



Consolidated Financial Results for the Six Months Ended September 30, 2025 (1st Half of FY March 2026, IFRS)

* Please note this document is a translation of the original Japanese document “Consolidated Financial Results for the Six Months Ended September 30, 2025 (Kessan Tanshin)” and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

November 11, 2025

Company Name: erex Co., Ltd.
 Stock Code: 9517 URL: <https://www.erex.co.jp/en/ir/>
 Representative Director (Title): Representative Director and President (Name) Hitoshi Honna
 Contact (Title): Executive Director (Name) Tomoki Kakuta TEL +81-3-3243-1167
 Scheduled Date to File Securities Report: Nov 12, 2025 Scheduled Date to Start Dividend Payment: -
 Preparation of Supplementary Material on Financial Results: Yes
 Holding of Financial Results Meeting: Yes (for institutional investors and analysts)

(Rounded down to the nearest million Japanese Yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2025 (April 1, 2025 – September 30, 2025)

(1) Consolidated Operating Results (Cumulative) (% shows year-over-year changes)

	Net Sales		Operating Income		Income before Income Taxes		1 st Half Net Income	
Six Months Ended	JPY million	%	JPY million	%	JPY million	%	JPY million	%
September 30, 2025	86,544	4.0	3,621	△29.6-	3,212	△26.2	2,067	△29.7
September 30, 2024	83,214	△31.2	5,144	-	4,351	-	2,943	-

	1 st Half Net Income Attributable to the Owners of the Parent Company		1 st Half Comprehensive Income		1H Net Income per Share (EPS, Basic)	1H Net Income per Share (EPS, Diluted)
Six Months Ended	JPY million	%	JPY million	%	JPY	JPY
September 30, 2025	1,587	△5.9	3,333	52.1	20.36	-
September 30, 2024	1,687	-	2,192	-	23.51	-

(Note) Diluted EPS for the 1H (1Q-2Q cumulative) of FY March 2025 and FY March 2026 is not stated, as there are no dilutive shares having dilutive effects.

(2) Consolidated Financial Position

	Total Assets	Total Equity	Equity Attributable to Owners of the Parent Company	Ratio of Equity Attributable to Owners of the Parent Company to Total Assets
	JPY million	JPY million	JPY million	%
September 30, 2025	155,669	77,788	64,921	41.7
March 31, 2025	153,382	72,480	64,144	41.8

2. Dividend

	Annual Dividend				
	1Q	2Q	3Q	4Q	Total
	JPY	JPY	JPY	JPY	JPY
Fiscal Year Ended March 31, 2025	-	0.00	—	11.00	11.00
Fiscal Year Ending March 31, 2026	-	0.00			
Fiscal Year Ending March 31, 2026 (Forecasts)			—	11.00	11.00

(*Note) Changes from the most recently announced dividend forecasts: No

3. Financial Forecasts for the Fiscal Year Ending March 31, 2026 (April 1, 2025 – March 31, 2026)

(% shows year-over-year changes)

	Net Sales		Operating Income		Income before Income Taxes		Net Income Attributable to the Owners of the Parent Company		Net Income per Share (EPS, Basic)
Full Year	JPY million	%	JPY million	%	JPY million	%	JPY million	%	JPY
	176,181	2.9	8,601	20.5	7,510	18.6	3,415	61.3	43.83

(*Note 1) Changes from the most recently announced financial forecasts: No

(*Notes)

(1) Important changes in the scope of consolidation during the six months ended September 30, 2025: No

(2) Changes in accounting policies and changes in accounting estimates

- ① Changes in accounting policies as required by IFRS: No
- ② Changes in accounting policies other than ① above: No
- ③ Changes in accounting estimates: Yes

(3) The Number of Issued and Outstanding Shares (Common Shares)

① Number of Issued and Outstanding Shares (Including Treasury Stocks) at the End of the Period	As of September 30, 2025	78,161,608 shares	As of March 31, 2025	78,066,758 shares
② Number of Treasury Stocks at the End of the Period	As of September 30, 2025	134,930 shares	As of March 31, 2025	144,714 shares
③ Average Number of Shares during the Period	6 Months ended September 30, 2025	77,975,392 shares	6 Months ended September 30, 2024	71,771,135 shares

(*) This document (1st Half Kessan Tanshin) is not subject to the audit procedures by certified public accountants or audit firms.

(*) Explanations regarding the appropriate use of financial forecasts and other special instructions

(Cautions regarding forward looking statements)

Forward looking statements included in this document, including financial forecasts, are based on information that is currently available to management of erex Co., Ltd. and certain assumptions that are judged to be reasonable, and are not intended to guarantee the achievement of these financial forecasts. Actual results may be significantly different from these financial forecasts due to various factors.

(Supplementary Materials)

Supplementary materials will be posted on the website of erex (<https://www.erex.co.jp/ir/>) on the same day.

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1. Summary of Operating Results, etc.

(1) Summary of Operating Results for the Current Quarter

During the current consolidated fiscal year, the Japanese economy, while facing concerns about a slowdown due to factors such as increased geopolitical risks and uncertainties in trade policies, remained generally resilient. Although power demand increased due to record-breaking high temperatures during the summer, domestic power supply capacity was secured, and domestic power market prices remained low. The trend towards de-carbonization, which is crucial for erex Group's business, continues both domestically and internationally.

Under these circumstances, the consolidated financial results for the 1st half consolidated accounting period were as follows: net sales were 86,544 million yen (up 4.0% year-on-year), cost of sales was 76,827 million yen (up 4.9% year-on-year), and gross profit was 9,717 million yen (down 2.7% year-on-year). Selling, general and administrative expenses were 6,445 million yen (up 34.2% year-on-year), resulting in operating income of 3,621 million yen (down 29.6% year-on-year) and 1st half net income of 2,067 million yen (down 29.7% year-on-year).

Despite the effect of the market price of power remaining at a lower level compared to the same period of the previous year, the power retail business progressed at a pace exceeding internal plans, resulting in increased power sales volume and increased sales. Operating income, income before income taxes, and 1st half net income attributable to the owners of the parent company were affected by the recording of provisions for losses due to the commencement of civil rehabilitation proceedings by a trading partner in the trading business, and the derecognition of derivative assets and liabilities. As a result, these figures were lower than the same period of the previous fiscal year, but exceeded internal plans due to increased power sales volume caused by high temperatures in the summer and improved fuel procurement prices.

The following is an explanation of the situation by business.

In the power retail business, erex Group's sales subsidiaries, Evergreen Marketing Co., Ltd. and Evergreen Retailing Co., Ltd., play a central role, while Okinawa Gas New Power Co., Ltd. and e-cell Co., Ltd. are also engaged in sales activities. In the high-voltage sector, in addition to focusing on sales centered on highly unique plans, erex Group also concentrated on selling market-linked plans, which are in high demand from customers, through new sales agencies and direct sales channels. As a result, the power sales volume increased by 24.4% year-on-year to 1,471 million kWh. On the other hand, due to the decline in market prices, the unit selling price decreased, resulting in sales of 29,916 million yen (a 7.9% increase year-on-year). In the low-voltage sector, due to the impact of the transfer of sales subsidiary at the end of 2024, the number of power supply contracts decreased to 257,000 (a 14.2% decrease year-on-year), the power sales volume decreased to 578 million kWh (a 21.1% decrease year-on-year), and sales decreased to 18,149 million yen (a 23.7% decrease year-on-year). However, these figures exceeded the internally planned targets, and as a result of actively working to acquire new customers through the web and other channels, the number of power supply contracts increased by 7.1% as compared to the end of the previous fiscal year, and the full year plan has already been achieved. As a result of these, the power retail business progressed ahead of the internal plan.

Regarding the trading business, erex Group continued to adopt a strategy of procuring power based on reasonable volume and price in relation to fixed retail sales volume each time as it did last year. In this quarter, while transactions on the Japan Electric Power Exchange (JEPX) decreased, PPA transactions, such as those supporting the procurement and sales of other companies, increased significantly, resulting in higher sales. On the other hand, operating income decreased due to the recording of provisions for losses due to the commencement of civil rehabilitation proceedings by one of the trading partners, and the derecognition of derivative assets and liabilities.

Furthermore, the trading business, by utilizing the trading expertise, including trading on JEPX, PPA transactions with other companies, and power derivatives trading for the retail business, also worked on developing and structuring unique power retail sales plans and schemes, contributing to the power retail business.

Regarding the power generation business, the Saiki, Buzen, Ofunato, and Nakagusuku biomass power plants generally operated as planned. On the other hand, the Itoigawa power plant has been suspending its operations for fiscal year 2025 due to considerations such as power market prices.

Regarding the fuel business, sales and profits increased year-on-year due to the ability to procure PKS at a lower price than the previous year and an increase in sales volume to other companies, and progressed largely as planned.

Regarding the overseas business, the Hau Giang Biomass Power Plant (*) in Vietnam started operations, and erex Group recorded power sales for the first time. Furthermore, the pellet factory in Vietnam started manufacturing wood pellets in March 2025. In addition, erex Group continued its efforts to construct biomass power plants at two locations in northern Vietnam and conducted a co-firing test of biomass fuel at Vinacomin Power's coal-fired power plant. In Cambodia, construction of the hydroelectric power plant is progressing steadily towards completion in June 2026, with the embankment of the dam body now complete. erex Group is also developing biomass and solar power generation projects, aiming for start of operations within fiscal year 2027.

(*) This power plant has been selected as the Ministry of the Environment's "Financing Programme for Joint Crediting Mechanism (JCM) Model Projects" (Ministry of the Environment, Japan has been implementing the "JCM Model Projects," which provides financial supports covering up to half of the initial investment costs. The purpose of this

model projects is to financially support the implementation of projects which reduce GHG emissions by utilizing leading decarbonizing technologies in developing countries, and in return, to acquire JCM credits for achievement of Japan's GHG emission reduction and the partner countries' emission reduction target. This project is being implemented with the cooperation of the Vietnamese and Japanese governments). For this power plant, the announcement was made on July 1, 2022.

(2) Summary of Financial Position for the Current 1st Half

(Assets)

Current assets at the end of the 1st half of the current consolidated fiscal year were 64,235 million yen, a decrease of 1,286 million yen as compared to the end of the previous consolidated fiscal year. This was mainly due to a decrease in cash and cash equivalents, despite an increase in trade and other receivables and inventories. Noncurrent assets were 91,433 million yen, an increase of 3,573 million yen as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase in other financial assets (noncurrent) and other noncurrent assets, despite a decrease in property, plant and equipment.

As a result, total assets were 155,669 million yen, an increase of 2,286 million yen as compared to the end of the previous consolidated fiscal year.

(Liabilities)

Current liabilities at the end of the 1st half of the current consolidated fiscal year were 38,935 million yen, an increase of 1,365 million yen as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase in borrowings (current) and other current liabilities, despite a decrease in income taxes payable. Noncurrent liabilities were 43,945 million yen, an increase of 612 million yen as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase in bonds and borrowings (noncurrent), despite a decrease in allowances.

As a result, total liabilities were 82,880 million yen, an increase of 1,978 million yen as compared to the end of the previous consolidated fiscal year.

(Equity)

Total equity at the end of the 1st half of the current consolidated fiscal year was 72,788 million yen, an increase of 307 million yen as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase in retained earnings resulting from the recognition of 1st half net income attributable to the owners of the parent company, despite a decrease due to dividend payments.

As a result, the ratio of equity attributable to the owners of the parent company was 41.7%.

(3) Forward-Looking Statements Including Consolidated Financial Forecasts

There is no change to the financial forecasts that were announced in "Financial Results for FY March 2025 (Kessan Tanshin)" dated May 12, 2025. The financial forecasts that were announced on May 12, 2025 are based on the information available to erex Group at the time of the announcement, and include uncertainties. Actual results may be different from these financial forecasts due to various factors.

2. Condensed 1st Half Consolidated Financial Statements and Important Notes

(1) Condensed 1st Half Consolidated Statement of Financial Position

	Previous Consolidated Fiscal Year (Mar 31, 2025)	1H of Current Consolidated Fiscal Year (Sep 30, 2025)
	JPY million	JPY million
Assets		
Current Assets		
Cash and Cash Equivalents	33,613	22,292
Trade and Other Receivables	24,462	33,053
Inventory	1,675	2,706
Other Financial Assets	2,960	2,964
Income Taxes Receivable	40	-
Other Current Assets	2,769	3,218
Total Current Assets	65,521	64,235
Noncurrent Assets		
Property, Plant and Equipment	35,255	33,648
Right-of-Use Assets	1,501	1,356
Goodwill	708	708
Intangible Assets	1,488	1,449
Investments Accounted for Using the Equity Method	9,409	9,580
Other Financial Assets	37,763	42,136
Deferred Tax Assets	573	555
Other Noncurrent Assets	1,158	1,996
Total Noncurrent Assets	87,860	91,433
Total Assets	153,382	155,669

	Previous Consolidated Fiscal Year (Mar 31, 2025)	1H of Current Consolidated Fiscal Year (Sep 30, 2025)
	JPY million	JPY million
Liabilities and Equity		
Liabilities		
Current Liabilities		
Trade and Other Payables	14,795	15,137
Borrowings	12,619	13,396
Lease Liabilities	402	416
Other Financial Liabilities	257	595
Income Taxes Payable	1,878	1,187
Allowances	1,613	1,544
Other Current Liabilities	6,001	6,657
Total Current Liabilities	37,569	38,935
Noncurrent Liabilities		
Bonds and Borrowings	30,720	31,598
Lease Liabilities	1,475	1,295
Other Financial Liabilities	334	474
Retirement Benefit Liabilities	881	895
Allowances	4,988	4,454
Deferred Tax Liabilities	4,933	5,226
Total Noncurrent Liabilities	43,332	43,945
Total Liabilities	80,901	82,880
Equity		
Common Stock	18,346	18,381
Capital Surplus	18,009	17,963
Retained Earnings	15,381	16,109
Treasury Stock	△124	△113
Other Components of Equity	12,531	12,579
Equity Attributable to the Owners of the Parent Company	64,144	64,921
Non-Controlling Interests	8,335	7,867
Total Equity	72,480	72,788
Total Liabilities and Equity	153,382	155,669

(2) Condensed 1st Half Consolidated Statement of Income and Condensed 1st Half Consolidated Statement of Comprehensive Income

(Condensed 1st Half Consolidated Statement of Income)

	1H of Previous Consolidated Fiscal Year (Apr 1, 2024 – Sep 30, 2024)	1H of Current Consolidated Fiscal Year (Apr 1, 2025 – Sep 30, 2025)
	JPY million	JPY million
Net Sales	83,214	86,544
Cost of Sales	73,225	76,827
Gross Profit/Loss(Δ)	9,989	9,717
Selling, General, and Administrative Expenses	4,803	6,445
Other Revenues	89	1,007
Other Expenses	129	657
Operating Income/Loss(Δ)	5,144	3,621
Financial Income	259	427
Financial Expenses	869	819
Share of Profit/Loss(Δ) of Investments Accounted for Using the Equity Method	△182	△15
Income/Loss(Δ) before Income Taxes	4,351	3,212
Income Taxes	1,408	1,144
1st Half Net Income/Loss(Δ)	2,943	2,067
1st Half Net Income/Loss(Δ) Attributable to		
Owners of the Parent Company	1,687	1,587
Non-Controlling Interests	1,255	480
1st Half Net Income/Loss(Δ)	2,943	2,067
1st Half Net Income/Loss(Δ) Per Share (yen)		
Basic 1st Half Net Income/Loss(Δ) Per Share (yen)	23.51	20.36

(Note) Diluted 1st half EPS is not stated as there are no dilutive shares having dilutive effects.

(Condensed 1st Half Consolidated Statement of Comprehensive Income)

	1H of Previous Consolidated Fiscal Year (Apr 1, 2024 – Sep 30, 2024)	1H of Current Consolidated Fiscal Year (Apr 1, 2025 – Sep 30, 2025)
	JPY million	JPY million
1 st Half Net Income/Loss(Δ)	2,943	2,067
Other Comprehensive Income		
Items that will not be Reclassified to Profit or Loss		
Financial Assets Measured at Fair Value through Other Comprehensive Income	96	918
Total of Items that will not be Reclassified to Profit or Loss	96	918
Items that may be Reclassified Subsequently to Profit or Loss		
Cash Flow Hedges	Δ565	651
Exchange Differences on Translating Foreign Operations	Δ221	Δ475
Share of Other Comprehensive Income of Investments Accounted for Using the Equity Method	Δ60	171
Total of Items that may be Reclassified Subsequently to Profit or Loss	Δ847	347
Total Other Comprehensive Income, Net of Tax	Δ751	1,265
1 st Half Comprehensive Income	2,192	3,333
1 st Half Comprehensive Income/Loss(Δ) Attributable to		
Owners of the Parent Company	986	2,886
Non-Controlling Interests	1,206	447
1 st Half Comprehensive Income/Loss(Δ)	2,192	3,333

(3) Condensed 1st Half Consolidated Statement of Changes in Equity
1st Half of the Previous Consolidated Fiscal Year (from April 1, 2024 to September 30, 2024)

	Equity Attributable to the Owners of the Parent Company					
	Common Stock	Capital Surplus	Retained Earnings	Treasury Stock	Other Components of Equity	
					Exchange Differences on Translating Foreign Operations	Cash Flow Hedges
	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)
Balance as of Apr 1, 2024	11,362	11,013	13,283	△124	167	10,970
Net Income/Loss (△)	-	-	1,687	-	-	-
Other Comprehensive Income	-	-	-	-	△252	△545
Comprehensive Income	-	-	1,687	-	△252	△545
Issuance of New Shares	5,928	5,898	-	-	-	-
Dividend	-	-	-	-	-	-
Share-Based Compensation Transaction	16	9	-	-	-	-
Transfer to Non-Financial Assets, etc.	-	-	-	-	-	△1,257
Changes in Equity Interest in Subsidiaries that Continue to be Controlled	-	-	-	-	-	-
Transfer from Other Components of Equity to Retained Earnings	-	-	△9	-	-	-
Disposal of Treasury Stock	-	-	-	-	-	-
Others	-	-	-	-	-	-
Total Amount of Transactions with Owners	5,944	5,908	△9	-	-	△1,257
Balance as of Sep 30, 2024	17,307	16,921	14,961	△124	△85	9,167

	Equity Attributable to the Owners of the Parent Company				
	Other Components of Equity		Total	Non-Controlling Interests	Total Equity
	Financial Assets Measured at Fair Value through Other Comprehensive Income	Total			
	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)
Balance as of Apr 1, 2024	1,431	12,568	48,104	7,497	55,601
Net Income/Loss (△)	-	-	1,687	1,255	2,943
Other Comprehensive Income	96	△701	△701	△49	△751
Comprehensive Income	96	△701	986	1,206	2,192
Issuance of New Shares	-	-	11,826	-	11,826
Dividend	-	-	-	△170	△170
Share-Based Compensation Transaction	-	-	25	-	25
Transfer to Non-Financial Assets, etc.	-	△1,257	△1,257	-	△1,257
Changes in Equity Interest in Subsidiaries that Continue to be Controlled	-	-	-	91	91
Transfer from Other Components of Equity to Retained Earnings	9	9	-	-	-
Disposal of Treasury Stock	-	-	-	-	-
Others	-	-	-	-	-
Total Amount of Transactions with Owners	9	△1,248	10,594	△78	10,516
Balance as of Sep 30, 2024	1,536	10,618	59,685	8,624	68,310

1st Half of the Current Consolidated Fiscal Year (from April 1, 2025 to September 30, 2025)

	Equity Attributable to the Owners of the Parent Company					
	Common Stock	Capital Surplus	Retained Earnings	Treasury Stock	Other Components of Equity	
					Exchange Differences on Translating Foreign Operations	Cash Flow Hedges
	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)
Balance as of Apr 1, 2025	18,346	18,009	15,381	△124	197	10,307
Net Income/Loss (△)	-	-	1,587	-	-	-
Other Comprehensive Income	-	-	-	-	△279	660
Comprehensive Income	-	-	1,587	-	△279	660
Issuance of New Shares	-	-	-	-	-	-
Dividend	-	-	△858	-	-	-
Share-Based Compensation Transaction	35	△45	-	-	-	-
Transfer to Non-Financial Assets, etc.	-	-	-	-	-	△1,251
Changes in Equity Interest in Subsidiaries that Continue to be Controlled	-	-	-	-	-	-
Transfer from Other Components of Equity to Retained Earnings	-	-	-	-	-	-
Disposal of Treasury Stock	-	-	-	10	-	-
Others	-	-	-	-	-	-
Total Amount of Transactions with Owners	35	△45	△858	10	-	△1,251
Balance as of Sep 30, 2025	18,381	17,963	16,109	△113	△82	9,716

	Equity Attributable to the Owners of the Parent Company				
	Other Components of Equity		Total	Non-Controlling Interests	Total Equity
	Financial Assets Measured at Fair Value through Other Comprehensive Income	Total			
	(million yen)	(million yen)	(million yen)	(million yen)	(million yen)
Balance as of Apr 1, 2025	2,027	12,531	64,144	8,335	72,480
Net Income/Loss (△)	-	-	1,587	480	2,067
Other Comprehensive Income	918	1,298	1,298	△33	1,265
Comprehensive Income	918	1,298	2,886	447	3,333
Issuance of New Shares	-	-	-	-	-
Dividend	-	-	△858	△909	△1,768
Share-Based Compensation Transaction	-	-	△10	-	△10
Transfer to Non-Financial Assets, etc.	-	△1,251	△1,251	-	△1,251
Changes in Equity Interest in Subsidiaries that Continue to be Controlled	-	-	-	-	-
Transfer from Other Components of Equity to Retained Earnings	-	-	-	-	-
Disposal of Treasury Stock	-	-	10	-	10
Others	-	-	-	△6	△6
Total Amount of Transactions with Owners	-	△1,251	△2,109	△916	△3,025
Balance as of Sep 30, 2025	2,496	12,579	64,921	7,867	72,788

(4) Condensed 1st Half Consolidated Statement of Cash Flows

	1H of the Previous Consolidated Fiscal Year (from April 1, 2024 to September 30, 2024)	1H of the Current Consolidated Fiscal Year (from April 1, 2025 to September 30, 2025)
	(million yen)	(million yen)
Cashflow from Operating Activities		
Income (△Loss) before Income Taxes	4,351	3,212
Depreciation and Amortization	1,815	1,905
Financial Income	△259	△427
Financial Expenses	921	784
Share of Loss (△Profit) of Investments Accounted for Using the Equity Method	182	15
Decrease (△Increase) in Trade and Other Receivables	△5,795	△8,594
Decrease (△Increase) in Inventory	791	△1,036
Increase (△Decrease) in Trade and Other Payables	△58	354
Decrease (△Increase) in Consumption Tax Receivable	4,311	326
Others	3,006	△816
Sub-Total	9,267	△4,275
Interests Received	306	70
Dividends Received	37	56
Interests Paid	△411	△324
Income Taxes Refunded	2,367	14
Income Taxes Paid	△1,793	△1,528
Cashflow from Operating Activities	9,774	△5,987
Cashflow from Investing Activities		
Proceeds from Withdrawal of Time Deposits	2,087	1,259
Payments into Time Deposits	△1,343	△262
Purchase of Property, Plant and Equipment	△3,393	△281
Purchase of Intangible Assets	△65	△125
Purchase of Investment Securities	-	△496
Purchase of Investments	△386	△424
Payments of Loan Receivables	△1	△4,310
Others	315	2
Cashflow from Investing Activities	△2,787	△4,639
Cashflow from Financing Activities		
Net Increase/Decrease in Short Term Borrowings (3 Months or Less)	△7,527	103
Increase in Short Term Borrowings (Over 3 Months)	312	2,812
Decrease in Short Term Borrowings (Over 3 Months)	△1,000	△313
Proceeds from Long Term Borrowings	-	3,500
Repayments of Long Term Borrowings	△1,663	△4,323
Repayments of Lease Obligations	△208	△206
Proceeds from Issuance of New Shares	11,814	-
Dividends Paid	-	△858
Dividends Paid to Non-Controlling Interests	△170	△909
Proceeds from Equity Issuance to Non-Controlling Interests	91	-
Others	△9	△0
Cashflow from Financing Activities	1,639	△197
Effect of Exchange Rate Changes on Cash and Cash Equivalents	△476	△496
Increase (△Decrease) in Cash and Cash Equivalents	8,149	△11,320
Cash and Cash Equivalents at the Beginning of the Period	19,670	33,613
Cash and Cash Equivalents at the End of the Period	27,820	22,292

(5) Notes to Condensed 1st Half Consolidated Financial Statements

(Segment Information)

1st half of the previous consolidated fiscal year (April 1, 2024 – September 30, 2024) and 1st half of the current consolidated fiscal year (April 1, 2025 – September 30, 2025)

erex Group's reportable segments are components of erex Group for which separate financial information is available and are subject to periodic review by the board of directors for the purpose of determining the allocation of management resources and evaluating business performance.

Since erex Group consists of a single segment, primarily engaged in the power business, the statement by reportable segment has been omitted.

(Impairment of Financial Assets)

1st half of the previous consolidated fiscal year (April 1, 2024 – September 30, 2024)

There were no material transactions.

1st half of the current consolidated fiscal year (April 1, 2025 – September 30, 2025)

Following the filing of a petition for the commencement of civil rehabilitation proceedings by ENETRADE Inc., one of erex Group's business partners, on October 9, 2025, erex Group determined that a credit impairment had occurred with respect to its trade and other receivables from the company as of the end of the current 1st half consolidated accounting period. Therefore, as of the end of the current 1st half consolidated accounting period, erex Group classified the amount of 533 million yen, which is the amount obtained by subtracting the trade and other payables of 470 million yen from the trade and other receivables of 1,003 million yen from the company, as a credit-impaired financial asset, and recorded a loss allowance for it. In addition, the derivative assets (other financial assets) of 566 million yen and derivative liabilities (other financial liabilities) of 6 million yen, which had been recorded as derivative valuations for the unfulfilled portion of the power contract for difference concluded with the company, were also derecognized at the end of the current 1st half consolidated accounting period.

There were no other material transactions besides the above.

(Notes Related to Going Concern Assumptions)

Not applicable.

(Notes Related to Changes in Accounting Estimates)

During the current 1st half consolidated accounting period, erex Group revised the estimate for the asset retirement obligation that had been recorded as a restoration obligation associated with real estate lease agreements, based on newly obtained information.

As a result, compared to the previous method, operating income and income before income taxes for the current 1st half consolidated accounting period have each increased by 576 million yen.