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November 4, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: AIPHONE CO., LTD.
Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
Securities code: 6718
URL: https://www.aiphone.co.jp/
Representative: Tomio Suzuki, President (Representative Director) Executive Officer,General Manager,
Inquiries: Kazuya Ito, Deputy General Manager, Administrative Headquarters and Corporate Planning Department
Telephone: +81-52-228-8181
Scheduled date to file semi-annual securities report: November 6, 2025
Scheduled date to commence dividend payments: December 2, 2025
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (Scheduled to be live-streamed online for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	30,210	(2.5)	891	(57.9)	962	(53.5)	855	(49.5)
September 30, 2024	30,977	2.7	2,117	(29.9)	2,070	(40.9)	1,694	(35.8)

Note: Comprehensive income For the six months ended September 30, 2025: ¥1,520 million [47.2%]
For the six months ended September 30, 2024: ¥1,033 million [(77.6)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	52.29	-
September 30, 2024	103.57	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	77,476	66,976	86.4
March 31, 2025	77,037	66,763	86.7

Reference: Equity
As of September 30, 2025: ¥66,976 million
As of March 31, 2025: ¥66,763 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	-	50.00	-	80.00	130.00
Fiscal year ending March 31, 2026	-	50.00			
Fiscal year ending March 31, 2026 (Forecast)				80.00	130.00

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
Fiscal year ending March 31, 2026	65,400	3.3	4,500	18.0	5,000	20.1	3,700	2.2	226.08

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:Yes

(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 September 30, 2025	17,640,000 shares
As of March 31, 2025	18,220,000 shares

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

As of September 30, 2025	1,273,071 shares
As of March 31, 2025	1,853,891 shares

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

Six months ended September 30, 2025	16,366,559 shares
Six months ended September 30, 2024	16,365,603 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

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.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	25,229	26,260
Notes and accounts receivable - trade, and contract assets	10,591	10,057
Electronically recorded monetary claims - operating	2,897	2,762
Securities	299	398
Finished goods	5,449	6,258
Work in process	3,080	2,960
Raw materials	8,036	7,922
Other	829	1,022
Allowance for doubtful accounts	(79)	(64)
Total current assets	56,333	57,578
Non-current assets		
Property, plant and equipment		
Buildings and structures	7,054	7,204
Accumulated depreciation	(5,213)	(5,340)
Buildings and structures, net	1,841	1,863
Machinery, equipment and vehicles	3,704	3,823
Accumulated depreciation	(2,701)	(2,878)
Machinery, equipment and vehicles, net	1,002	944
Tools, furniture and fixtures	8,647	8,907
Accumulated depreciation	(7,992)	(8,244)
Tools, furniture and fixtures, net	654	663
Land	4,175	4,185
Leased assets	844	902
Accumulated depreciation	(426)	(517)
Leased assets, net	417	384
Construction in progress	139	27
Total property, plant and equipment	8,231	8,069
Intangible assets		
Other	0	0
Total intangible assets	0	0
Investments and other assets		
Investment securities	9,059	8,508
Deferred tax assets	1,879	1,834
Retirement benefit asset	646	649
Other	888	837
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	12,472	11,828
Total non-current assets	20,704	19,897
Total assets	77,037	77,476

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	418	515
Accounts payable - trade	2,186	2,422
Lease liabilities	170	185
Income taxes payable	289	341
Contract liabilities	363	393
Provision for product warranties	162	190
Other	5,273	5,059
Total current liabilities	8,863	9,108
Non-current liabilities		
Lease liabilities	243	190
Deferred tax liabilities for land revaluation	121	121
Retirement benefit liability	479	516
Other	565	562
Total non-current liabilities	1,410	1,391
Total liabilities	10,274	10,499
Net assets		
Shareholders' equity		
Share capital	5,388	5,388
Capital surplus	5,432	5,407
Retained earnings	50,503	49,085
Treasury shares	(3,164)	(2,173)
Total shareholders' equity	58,160	57,709
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,023	3,158
Revaluation reserve for land	(429)	(429)
Foreign currency translation adjustment	5,471	6,062
Remeasurements of defined benefit plans	537	475
Total accumulated other comprehensive income	8,602	9,267
Total net assets	66,763	66,976
Total liabilities and net assets	77,037	77,476

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	30,977	30,210
Cost of sales	17,316	17,575
Gross profit	13,660	12,634
Selling, general and administrative expenses	11,543	11,742
Operating profit	2,117	891
Non-operating income		
Interest income	61	50
Dividend income	126	130
Rental income from buildings	12	11
Other	29	25
Total non-operating income	230	217
Non-operating expenses		
Interest expenses	5	5
Foreign exchange losses	264	135
Other	6	6
Total non-operating expenses	277	147
Ordinary profit	2,070	962
Extraordinary income		
Gain on sale of non-current assets	0	6
Gain on sale of investment securities	406	682
Reversal of impairment loss	-	14
Total extraordinary income	407	703
Extraordinary losses		
Loss on sale of non-current assets	0	14
Loss on retirement of non-current assets	4	1
Loss on valuation of investment securities	19	452
Impairment losses	26	2
Total extraordinary losses	50	471
Profit before income taxes	2,427	1,194
Income taxes	732	338
Profit	1,694	855
Profit attributable to owners of parent	1,694	855

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	1,694	855
Other comprehensive income		
Valuation difference on available-for-sale securities	(592)	135
Foreign currency translation adjustment	(59)	591
Remeasurements of defined benefit plans, net of tax	(9)	(62)
Total other comprehensive income	(661)	664
Comprehensive income	1,033	1,520
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,033	1,520

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	2,427	1,194
Depreciation	526	538
Increase (decrease) in allowance for doubtful accounts	(3)	(14)
Decrease (increase) in retirement benefit asset	-	(93)
Increase (decrease) in retirement benefit liability	11	10
Increase (decrease) in provision for product warranties	(53)	27
Interest income	(61)	(50)
Dividend income	(126)	(130)
Foreign exchange losses (gains)	71	(9)
Interest expenses	5	5
Loss (gain) on valuation of investment securities	19	452
Loss (gain) on sale of investment securities	(406)	(682)
Loss (gain) on sale of non-current assets	(0)	8
Loss on retirement of non-current assets	4	1
Reversal of impairment loss	-	(14)
Impairment losses	26	2
Decrease (increase) in trade receivables	1,468	802
Decrease (increase) in inventories	2,498	(314)
Increase (decrease) in trade payables	(438)	261
Other, net	(2,384)	(428)
Subtotal	3,583	1,569
Interest and dividends received	196	176
Interest paid	(5)	(5)
Income taxes paid	(953)	(284)
Net cash provided by (used in) operating activities	2,820	1,456
Cash flows from investing activities		
Payments into time deposits	(475)	(298)
Proceeds from withdrawal of time deposits	128	469
Proceeds from sale and redemption of securities	400	301
Purchase of property, plant and equipment	(373)	(240)
Proceeds from sale of property, plant and equipment	0	48
Purchase of investment securities	(24)	(304)
Proceeds from sale of investment securities	498	883
Net cash provided by (used in) investing activities	154	857
Cash flows from financing activities		
Purchase of treasury shares	(0)	(0)
Repayments of lease liabilities	(125)	(108)
Dividends paid	(1,309)	(1,309)
Net cash provided by (used in) financing activities	(1,435)	(1,418)
Effect of exchange rate change on cash and cash equivalents	(85)	264
Net increase (decrease) in cash and cash equivalents	1,453	1,160
Cash and cash equivalents at beginning of period	21,587	24,326
Cash and cash equivalents at end of period	23,040	25,486

(Notes on segment information, etc.)

Segment Information

I. Previous Interim Consolidated Accounting Period (April 1, 2024 to September 30, 2024)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Japan	North America	Europe	Thailand	Vietnam	Total				
Sales										
Revenues from external customers	21,911	6,071	2,200	-	-	30,183	794	30,977	-	30,977
Transactions with other segments	5,933	45	3	4,980	3,549	14,512	-	14,512	(14,512)	-
Total	27,844	6,117	2,203	4,980	3,549	44,695	794	45,489	(14,512)	30,977
Segment profit (loss)	1,852	(316)	0	267	142	1,946	26	1,972	144	2,117

Note 1 The "Other" category is a business segment that is not included in the reporting segments and includes the business activities of local subsidiaries in Australia and Singapore.

2 Adjustments to segment profits or losses (loss) are due to the elimination of inter-segment transactions.

3 Segment profit or loss (loss) is adjusted for operating income in the interim consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

In the Thailand segment, we recorded an impairment loss of 26 million yen on fixed assets related to business assets.

II. The Interim Consolidated Accounting Period (April 1, 2025 to September 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Japan	North America	Europe	Thailand	Vietnam	Total				
Sales										
Revenues from external customers	22,739	4,616	2,062	-	-	29,418	792	30,210	-	30,210
Transactions with other segments	3,264	132	0	5,807	3,164	12,369	0	12,369	(12,369)	-
Total	26,003	4,749	2,062	5,807	3,164	41,787	792	42,580	(12,369)	30,210
Segment profit (loss)	417	57	21	(67)	140	569	(2)	566	325	891

Note 1 The "Other" category is a business segment that is not included in the reporting segments and includes the business activities of local subsidiaries in Australia and Singapore.

2 Adjustments to segment profits or losses (loss) are due to the elimination of inter-segment transactions.

3 Segment profit or loss (loss) is adjusted for operating income in the interim consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

In the Europe segment, we recorded an impairment loss of 2 million yen on fixed assets related to business assets.