

May 13, 2025

Consolidated Financial Results for the Six Months Ended March 31, 2025 (Under Japanese GAAP)

Company name: Interspace Co.,Ltd
 Listing: Tokyo Stock Exchange
 Securities code: 2122
 URL: <http://www.interspace.ne.jp/>
 Representative: Shinichiro Kawabata, Representative Director CEO
 Inquiries: Keita Iwabuchi, Director, Senior Executive Officer Group CFO
 Telephone: +81-3-5339-8680
 Scheduled date to file semi-annual securities report: May 14, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

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	4,466	11.8	292	(32.8)	280	(34.0)	134	(46.2)
March 31, 2024	3,996	5.8	435	(23.1)	425	(30.9)	250	(39.4)

Note: Comprehensive income For the six months ended March 31, 2025: ¥ 139 million [(41.9) %]
 For the six months ended March 31, 2024: ¥ 239 million [(38.8) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2025	21.49	-
March 31, 2024	39.95	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	11,580	5,592	48.3	891.00
September 30, 2024	11,232	5,641	50.2	898.83

Reference: Equity
 As of March 31, 2025 : ¥ 5,592 million
 As of September 30, 2024: ¥ 5,641 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 September 30, 2024	-	0.00	-	30.00	30.00
Fiscal year ending September 30, 2025	-	0.00			
Fiscal year ending September 30, 2025 (Forecast)				30.00	30.00

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

3. Forecast of consolidated financial results for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending September 30, 2025	9,000	13.8	750	35.0	750	52.9	400	572.0	63.73

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

*** 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: Yes
 - (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 March 31, 2025	6,967,200 shares
As of September 30, 2024	6,967,200 shares

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

As of March 31, 2025	690,369 shares
As of September 30, 2024	690,369 shares

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

Six months ended March 31, 2025	6,276,831 shares
Six months ended March 31, 2024	6,276,831 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

(Cautionary statement regarding 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. Please refer to "1. Operating Results (3) Explanation of Forward-Looking Statements" on page 2 for the assumptions used in forecasting business results and precautions regarding the use of business results forecasts.

(Holding of financial results presentation meeting and how to obtain financial results materials)

The Company plans to hold an online financial results presentation for institutional investors and analysts on Wednesday, May 14, 2025, using a web conference system. Supplementary materials for the financial results to be used on the day of the meeting will be posted on the Company's website (<https://www.interspace.ne.jp/ir/>) immediately after the meeting.

Semi-annual consolidated balance sheet

(Thousands of yen)

	As of September 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	5,953,973	5,848,368
Accounts receivable - trade, and contract assets	3,496,288	3,973,520
Other	185,320	189,444
Allowance for doubtful accounts	(7,251)	(5,272)
Total current assets	9,628,330	10,006,061
Non-current assets		
Property, plant and equipment	184,992	161,292
Intangible assets		
Other	501,567	542,970
Total intangible assets	501,567	542,970
Investments and other assets		
Other	918,325	870,495
Allowance for doubtful accounts	(679)	(592)
Total investments and other assets	917,646	869,903
Total non-current assets	1,604,206	1,574,165
Total assets	11,232,537	11,580,227
Liabilities		
Current liabilities		
Accounts payable - trade	4,554,166	4,942,043
Income taxes payable	165,321	104,285
Provision for bonuses	214,934	204,546
Other	589,877	673,247
Total current liabilities	5,524,299	5,924,122
Non-current liabilities		
Other	66,411	63,444
Total non-current liabilities	66,411	63,444
Total liabilities	5,590,711	5,987,567
Net assets		
Shareholders' equity		
Share capital	984,653	984,653
Capital surplus	725,000	725,000
Retained earnings	4,553,321	4,499,890
Treasury shares	(626,270)	(626,270)
Total shareholders' equity	5,636,705	5,583,274
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	23,630	24,227
Foreign currency translation adjustment	(18,510)	(14,841)
Total accumulated other comprehensive income	5,120	9,385
Total net assets	5,641,825	5,592,660
Total liabilities and net assets	11,232,537	11,580,227

Semi-annual consolidated statement of income

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Net sales	3,996,660	4,466,376
Cost of sales	747,536	780,837
Gross profit	3,249,123	3,685,539
Selling, general and administrative expenses	2,813,964	3,393,169
Operating profit	435,158	292,369
Non-operating income		
Interest income	461	3,184
Share of profit of entities accounted for using equity method	9,818	-
Gain on investments in investment partnerships	-	4,115
Commission income	7,503	525
Other	799	2,427
Total non-operating income	18,582	10,253
Non-operating expenses		
Foreign exchange losses	22,323	11,996
Share of loss of entities accounted for using equity method	-	7,312
Loss on investments in investment partnerships	3,745	-
Other	2,428	2,565
Total non-operating expenses	28,497	21,874
Ordinary profit	425,243	280,749
Profit before income taxes	425,243	280,749
Income taxes - current	173,094	91,955
Income taxes - deferred	1,411	53,919
Total income taxes	174,505	145,874
Profit	250,737	134,874
Profit attributable to owners of parent	250,737	134,874

Semi-annual consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Profit	250,737	134,874
Other comprehensive income		
Valuation difference on available-for-sale securities	(6,275)	597
Foreign currency translation adjustment	(2,755)	2,724
Share of other comprehensive income of entities accounted for using equity method	(2,254)	943
Total other comprehensive income	(11,286)	4,265
Comprehensive income	239,451	139,139
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	239,451	139,139

Semi-annual consolidated statement 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	425,243	280,749
Depreciation	119,607	119,504
Amortization of goodwill	14,329	-
Increase (decrease) in allowance for doubtful accounts	(397)	(2,004)
Increase (decrease) in provision for bonuses	17,255	(10,388)
Increase (decrease) in provision for bonuses for directors (and other officers)	2,650	-
Interest and dividend income	(461)	(3,184)
Foreign exchange losses (gains)	20,691	12,724
Share of loss (profit) of entities accounted for using equity method	(9,818)	7,312
Loss (gain) on investments in investment partnerships	3,745	(4,115)
Decrease (increase) in accounts receivable - trade, and contract assets	(541,248)	(481,033)
Increase (decrease) in trade payables	381,437	389,950
Increase (decrease) in accrued consumption taxes	56,634	(30,717)
Other, net	27,574	110,662
Subtotal	517,244	389,457
Interest and dividends received	450	3,184
Income taxes paid	(62,854)	(151,854)
Income taxes refund	982	4,562
Net cash provided by (used in) operating activities	455,822	245,350
Cash flows from investing activities		
Purchase of property, plant and equipment	(44,585)	(17,143)
Purchase of intangible assets	(110,182)	(132,084)
Purchase of investment securities	(25,000)	(6,300)
Proceeds from collection of loans receivable	122	111
Payments of guarantee deposits	(633)	(6)
Proceeds from refund of guarantee deposits	816	-
Net cash provided by (used in) investing activities	(179,462)	(155,423)
Cash flows from financing activities		
Dividends paid	(156,488)	(187,889)
Net cash provided by (used in) financing activities	(156,488)	(187,889)
Effect of exchange rate change on cash and cash equivalents	(22,614)	(7,641)
Net increase (decrease) in cash and cash equivalents	97,256	(105,604)
Cash and cash equivalents at beginning of period	5,631,668	5,953,973
Cash and cash equivalents at end of period	5,728,925	5,848,368