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May 14, 2025

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

Company name: BALMUDA Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 6612
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly 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 three months ended March 31, 2025 (from January 1, 2025 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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	2,148	(7.4)	(280)	-	(300)	-	(301)	-
March 31, 2024	2,359	(1.9)	(236)	-	(160)	-	(160)	-

Note: Comprehensive income For the three months ended March 31, 2025: (¥306) million - %
 For the three months ended March 31, 2024: (¥154) million - %

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2025	(35.60)	-
March 31, 2024	(19.02)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
March 31, 2025	5,788	4,043	69.8
December 31, 2024	6,182	4,349	70.4

Reference: Equity
 As of March 31, 2025: ¥4,043 million
 As of December 31, 2024: ¥4,349 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 December 31, 2024	-	0.00	-	0.00	0.00
Fiscal year ending December 31, 2025	-				
Fiscal year ending December 31, 2025 (Forecast)		0.00	-	0.00	0.00

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

3. Forecast of Consolidated Earnings for the Fiscal Year ending December 31, 2025 (From January 1, 2025 to December 31, 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
Full year	12,500	0.3	20	59.0	10	(89.5)	10	(85.1)	1.18

Note: Revisions to the forecast of Consolidated Earnings most recently announced: None

*Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly 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 March 31, 2025	8,466,400 shares
As of December 31, 2024	8,466,400 shares

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

As of March 31, 2025	3,277 shares
As of December 31, 2024	3,277 shares

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

Three months ended March 31, 2025	8,463,123 shares
Three months ended March 31, 2024	8,457,399 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These

statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

[Reference] Net Sales by Regions/Product Category

(Millions of yen)				
Net Sales by Region	Three months ended March 31, 2024	Three months ended March 31, 2025	year-on-year changes	year-on-year changes(%)
Japan	1,898	1,572	(326)	(17.2)
South Korea	214	329	114	53.5
North America	109	116	6	6.2
Other	136	166	29	21.6
Total	2,359	2,184	(175)	(7.4)

(Millions of yen)				
Net Sales by Product Category	Three months ended March 31, 2024	Three months ended March 31, 2025	year-on-year changes	year-on-year changes(%)
Air conditioning	340	308	(31)	(9.4)
Kitchen appliance	1,879	1,726	(152)	(8.1)
Other	139	149	9	6.8
Total	2,359	2,184	(175)	(7.4)

Accompanying Materials

1. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	1,345	1,406
Accounts receivable - trade	2,367	1,253
Merchandise and finished goods	1,092	1,414
Raw materials and supplies	355	421
Goods in transit	18	188
Other	352	457
Total current assets	5,532	5,142
Non-current assets		
Property, plant and equipment	464	447
Intangible assets	147	138
Investments and other assets	38	60
Total non-current assets	649	646
Total assets	6,182	5,788

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	717	667
Short-term borrowings	100	100
Current portion of long-term borrowings	303	258
Income taxes payable	3	1
Provision for bonuses	50	12
Provision for product warranties	186	156
Provision for loss on business liquidation	6	6
Other	439	476
Total current liabilities	1,807	1,678
Non-current liabilities		
Long-term borrowings	25	66
Total non-current liabilities	25	66
Total liabilities	1,832	1,745
Net assets		
Shareholders' equity		
Share capital	90	90
Capital surplus	2,759	2,759
Retained earnings	1,476	1,175
Treasury shares	(0)	(0)
Total shareholders' equity	4,325	4,024
Accumulated other comprehensive income		
Foreign currency translation adjustment	24	19
Total accumulated other comprehensive income	24	19
Total net assets	4,349	4,043
Total liabilities and net assets	6,182	5,788

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

Consolidated Statement of Income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Net sales	2,359	2,184
Cost of sales	1,621	1,512
Gross profit	738	671
Selling, general and administrative expenses	974	952
Operating profit (loss)	(236)	(280)
Non-operating income		
Interest income	0	0
Foreign exchange gains	78	—
Miscellaneous income	0	0
Total non-operating income	79	1
Non-operating expenses		
Interest expenses	3	2
Foreign exchange losses	—	14
Miscellaneous losses	0	4
Total non-operating expenses	3	21
Ordinary profit (loss)	(160)	(300)
Profit (loss) before income taxes	(160)	(300)
Income taxes - current	0	0
Income taxes - deferred	—	—
Total income taxes	0	0
Profit (loss)	(160)	(301)
Profit (loss) attributable to owners of parent	(160)	(301)

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Profit (loss)	(160)	(301)
Other comprehensive income		
Foreign currency translation adjustment	6	(4)
Total other comprehensive income	6	(4)
Comprehensive income	(154)	(306)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	(154)	(306)