

August 8, 2025

## Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: Innovation Holding CO.,LTD.  
 Listing: Tokyo Stock Exchange  
 Securities code: 3484  
 URL: <https://www.ihd.co.jp>  
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 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 three months ended June 30, 2025 (from April 1, 2025 to June 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	%
Three months ended June 30, 2025	4,816	27.1	554	105.4	578	110.7	386	110.2
June 30, 2024	3,788	11.1	269	11.7	274	(1.0)	184	(2.7)

Note: Comprehensive income For the three months ended June 30, 2025: ¥394 million [115.2%]  
 For the three months ended June 30, 2024: ¥183 million [(3.1)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	23.05	-
June 30, 2024	10.96	-

Note: 1. Quarterly net income per share after adjusting for potential shares is not shown because there is no dilution effect on the existence of potential shares.  
 2. Due to the change in the display method from the first quarter of the current fiscal year, the operating income in the consolidated operating results (cumulative) reflects the change in the display method after the reclassification and the percentage change in the same quarter of the previous year.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	15,547	3,941	25.3
March 31, 2025	15,652	4,016	25.6

Reference: Equity  
 As of June 30, 2025: ¥3,927 million  
 As of March 31, 2025: ¥4,010 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	-	28.00	28.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		0.00		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 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
Six months ending September 30, 2025	9,092	9.7	778	14.2	769	10.2	501	6.8	29.90

Fiscal year ending March 31, 2026	18,872	13.3	1,604	18.3	1,578	10.3	1,030	0.1	61.43
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Note: Revisions to the earnings forecasts most recently announced: None

2. Due to the change in the display method from the first quarter of the current fiscal year, the percentage change in operating income is calculated using the figures for the same period of the previous fiscal year after the reclassification reflecting the change in the display method.

\* **Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

Note: For details, please refer to Appendix P.7 "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)" are available.

(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 June 30, 2025	17,674,400 shares
As of March 31, 2025	17,674,400 shares

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

As of June 30, 2025	900,658 shares
As of March 31, 2025	900,658 shares

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

Three months ended June 30, 2025	16,773,742 shares
Three months ended June 30, 2024	16,773,792 shares

\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

\* 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. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.3 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

# Quarterly consolidated balance sheet

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	4,283,926	4,179,168
Real estate for sale	895,861	940,288
Prepaid expenses	1,313,930	1,334,194
Other	548,063	337,808
Total current assets	7,041,781	6,791,459
Non-current assets		
Property, plant and equipment	412,494	409,188
Intangible assets	36,187	34,290
Investments and other assets		
Guarantee deposits	7,412,403	7,542,783
Other	749,559	769,610
Total investments and other assets	8,161,962	8,312,394
Total non-current assets	8,610,645	8,755,873
Total assets	15,652,426	15,547,332
<b>Liabilities</b>		
Current liabilities		
Income taxes payable	441,978	186,192
Provision for bonuses	62,278	84,326
Unearned revenue	1,649,981	1,678,824
Other	887,377	863,234
Total current liabilities	3,041,615	2,812,577
Non-current liabilities		
Long-term borrowings	103,000	153,000
Retirement benefit liability	52,500	56,500
Guarantee deposits received	7,885,972	7,972,370
Other	552,719	611,715
Total non-current liabilities	8,594,192	8,793,585
Total liabilities	11,635,808	11,606,162
<b>Net assets</b>		
Shareholders' equity		
Share capital	308,394	308,394
Capital surplus	539,930	539,930
Retained earnings	4,240,873	4,157,986
Treasury shares	(1,078,880)	(1,078,880)
Total shareholders' equity	4,010,317	3,927,430
Share acquisition rights	2,358	2,358
Non-controlling interests	3,942	11,381
Total net assets	4,016,617	3,941,169
Total liabilities and net assets	15,652,426	15,547,332

## Quarterly consolidated statement of income

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	3,788,778	4,816,545
Cost of sales	3,099,193	3,681,269
Gross profit	689,584	1,135,275
Selling, general and administrative expenses	419,609	580,612
Operating profit	269,975	554,663
Non-operating income		
Penalty income	4,423	8,035
Compensation income	3,731	88,080
Litigation related revenue	2,642	-
Other	58	4,508
Total non-operating income	10,855	100,623
Non-operating expenses		
Compensation expenses	6,439	68,705
Other	-	8,398
Total non-operating expenses	6,439	77,103
Ordinary profit	274,391	578,183
Profit before income taxes	274,391	578,183
Income taxes	91,200	183,966
Profit	183,191	394,216
Profit (loss) attributable to non-controlling interests	(811)	7,439
Profit attributable to owners of parent	184,003	386,777

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	183,191	394,216
Comprehensive income	183,191	394,216
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	184,003	386,777
Comprehensive income attributable to non-controlling interests	(811)	7,439

(Notes on segment information, etc.)

I. the three months of the previous fiscal year (April 1, 2024 to June 30, 2024)

1. Matters related to sales and the amount of profit or loss for each reported segment

(Unit: 1 thousand yen)

	Reportable segments		Total	Adjustment amount	Quarterly Consolidated Statements of Income
	Store sublease business	Real estate trading business			
Sales					
Revenues from external customers	3,596,309	192,469	3,788,778	-	3,788,778
Transactions with other segments	66	-	66	(66)	-
Total	3,596,375	192,469	3,788,844	(66)	3,788,778
Segment profit (loss)	278,163	(8,188)	269,975	-	269,975

II. the three months of the current fiscal year (April 1, 2025 to June 30, 2025)

1. Matters related to sales and the amount of profit or loss for each reported segment

(Unit: 1 thousand yen)

	Reportable segments		Total	Adjustment amount	Quarterly Consolidated Statements of Income
	Store sublease business	Real estate trading business			
Sales					
Revenues from external customers	4,229,249	587,296	4,816,545	-	4,816,545
Transactions with other segments	1,417	540	1,957	(1,957)	-
Total	4,230,666	587,836	4,818,503	(1,957)	4,816,545
Segment profit (loss)	351,071	203,591	554,663	-	554,663

2. Changes to Reporting Segments, etc.

As described in the change in the labeling method, the method of displaying non-deductible consumption tax, etc., has been changed from non-operating expenses to selling, general and administrative expenses from the first quarter of the current fiscal year.

In order to reflect this change in the display method, we have reclassified the segment information for the three months of the previous fiscal year. As a result, segment profit in the Store Subleasing Business decreased by 1,204 thousand yen compared to before the reclassification.

(Change in the Method of Measuring Profits or Losses for Reporting Segments)

Beginning with the first quarter of the current fiscal year, we have changed the way we allocate corporate expenses in order to better reflect the performance of each reporting segment.

Segment information for the three months of the previous fiscal year is based on the measurement method before the change, as it is difficult to create it using the measurement method after the change. As a result of these changes, segment profit in the "Store Subleasing Business" increased by 6,655 thousand yen and segment profit in the "Real Estate Trading Business" decreased by 6,655 thousand yen compared to the previous method.