

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



November 4, 2025

Company name: **Axial Retailing Inc.**
 Stock exchange listings: Tokyo, Prime
 Securities code: 8255
 URL: <https://www.axial-r.com/>
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 Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: December 5, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

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

(1) Consolidated operating results (cumulative)

(% change YoY)

	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	146,718	6.5	5,886	1.2	6,026	1.5	4,054	1.4
September 30, 2024	137,812	3.9	5,815	-6.3	5,938	-6.2	3,998	-6.1

Note: Comprehensive income

Six months ended September 30, 2025: 4,409 million yen [10.6%]

Six months ended September 30, 2024: 3,987 million yen [-8.1%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	45.72	—
September 30, 2024	44.16	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2025	137,290	91,035	66.3	1,027.64
March 31, 2025	135,296	89,294	66.0	994.96

Reference: Net assets attributable to owners of parent

As of September 30, 2025: 91,035 million yen

As of March 31, 2025: 89,294 million yen

2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2025	—	11.00	—	16.00	27.00
Ending March 31, 2026	—	13.00	—	—	—
Ending March 31, 2026 (Forecast)	—	—	—	16.00	29.00

Note 1: Revision of cash dividend forecast for this period: None

Note 2: As of the date of this financial results announcement, the interim dividend for the current fiscal year has not been officially determined. The company will announce the details of the interim dividend once it has been officially determined.

**3. Consolidated financial forecast for the fiscal year ending March 31, 2025
(from April 1, 2024 to March 31, 2025)**

(% change YoY)									
	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Fiscal year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Ending March 31, 2026	286,000	1.5	11,400	-5.5	12,000	-5.6	8,200	-9.0	92.51

Note: Change from the latest released earnings forecasts: 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: None
3. Changes in accounting policies, accounting estimates and retrospective restatement
 - 3.1. Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - 3.2. Changes in accounting policies due to other reasons: None
 - 3.3. Changes in accounting estimates: None
 - 3.4. Restatement: None
4. Number of issued shares (common stock)
 - 4.1. Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025:	93,552,156 shares
As of March 31, 2025:	93,552,156 shares
 - 4.2. Number of treasury shares at the end of the period

As of September 30, 2025:	4,964,628 shares
As of March 31, 2025:	3,804,784 shares
 - 4.3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025:	88,681,460 shares
Six months ended September 30, 2024:	90,532,395 shares

Cautions:

1. This quarterly earnings release is not subject to audit procedures to be performed by certified public accountants or an audit firm.
2. Explanation relating to the appropriate use of earnings forecasts, and other noteworthy items
Forward-looking statements in this earnings release, such as forecasts of results of operations, are based on the information currently available and certain assumptions that we regard as reasonable and therefore actual results may differ materially from those contained in or suggested by any forward-looking statements.
3. This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Statements
1 Consolidated Balance Sheet

(Yen million)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	21,887	24,574
Notes and accounts receivable – trade	7,224	6,927
Lease investment assets	358	316
Merchandise and finished goods	5,714	6,055
Work in process	12	39
Raw materials and supplies	358	403
Income tax refund receivable	0	0
Other	4,053	3,528
Allowance for doubtful accounts	-3	-3
Total current assets	39,605	41,842
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	48,971	48,231
Machinery, equipment and vehicles, net	1,152	1,207
Land	20,863	21,039
Leased assets, net	1,369	1,308
Construction in progress	1,028	1,269
Other, net	3,346	3,320
Total property, plant and equipment	76,732	76,377
Intangible assets		
Goodwill	1	1
Other	3,239	3,243
Total intangible assets	3,241	3,244
Investments and other assets		
Investment securities	3,778	4,356
Long-term loans receivable	3	4
Retirement benefit asset	599	599
Deferred tax assets	3,897	3,671
Lease and guarantee deposits	6,567	6,358
Other	885	851
Allowance for doubtful accounts	-15	-15
Total investments and other assets	15,716	15,826
Total non-current assets	95,690	95,447
Total assets	135,296	137,290

(Yen million)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Accounts payable – trade	18,630	19,493
Contract liabilities	680	712
Lease obligations	268	277
Income taxes payable	1,781	2,146
Provision for bonuses for directors (and other officers)	317	163
Provision for bonuses	2,301	2,121
Other	7,785	7,400
Total current liabilities	31,765	32,314
Non-current liabilities		
Lease obligations	2,038	1,922
Asset retirement obligations	6,193	6,186
Long-term guarantee deposits	5,884	5,716
Retirement benefit liability	1	1
Other	118	113
Total non-current liabilities	14,236	13,940
Total liabilities	46,001	46,255
Net assets		
Shareholders' equity		
Share capital	3,159	3,159
Capital surplus	15,749	15,749
Retained earnings	71,738	74,357
Treasury shares	-3,494	-4,727
Total shareholders' equity	87,153	88,539
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,746	2,142
Adjustments related to retirement benefits	394	353
Total accumulated other comprehensive income	2,141	2,496
Total net assets	89,294	91,035
Total liabilities and net assets	135,296	137,290

2 Consolidated Statements of Income and Comprehensive Income

Consolidated Income Statement

(Yen million)

	Six Months ended September 30, 2024	Six Months ended September 30, 2025
Net sales	137,812	146,718
Cost of sales	97,674	104,911
Gross profit	40,138	41,807
Selling, general and administrative expenses		
Employees' salaries	5,110	5,383
Miscellaneous salaries and wages	10,079	10,634
Provision for bonuses for directors (and other officers)	166	163
Provision for bonuses	1,876	1,971
Retirement benefit expenses	306	304
Rent expenses on land and buildings	2,777	2,765
Depreciation	2,538	2,642
Amortization of goodwill	0	0
Provision of allowance for doubtful accounts	0	0
Other	11,467	12,054
Total selling, general and administrative expenses	34,323	35,920
Operating profit	5,815	5,886
Non-operating income		
Interest income	15	25
Dividend income	45	59
Insurance income	68	52
Penalty income	0	57
Other	28	29
Total non-operating income	158	224
Non-operating expenses		
Interest expenses	24	24
Commission for purchase of treasury shares	—	49
Other	10	9
Total non-operating expenses	35	83
Ordinary profit	5,938	6,026
Extraordinary losses		
Loss on retirement of non-current assets	7	14
Impairment losses	5	0
Total extraordinary losses	13	15
Profit before income taxes	5,925	6,011
Income taxes – current	1,622	1,894
Income taxes – deferred	304	62
Total income taxes	1,927	1,957
Net profit	3,998	4,054
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	3,998	4,054

Consolidated Comprehensive Income Statement

(Yen million)

	Six Months ended September 30, 2024	Six Months ended September 30, 2025
Net profit	3,998	4,054
Other comprehensive income		
Valuation difference on available-for-sale securities	40	396
Adjustments related to retirement benefits	-50	-41
Total other comprehensive income	-10	355
Comprehensive income	3,987	4,409
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,987	4,409
Comprehensive income attributable to non-controlling interests	—	—

3 Consolidated Cash Flow Statement

(Yen million)

	Six Months ended September 30, 2024	Six Months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	5,925	6,011
Depreciation	2,762	2,910
Impairment losses	5	0
Amortization of goodwill	0	0
Increase (decrease) in allowance for doubtful accounts	-4	0
Increase (decrease) in provision for bonuses for directors (and other officers)	-157	-153
Increase (decrease) in provision for bonuses	-576	-180
Increase (decrease) in net defined benefit asset and liability	-67	-58
Interest and dividend income	-60	-84
Interest expenses	24	24
Loss on retirement of non-current assets	7	14
Decrease (increase) in trade receivables	-146	297
Decrease (increase) in inventories	-349	-412
Increase (decrease) in trade payables	-645	862
Decrease (increase) in consumption taxes receivable / payable	495	83
Decrease (increase) in lease investment assets	27	44
Other	-629	310
Subtotal	6,612	9,670
Interest and dividends received	46	72
Interest paid	-20	-20
Income taxes paid	-2,041	-1,537
Net cash provided by (used in) operating activities	4,597	8,184
Cash flows from investing activities		
Net decrease (increase) in time deposits	-0	—
Purchase of property, plant and equipment	-4,885	-2,578
Purchase of intangible assets	-288	-223
Expenditure on loans	-3	-2
Proceeds from collection of loans receivable	2	1
Net increase (decrease) in payment for lease and guarantee deposits	220	220
Other	-125	-62
Net cash provided by (used in) investing activities	-5,078	-2,644
Cash flows from financing activities		
Repayment of lease obligations	-136	-137
Purchase of treasury shares	-0	-1,282
Dividends paid	-1,241	-1,432
Net cash provided by (used in) financing activities	-1,378	-2,851
Net increase (decrease) in cash and cash equivalents	-1,860	2,687
Cash and cash equivalents at beginning of period	21,019	21,887
Cash and cash equivalents at end of period	19,159	24,574