

Consolidated Financial Highlights for the Six Months Ended June 30, 2025

KOHOKU KOGYO CO., LTD.

2025/8/7

	FY24 2Q Results	FY25 2Q Results	Change		FY25 Original Estimate	FY25 Revised Estimate	Change
			Amount	Ratio			Ratio
1. Statement of income							
(Millions of Yen, %)							
Net Sales	7,707	7,875	+167	+2.2%	17,919	17,360	+9.0%
Cost of sales	4,531	4,621	+90	+2.0%	10,071	9,655	+6.8%
Gross profit	3,176	3,253	+76	+2.4%	7,848	7,704	+11.9%
(Gross profit Ratio)	(41.2%)	(41.3%)	—	—	(43.8%)	(44.4%)	—
S.G.A. expenses	1,387	1,440	+53	+3.8%	3,262	3,060	+3.9%
Operating Profit	1,788	1,812	+23	+1.3%	4,586	4,644	+17.9%
(Operating Profit ratio)	(23.2%)	(23.0%)	—	—	(25.6%)	(26.8%)	—
Ordinary Profit	2,753	1,297	-1,455	-52.9%	4,474	4,216	-13.2%
(Ordinary Profit ratio)	(35.7%)	(16.5%)	—	—	(25.0%)	(24.3%)	—
Profit attributable to owners of parent	1,791	604	-1,186	-66.2%	3,006	2,538	-22.0%
(Net Profit Ratio)	(23.2%)	(7.7%)	—	—	(16.8%)	(14.6%)	—
Capital Expenditures	471	458	-12	-2.6%	2,613	1,385	-19.0%
Depreciation	459	478	+18	+4.0%	1,096	1,069	+12.8%
R&D Expenses	369	319	-50	-13.5%	882	802	-0.7%
2. Statement of cash flows							
Net cash provided by operating activities	1,710	803	-907	-53.0%	—	—	—
Cash flows from investing activities	-311	-342	-30	—	—	—	—
Cash flows from financing activity	-1,276	-3,550	-2,274	—	—	—	—
Cash and cash equivalents	10,865	6,520	-4,345	-40.0%	—	—	—
3. Segment Information							
<Lead Terminals Segment>							
Net Sales	4,086	4,149	+63	+1.5%	9,298	8,822	+5.0%
Segment Profit	119	342	+223	+187.7%	746	878	+117.8%
(Segment Profit Ratio)	(2.9%)	(8.3%)	—	—	(8.0%)	(10.0%)	—
Capital Expenditures	200	29	-170	-85.2%	385	222	-35.0%
Depreciation	285	292	+6	+2.3%	703	670	+14.5%
R&D Expenses	48	52	+3	+7.5%	162	157	+41.4%
<Optical Components and Device Segment>							
Net Sales	3,621	3,725	+104	+2.9%	8,621	8,537	+13.5%
Segment Profit	1,669	1,469	-199	-12.0%	3,839	3,765	+6.5%
(Segment Profit Ratio)	(46.1%)	(39.4%)	—	—	(44.5%)	(44.1%)	—
Capital Expenditures	117	315	+198	+169.3%	635	635	+85.3%
Depreciation	173	185	+11	+6.8%	393	398	+10.0%
R&D Expenses	320	267	-53	-16.7%	720	644	-7.4%
<Common section>							
Capital Expenditures	153	113	-40	-26.3%	1,591	526	-48.6%
Depreciation	—	—	—	—	—	—	—

	FY24 2Q Results	FY25 2Q Results	Change		FY25 Original Estimate	FY25 Revised Estimate	Change	
			Amount	Ratio			Ratio	
4. Others								(Millions of Yen, %)
EBITDA	2,248	2,290	+42	+1.9%	5,682	5,713	+16.9%	
ROIC ※2	5.7%	5.9%	—	—	14.6%	14.9%	—	
Equity Ratio ※2	79.9%	83.3%	—	—	83.2%	82.5%	—	
ROE ※2	8.5%	2.8%	—	—	12.9%	11.1%	—	
ROA ※2	10.5%	4.9%	—	—	15.8%	15.2%	—	
Net Profit per Share (Yen) ※1、2	66.37	23.03	-43.34	-65.3%	115.30	97.31	-19.2%	
Consolidated Payout Ratio ※2	—	—	—	—	26.0%	30.8%	—	
DOE ※2	—	—	—	—	3.4%	3.4%	—	
Employees (People)	1,549	1,524	-25	-1.6%	1,643	1,643	—	
Foreign Exchange Rate (USD/JPY) (Average)	152.36	148.41	—	—	150.00	※3 150.00	—	
Foreign Exchange Rate (USD/JPY) (At year End)	161.14	144.82	—	—	150.00	150.00	—	

(※) 1. Net Profit per Share for FY24 (Estimate) indicate an amount calculated in consideration of the 3-for-1 split of shares in its common stock.

2. We repurchased and retired our own shares in accordance with the resolution of the Board of Directors meeting held on February 26, 2025.

3. Assumed average rate for the second half of the Fiscal Year Ending Dec 2025

■ Calculation

① ROIC :
$$\frac{\text{NOPAT (Net Operating income After Tax)}}{\text{Invested Capital (Equity + Liabilities at year end)}}$$

② EBITDA : Operating income + Depreciation