

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: LINKBAL INC
 Stock exchange listing: Tokyo
 Stock code: 6046 URL <https://linkbal.co.jp>
 Representative: CEO & President Yoshihiro Kazumasa
 Inquiries: Financial accounting Dept. Director Daisuke Matsuoka TEL 050(1741)2300
 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	442	(8.9)	(62)	–	(62)	–	(64)	–
Six months ended March 31, 2024	485	–	(81)	–	(81)	–	(83)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended March 31, 2025	(3.46)		–	
Six months ended March 31, 2024	(4.46)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2025	1,234	944	76.4
As of September 30, 2024	1,316	1,006	76.4

2. Cash dividends

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

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	1,106	14.3	16	–	16	–	10	–	0.55

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	19,500,000 shares	As of September 30, 2024	19,500,000 shares
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Number of treasury shares at the end of the period

As of March 31, 2025	758,506 shares	As of September 30, 2024	773,430 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	18,733,540 shares	Six months ended March 31, 2024	18,716,112 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	1,072,498	938,758
Accounts receivable - trade	81,919	110,094
Accounts receivable - other	–	804
Other	21,552	18,200
Allowance for doubtful accounts	(623)	(531)
Total current assets	1,175,347	1,067,326
Non-current assets		
Property, plant and equipment	103,163	123,830
Investments and other assets		
Distressed receivables	957	957
Other	39,068	44,735
Allowance for doubtful accounts	(2,142)	(2,142)
Investments and other assets	37,883	43,549
Total non-current assets	141,046	167,380
Total assets	1,316,394	1,234,707
Liabilities		
Current liabilities		
Accounts payable - trade	4,503	3,909
Current portion of long-term borrowings	3,324	3,324
Accounts payable - other	68,675	63,499
Income taxes payable	1,627	1,651
Accrued consumption taxes	22,917	5,757
Advances received	18,874	16,502
Deposits received	11,569	19,591
Provision for bonuses	16,321	14,753
Other	12,644	11,822
Total current liabilities	160,457	140,812
Non-current liabilities		
Long-term borrowings	109,197	107,535
Asset retirement obligations	18,925	21,595
Deferred tax liabilities	5,184	5,809
Long-term guarantee deposits	15,800	14,900
Total non-current liabilities	149,107	149,839
Total liabilities	309,564	290,652
Net assets		
Shareholders' equity		
Share capital	50,000	50,000
Capital surplus	499,630	494,750
Retained earnings	813,761	748,925
Treasury shares	(357,186)	(350,306)
Total shareholders' equity	1,006,205	943,369
Share acquisition rights	624	685
Total net assets	1,006,829	944,054
Total liabilities and net assets	1,316,394	1,234,707

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Net sales	485,444	442,496
Cost of sales	99,505	101,935
Gross profit (loss)	385,938	340,560
Selling, general and administrative expenses	467,141	403,468
Operating profit (loss)	(81,202)	(62,907)
Non-operating income		
Interest income	53	568
Reversal of allowance for doubtful accounts	–	92
Other	129	63
Total non-operating income	182	724
Non-operating expenses		
Interest expenses	51	404
Compensation for damage	250	–
Other	–	0
Total non-operating expenses	301	404
Ordinary profit (loss)	(81,321)	(62,588)
Extraordinary income		
Gain on reversal of share acquisition rights	57	115
Total extraordinary income	57	115
Profit (loss) before income taxes	(81,264)	(62,472)
Income taxes - current	2,524	1,738
Income taxes - deferred	(349)	625
Total income taxes	2,174	2,363
Profit (loss)	(83,438)	(64,835)
Profit (loss) attributable to owners of parent	(83,438)	(64,835)

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Loss	(83,438)	(64,835)
Comprehensive income	(83,438)	(64,835)
Comprehensive income attributable to Comprehensive income attributable to owners of parent	(83,438)	(64,835)

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		
Loss before income taxes	(81,264)	(62,472)
Depreciation	9,340	8,510
Increase (decrease) in allowance for doubtful accounts	1,082	(92)
Increase (decrease) in provision for bonuses	(111)	(1,568)
Interest and dividend income	(53)	(568)
Interest expenses	51	404
Gain on reversal of share acquisition rights	(57)	(115)
Decrease (increase) in trade receivables	(1,120)	(28,175)
Decrease (increase) in accounts receivable - other	207	(804)
Increase (decrease) in trade payables	2,268	(593)
Increase (decrease) in accounts payable - other	(30,275)	(5,175)
Increase (decrease) in accrued consumption taxes	11,876	(17,160)
Increase (decrease) in advances received	623	(2,371)
Increase (decrease) in deposits received	(3,775)	8,022
Other, net	240	3,204
Subtotal	(90,966)	(98,956)
Interest and dividends received	53	568
Interest paid	(51)	(404)
Income taxes refund (paid)	(627)	(1,690)
Net cash provided by (used in) operating activities	(91,592)	(100,482)
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,256)	(26,557)
Payments of leasehold deposits	–	(5,037)
Collection of loans receivable from subsidiaries and affiliates	6,314	–
Net cash provided by (used in) investing activities	5,058	(31,594)
Cash flows from financing activities		
Proceeds from short-term borrowings	100,000	–
Repayments of long-term borrowings	(1,662)	(1,662)
Net cash provided by (used in) financing activities	98,338	(1,662)
Net increase (decrease) in cash and cash equivalents	11,803	(133,739)
Cash and cash equivalents at beginning of period	1,154,420	1,072,498
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	30,000	–
Cash and cash equivalents at end of period	1,196,224	938,758