled date to file semi-annual securities report: November 13, 2025
 Scheduled date to commence dividend payments: December 1, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes

(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	18,668	24.6	4,140	78.6	4,297	78.4	2,968	80.3
September 30, 2024	14,987	(3.8)	2,318	32.6	2,409	32.1	1,646	33.3

Note: Comprehensive income For the six months ended September 30, 2025: ¥4,009 million [130.0%]
 For the six months ended September 30, 2024: ¥1,743 million [12.5%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	186.35	-
September 30, 2024	103.43	-

Note: As of January 1, 2025, we have implemented a stock split at the ratio of 2 shares to 1 share of common stock. Assuming that the stock split occurred at the beginning of the previous fiscal year, net income per share is calculated.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	51,758	42,227	81.6
March 31, 2025	52,886	39,495	74.7

Reference: Equity
 As of September 30, 2025: ¥42,227 million
 As of March 31, 2025: ¥39,495 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	-	82.00	-	81.00	-
Fiscal year ending March 31, 2026	-	61.00			
Fiscal year ending March 31, 2026 (Forecast)			-	71.00	132.00

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

- As of January 1, 2025, we have conducted a stock split at the ratio of 2 shares to 1 share of common stock.
- For the end of the second quarter of the fiscal year ending March 31, 2025 with September 30, 2024 as the record date, the actual amount of dividends before the stock split is described.
- Annual dividends per share for the total of the fiscal year ending March 31, 2025 are not shown because simple comparisons are not possible due to the implementation of stock splits.
- The dividend per share for the fiscal year ending March 31, 2025, which takes into account the stock split, will be 41.00 yen at the end of the second quarter and 81.00 yen at the end of the fiscal year, for a total of 122.00 yen, and 61.00 yen at the end of the second quarter and 71.00 yen at the end of the fiscal year ending March 31, 2026, for a total of 132.00 yen, which is an increase of 10.00 yen.

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

For details regarding the revision of the consolidated earnings forecast, please refer to the “Notice of Revision of Earnings Forecast” announced today (November 4, 2025).

	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	46,000	6.8	10,500	15.1	10,700	15.0	7,300	13.8	458.22

Note: Revisions to the earnings forecasts most recently announced: Yes

* **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: None
- (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	16,395,000 shares
As of March 31, 2025	16,395,000 shares

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

As of September 30, 2025	461,746 shares
As of March 31, 2025	469,884 shares

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

Six months ended September 30, 2025	15,928,986 shares
Six months ended September 30, 2024	15,921,178 shares

Note:

1) The number of treasury shares at the end of the fiscal year and the number of treasury shares to be deducted for the calculation of the average number of shares during the period include the Company's shares held by the trust account of the J-ESOP.

2) As of January 1, 2025, we have conducted a stock split at the ratio of 2 shares to 1 share of common stock. Assuming that the stock split occurred at the beginning of the previous fiscal year, the number of shares outstanding at the end of the period, the number of treasury shares at the end of the period, and the average number of shares during the period are calculated.

* 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.

As a form of normal business, the Group's net sales fluctuate seasonally, such as higher sales in the fourth quarter consolidated accounting period than in the first quarter to the third quarter consolidated accounting period, due to the concentration of the completion and delivery of construction work in the fourth quarter consolidated accounting period and the resulting increase in the utilization rate.

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	7,947	6,826
Notes receivable, accounts receivable from completed construction contracts and other	11,120	7,272
Electronically recorded monetary claims - operating	3,756	3,392
Securities	7,588	8,334
Costs on construction contracts in progress	839	1,704
Other inventories	17	54
Other	1,412	1,365
Allowance for doubtful accounts	(0)	(0)
Total current assets	32,681	28,950
Non-current assets		
Property, plant and equipment		
Land	293	2,566
Other, net	578	586
Total property, plant and equipment	872	3,153
Intangible assets	828	742
Investments and other assets		
Investment securities	15,262	16,387
Other	3,245	2,529
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	18,503	18,913
Total non-current assets	20,205	22,808
Total assets	52,886	51,758

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	3,861	2,916
Income taxes payable	2,078	626
Advances received on construction contracts in progress	1,634	2,462
Provision for warranties for completed construction	23	24
Provision for loss on construction contracts	1	0
Other	4,709	1,843
Total current liabilities	12,308	7,875
Non-current liabilities		
Retirement benefit liability	150	153
Provision for share awards	111	129
Asset retirement obligations	84	85
Other	736	1,288
Total non-current liabilities	1,083	1,656
Total liabilities	13,391	9,531
Net assets		
Shareholders' equity		
Share capital	470	470
Capital surplus	491	502
Retained earnings	37,856	39,521
Treasury shares	(752)	(738)
Total shareholders' equity	38,065	39,755
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,429	2,471
Total accumulated other comprehensive income	1,429	2,471
Total net assets	39,495	42,227
Total liabilities and net assets	52,886	51,758

Consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	14,987	18,668
Cost of sales	8,965	10,227
Gross profit	6,022	8,440
Selling, general and administrative expenses	3,703	4,299
Operating profit	2,318	4,140
Non-operating income		
Interest income	24	53
Dividend income	55	69
Other	16	33
Total non-operating income	95	156
Non-operating expenses		
Loss on valuation of derivatives	4	-
Total non-operating expenses	4	-
Ordinary profit	2,409	4,297
Profit before income taxes	2,409	4,297
Income taxes - current	18	557
Income taxes - deferred	744	771
Total income taxes	762	1,329
Profit	1,646	2,968
Profit attributable to owners of parent	1,646	2,968

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	1,646	2,968
Other comprehensive income		
Valuation difference on available-for-sale securities	96	1,041
Total other comprehensive income	96	1,041
Comprehensive income	1,743	4,009
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,743	4,009

(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, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Adjustment amount (Note) 1	Interim Consolidated Statements of Income (Note)2
	Building Automation	Factory Automation, Process Automation	Total		
Sales					
Goods to be transferred at a single point in time	3,073	975	4,048	-	4,048
Goods that are transferred over a period of time	10,434	504	10,939	-	10,939
Revenue generated from customer contracts	13,507	1,480	14,987	-	14,987
Other Earnings	-	-	-	-	-
Revenues from external customers	13,507	1,480	14,987	-	14,987
Transactions with other segments	-	-	-	-	-
Total	13,507	1,480	14,987	-	14,987
Segment Profit	4,019	132	4,152	(1,834)	2,318

Note: 1. Segment profit adjustment of (1,834) million yen is a company-wide expense. Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

2. 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. 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, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Adjustment amount (Note) 1	Interim Consolidated Statements of Income (Note)2
	Building Automation	Factory Automation, Process Automation	Total		
Sales					
Goods to be transferred at a single point in time	3,912	971	4,883	-	4,883
Goods that are transferred over a period of time	12,751	1,032	13,784	-	13,784
Revenue generated from customer contracts	16,664	2,004	18,668	-	18,668
Other Earnings	-	-	-	-	-
Revenues from external customers	16,664	2,004	18,668	-	18,668
Transactions with other segments	-	-	-	-	-
Total	16,664	2,004	18,668	-	18,668
Segment Profit	6,180	375	6,555	(2,415)	4,140

Note: 1. Segment profit adjustment of (2,415) million yen is a company-wide expense. Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

2. 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.