

Note: This document has been translated from 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.

July 31, 2025

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



Company name: TOKYOTOKEIBA Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 9672
 URL: <https://www.tokyotokeiba.co.jp/>
 Representative: Mitsuchika Tarao, President and Representative Director
 Inquiries: Mitsuhiro Matsumoto, General Manager of Finance Department
 Telephone: +81-3-5767-9731
 Scheduled date to file semi-annual securities report: August 14, 2025
 Scheduled date to commence dividend payments: September 1, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

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

1. Consolidated Financial Results for the Six Months Ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(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	%
June 30, 2025	19,298	3.4	7,079	8.4	7,077	8.2	4,825	7.5
June 30, 2024	18,662	7.3	6,532	2.6	6,542	2.7	4,487	26.5

Note: Comprehensive income For the six months ended June 30, 2025: ¥4,871 million [2.4%]
 For the six months ended June 30, 2024: ¥4,757 million [30.6 %]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2025	180.79	—
June 30, 2024	164.81	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	123,579	94,069	76.0
December 31, 2024	122,405	91,142	74.4

Reference: Equity As of June 30, 2025: ¥93,913 million
 As of December 31, 2024: ¥91,028 million

2. 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	—	40.00	—	73.00	113.00
Fiscal year ending December 31, 2025	—	45.00			
Fiscal year ending December 31, 2025 (Forecast)			—	65.00	110.00

Notes: 1. Revisions to the forecast of dividends most recently announced: None
2. Breakdown of fiscal year-end dividend for the fiscal year ended December 31, 2024: Ordinary dividend 68.00 yen and Commemorative dividend 5.00 yen (the 75th anniversary of foundation commemorative dividend)

3. Consolidated Financial Result Forecasts 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	41,293	2.1	14,132	1.5	14,122	1.5	9,861	1.6	365.67

Note: Revisions to the financial result forecast most recently announced: None

***Notes**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: – companies (Company name: –)

Excluded: – companies (Company name: –)

(2) Adoption of accounting treatment specific to the preparation of interim 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: Yes

(ii) Changes in accounting policies other than (i) above: 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 June 30, 2025	28,764,854 shares
As of December 31, 2024	28,764,854 shares

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

As of June 30, 2025	2,073,066 shares
As of December 31, 2024	2,074,165 shares

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

Six months ended June 30, 2025	26,691,004 shares
Six months ended June 30, 2024	27,226,574 shares

*Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

*Proper use of financial result forecasts and other special matters

(Cautionary note on forward-looking statements, etc.)

Financial result forecasts and other forward-looking statements herein are based on the information currently in the Company's possession or the assumptions it deems reasonable, and are not intended as the Company's promise to achieve them. Actual financial results, etc. may differ significantly from these forecasts due to diverse factors.

(How to obtain supplementary material on financial results)

The supplementary material on financial results is posted on the Company's website.

Table of Contents - Attachments

1. Overview of Consolidated Business Performance for the Six Months Ended June 30, 2025	2
(1) Overview of Operating Results for the Period under Review	2
(2) Overview of Financial Position for the Period under Review	3
(3) Overview of Cash Flow for the Period under Review	3
(4) Consolidated Financial Result Forecast and Other Forward-looking Information	4
2. Interim Consolidated Financial Statements and Principal Notes	5
(1) Interim Consolidated Balance Sheets	5
(2) Interim Consolidated Statements of Income and Comprehensive Income	7
(3) Interim Consolidated Statements of Cash Flows	9
(4) Notes to Interim Consolidated Financial Statements	10
(Notes on going concern assumption)	10
(Notes in case of significant changes in shareholders' equity)	10
(Notes to changes in accounting policies)	10
(Notes to segment information, etc.)	10

1. Overview of Consolidated Business Performance for the Six Months Ended June 30, 2025

(1) Overview of Operating Results for the Period under Review

During the six months ended June 30, 2025, the Japanese economy was expected to recover moderately, supported by improvements in the employment and income conditions and the effects of various policies. However, due to the effects of U.S. trade policy and the prolonged high prices, the future of the economy remains uncertain.

Under these conditions, local horse racing across Japan was on a robust trend, with the betting ticket sales exceeding those of the same period of the previous year. The sales of the public competition business of TOKYOTOKEIBA Co., Ltd. (the “Company”) and its subsidiaries (collectively, the “Group”) through the online betting services of SPAT4 (the Four Minami-Kanto Racecourses Home Betting System) increased compared to the same period of the previous year. Additionally, the operation of new facilities in each business segment was also a contributing factor and its performance remained robust.

As a result, for the six months ended June 30, 2025, the Group recorded net sales of ¥ 19,298 million (up 3.4% year on year), operating profit of ¥7,079 million (up 8.4% year on year), and ordinary profit of ¥7,077 million (up 8.2% year on year). The Group recorded profit attributable to owners of parent of ¥4,825 million (up 7.5% year on year).

As the amusement park business of the Group attracts most of the annual visitors when outdoor pools are open during the summer period, net sales and cost of sales for the nine months ended September 30 tend to account for a significantly high share of those of the whole year.

Operating results by segment are as follows.

Public competition business

Oi Racecourse held horse races for 46 days. During this period, the Group worked on strengthening the functionality of the facilities, including the renovation at the temporary stables for JRA horses.

SPAT4 sold betting tickets for a cumulative total of 618 days and 7,136 local horse races across Japan. During this period, the Group released a new feature, “*Oshi-uma*” (favorite horse), for the official SPAT4 app, and rolled out campaigns targeting new members while improving satisfaction of existing members. Furthermore, our efforts, including the enhancement of real-time events, web streaming and various point campaigns, led to a favorable increase in both sales and the number of members.

Isesaki Auto Racetrack held auto races for 64 days and sold off-track tickets for other racecourses for a cumulative total of 153 days. Sales at Isesaki Auto Race exceeded those of the same period of the previous year, driven by an 11-day increase in on-site races, including the After 5 night races. However, due to a decrease in the number of visitors, sales were below the same period of the previous year at both the adjacent Isesaki off-track betting facility, which sells tickets for local horse racing, as well as at the J-PLACE Isesaki off-track betting facility, which sells tickets for central horse racing.

As a result, the public competition business recorded net sales of ¥14,550 million (up 3.2% year on year), and segment profit of ¥6,206 million (up 6.9% year on year).

Amusement park business

At Tokyo Summerland, ahead of the summer season, the Group held pre-opening events with family-friendly activities in some outdoor pool areas exclusively during Golden Week (consecutive Japanese national holidays from late April to early May), in an effort to strengthen customer attraction. On May 31, Tokyo Summerland opened some outdoor pool areas on the weekends only and held a Customer Appreciation Day for residents of neighboring municipalities to further increase the number of customers. Additionally, in June, we undertook a collaboration project with Spa Resort Hawaiians, selling joint tickets for both facilities and organizing exchange events.

Furthermore, Wonderful Nature Village held the 49th Hydrangea Festival where many customers enjoyed approximately 15,000 hydrangea plants spread along the hiking trails in the village park.

As a result, the number of visitors to Tokyo Summerland and the other facilities amounted to 300 thousand (down 0.1% year on year), and the amusement park business recorded net sales of ¥692 million (up 2.9% year on year), and segment loss of ¥502 million (compared with segment loss of ¥463 million in the same period of the previous year) due to an increase in park maintenance costs and other factors during the closure period.

Warehouse leasing business

In the warehouse leasing business, Narashino Akanehama No. 2 warehouse, which was completed in March 2024, was operating smoothly and the multi-tenant Katsushima Area 2 warehouse continued to maintain its high occupancy rates.

Moreover, the Group continued the rooftop waterproofing work, a project ongoing from previous periods at some warehouses in the Katsushima Area to ensure the long-term functionality of the facilities.

As a result, the warehouse leasing business recorded net sales of ¥3,021 million (up 8.6% year on year) and segment profit of ¥2,007 million (up 11.6% year on year).

Service business

In the service business, tenant income and other income from Wira Oi Annex, which was completed in March 2024, underpinned its performance, despite a decrease in equipment installation income from the air conditioning equipment business, and overall, revenue remained steady.

Furthermore, the Group held Spring Festa 2025 at Wira Ooi in April, featuring workshops, family concerts, and a variety of other events. This event attracted a large number of customers and helped to foster community interaction.

As a result, the service business recorded net sales of ¥1,116 million (down 3.4% year on year), and segment profit of ¥117 million (up 68.6% year on year).

Reportable segment				
	Net sales		Segment profit (loss)	
	Amount	Year-on-year change	Amount	Year-on-year change
Public competition business	14,550	3.2%	6,206	6.9%
Amusement park business	692	2.9%	(502)	—
Warehouse leasing business	3,021	8.6%	2,007	11.6%
Service business	1,116	(3.4)%	117	68.6%
Elimination of inter-segment transactions, etc.	(83)	—	(749)	—
Total	19,298	3.4%	7,079	8.4%

(2) Overview of Financial Position for the Period under Review

Total assets as of June 30, 2025 increased by ¥1,173 million from the end of the previous fiscal year to ¥123,579 million. This was mainly due to an increase in cash and deposits of ¥3,055 million, despite decreases in property, plant and equipment of ¥1,115 million and intangible assets of ¥650 million.

Total liabilities as of June 30, 2025 decreased by ¥1,753 million from the end of the previous fiscal year to ¥29,509 million. This was mainly due to decreases in accounts payable - other of ¥1,331 million and long-term borrowings of ¥850 million.

Total net assets as of June 30, 2025 increased by ¥2.927 million from the end of the previous fiscal year to ¥94,069 million. This was mainly due to an increase in retained earnings of ¥2,877 million resulting from the recording of profit attributable to owners of parent of ¥4,825 million, despite an increase in appropriation of surplus with the payment of year-end dividend of ¥1,948 million.

As a result, the equity ratio was 76.0%, an increase from 74.4% at the end of the previous fiscal year.

(3) Overview of Cash Flow for the Period under Review

Cash and cash equivalents at the end of the period under review increased by ¥3,055 million from the end of the previous fiscal year to ¥18,922million. This is mainly due to cash inflows of profit before income taxes of ¥7,193 million, depreciation of ¥3,241 million being offset by cash outflows mainly due to income taxes paid of ¥2,402 million, purchase of property, plant and equipment of ¥1,661 million, purchase of intangible assets of ¥373 million, and dividends paid of ¥1,940 million.

Cash flows from operating activities

Net cash provided by operating activities during the period under review was ¥9,416 million (compared with net cash of ¥4,593 million in the previous fiscal year). The principal factors were cash inflows mainly of profit before income taxes of ¥7,193 million and depreciation of ¥3,241 million, which offset cash outflows mainly of

a decrease in trade payables of ¥258 million and income taxes paid of ¥2,402 million.

Cash flows from investment activities

Net cash used in investment activities during the period under review was ¥3,610 million (compared with net cash of ¥6,353 million in the previous fiscal year). The principal factors were cash outflows mainly of net increase in short-term investment securities of ¥1,600 million, purchase of property, plant and equipment of ¥1,661 million, and purchase of intangible assets of ¥373 million.

Cash flows from financing activities

Net cash used in financing activities during the period under review was ¥2,750 million (compared with net cash of ¥3,060 million in the previous fiscal year). The principal factors were cash outflows mainly of repayments of long-term borrowings of ¥850 million and dividends paid of ¥1,940 million.

(4) Explanation of Consolidated Financial Result Forecast and Other Forward-looking Information

No revisions have been made to the consolidated financial result forecast for the full year for the fiscal year ending December 31, 2025, which was announced on February 14, 2025.

2. Interim Consolidated Financial Statements and Principal Notes
(1) Interim Consolidated Balance Sheets

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	16,040,220	19,095,330
Trade notes, accounts receivable and contract assets	4,864,409	4,339,609
Securities	1,400,000	3,000,000
Inventories	273,114	295,777
Advances paid	388,381	313,921
Other	923,646	169,519
Total current assets	23,889,771	27,214,158
Non-current assets		
Property, plant and equipment		
Buildings, net	28,792,822	28,223,030
Facilities attached to buildings, net	8,644,900	8,286,806
Structures, net	9,159,732	9,388,724
Machinery, equipment and vehicles, net	1,111,995	969,465
Land	32,554,974	32,465,774
Construction in progress	182,898	384,353
Buildings in trust, net	1,176,016	1,144,939
Facilities attached to buildings in trust, net	118,502	106,725
Land in trust	2,174,126	2,174,126
Other, net	3,069,627	2,725,886
Total property, plant and equipment	86,985,596	85,869,833
Intangible assets		
Software	6,228,041	5,599,545
Software in progress	22,330	-
Total intangible assets	6,250,371	5,599,545
Investments and other assets		
Investment securities	2,258,269	2,275,596
Long-term prepaid expenses	27,738	95,062
Deferred tax assets	1,908,014	1,877,596
Long-term advances paid	1,001,333	563,763
Other	84,762	84,256
Total investments and other assets	5,280,119	4,896,275
Total non-current assets	98,516,087	96,365,653
Total assets	122,405,859	123,579,812

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Liabilities		
Current liabilities		
Trade accounts payable	1,170,657	911,769
Short-term borrowings	16,600	66,640
Current portion of long-term borrowings	1,700,000	1,700,000
Accounts payable - other	1,695,073	363,278
Income taxes payable	2,598,301	2,511,678
Accrued consumption taxes	43,477	965,511
Provision for bonuses	105,869	109,864
Provision for point card certificates	985,646	1,068,011
Provision for loss on disaster	46,000	-
Other	1,334,875	1,086,429
Total current liabilities	9,696,501	8,783,184
Non-current liabilities		
Bonds payable	10,000,000	10,000,000
Long-term borrowings	7,450,000	6,600,000
Leasehold and guarantee deposits received	2,429,076	2,450,613
Retirement benefit liability	1,245,369	1,237,931
Asset retirement obligations	396,777	399,763
Deferred tax liabilities	33,301	26,915
Other	12,724	11,445
Total non-current liabilities	21,567,249	20,726,669
Total liabilities	31,263,750	29,509,853
Net assets		
Shareholders' equity		
Share capital	10,586,297	10,586,297
Capital surplus	6,791,714	6,792,464
Retained earnings	81,527,687	84,404,845
Treasury shares	(8,503,132)	(8,498,971)
Total shareholders' equity	90,402,567	93,284,636
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	625,584	629,146
Total accumulated other comprehensive income	625,584	629,146
Non-controlling interests	113,956	156,175
Total net assets	91,142,108	94,069,958
Total liabilities and net assets	122,405,859	123,579,812

(2) Interim Consolidated Statements of Income and Comprehensive Income
Interim Consolidated Statements of Income

(Thousands of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Net sales	18,662,719	19,298,649
Cost of sales	11,106,601	11,138,495
Gross profit	7,556,117	8,160,153
Selling, general and administrative expenses	1,023,889	1,080,438
Operating profit	6,532,227	7,079,714
Non-operating income		
Interest income	1,759	7,698
Dividend income	17,540	19,136
Subsidies for employment adjustment, etc.	3,400	400
Other	16,197	8,116
Total non-operating income	38,897	35,351
Non-operating expenses		
Interest expenses	20,697	37,226
Commission expenses	6,413	-
Other	1,029	817
Total non-operating expenses	28,140	38,044
Ordinary profit	6,542,984	7,077,022
Extraordinary income		
Contribution received for construction	-	2,500
Subsidy income	152,000	64,500
Gain on sale of non-current assets	-	26,374
Insurance claim income	-	23,237
Total extraordinary income	152,000	116,612
Profit before income taxes	6,694,984	7,193,635
Income taxes – current	2,058,625	2,315,570
Income taxes – deferred	130,994	10,267
Total income taxes	2,189,619	2,325,837
Profit	4,505,364	4,867,797
Profit attributable to non-controlling interests	18,115	42,219
Profit attributable to owners of parent	4,487,249	4,825,578

Interim Consolidated Statements of Comprehensive Income

(Thousands of yen)

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Profit	4,505,364	4,867,797
Other comprehensive income		
Valuation difference on available-for-sale securities	251,979	3,561
Total other comprehensive income	251,979	3,561
Comprehensive income	4,757,344	4,871,359
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,739,229	4,829,140
Comprehensive income attributable to non-controlling interests	18,115	42,219

(3) Interim Consolidated Statements of Cash Flows

	For the six months ended June 30, 2024	For the six months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	6,694,984	7,193,635
Depreciation	3,052,576	3,241,338
Increase (decrease) in provision for bonuses	3,751	3,995
Increase (decrease) in retirement benefit liability	(63,406)	(7,437)
Increase (decrease) in provision for point card certificates	989	82,365
Interest and dividend income	(19,299)	(26,834)
Interest expenses	20,697	37,226
Loss (gain) on sale of property, plant and equipment	-	(26,374)
Decrease (increase) in trade receivables	(2,897,708)	524,799
Decrease (increase) in inventories	(18,260)	(22,662)
Decrease (increase) in long-term advances paid	475,652	437,570
Increase (decrease) in trade payables	(564,505)	(258,888)
Increase (decrease) in accrued consumption taxes	(527,389)	922,034
Other, net	(431,240)	(271,918)
Subtotal	5,726,840	11,828,846
Interest and dividends received	19,299	26,834
Interest paid	(20,124)	(36,940)
Income taxes paid	(1,132,581)	(2,402,193)
Net cash provided by (used in) operating activities	4,593,435	9,416,548
Cash flows from investing activities		
Net decrease (increase) in time deposits	75,999	(22)
Net decrease (increase) in short-term investment securities	2,000,000	(1,600,000)
Purchase of property, plant and equipment	(5,901,834)	(1,661,847)
Proceeds from sale of property, plant and equipment	-	115,574
Purchase of intangible assets	(2,517,511)	(373,738)
Other, net	(9,776)	(90,779)
Net cash provided by (used in) investing activities	(6,353,123)	(3,610,813)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	33,440	50,040
Proceeds from long-term borrowings	2,000,000	-
Repayments of long-term borrowings	(750,000)	(850,000)
Purchase of treasury shares	(2,143,729)	(4,547)
Dividends paid	(1,636,511)	(1,940,644)
Decrease (increase) in deposits	(555,220)	-
Other, net	(8,251)	(5,495)
Net cash provided by (used in) financing activities	(3,060,272)	(2,750,647)
Net increase (decrease) in cash and cash equivalents	(4,819,960)	3,055,087
Cash and cash equivalents at beginning of period	13,760,457	15,867,141
Cash and cash equivalents at end of period	8,940,496	18,922,229

(4) Notes to Interim Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Notes to changes in accounting policies)

(Application of "Accounting Standard for Current Income Taxes," etc.)

The Company has applied the Accounting Standard for Current Income Taxes (ASBJ Statement No. 27, October 28, 2022), the Accounting Standard for Presentation of Comprehensive Income (ASBJ Statement No. 25, October 28, 2022), and the Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022) effective from the beginning of the first quarter of the current consolidated fiscal year. These changes in accounting policies have no impact on the interim consolidated financial statements.

(Notes to segment information, etc.)

[Segment information]

I. For the six months ended June 30, 2024 (from January 1, 2024 to June 30, 2024)

Information on net sales and profit or loss by reportable segment

(Thousands of yen)

	Reportable segment					Adjustment (Note 1)	Amount recorded in Interim Consolidated Statements of Income (Note 2)
	Public Competition Business	Amusement Park Business	Warehouse Leasing Business	Service Business	Total		
Net sales							
Net sales to outside customers	14,099,016	664,672	2,783,424	1,115,605	18,662,719	—	18,662,719
Inter-segment net sales or transfers	1,433	8,897	—	40,168	50,499	(50,499)	—
Total	14,100,450	673,569	2,783,424	1,155,774	18,713,218	(50,499)	18,662,719
Segment profit (loss)	5,805,080	(463,739)	1,799,330	69,617	7,210,289	(678,061)	6,532,227

(Notes) 1. The adjustment to segment profit (loss) of ¥(678,061) thousand includes ¥9,133 thousand in elimination of intersegment transactions and ¥(687,195) thousand in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are primarily selling, general and administrative expenses that are not attributable to the reportable segments.

2. Segment profit (loss) is adjusted with the operating profit under the interim consolidated statements of income.

II. For the six months ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

Information on net sales and profit or loss by reportable segment

(Thousands of yen)

	Reportable segment					Adjustment (Note 1)	Amount recorded in Interim Consolidated Statements of Income (Note 2)
	Public Competition Business	Amusement Park Business	Warehouse Leasing Business	Service Business	Total		
Net sales							
Net sales to outside customers	14,547,859	682,290	3,021,828	1,046,670	19,298,649	—	19,298,649
Inter-segment net sales or transfers	2,309	10,516	—	70,189	83,015	(83,015)	—
Total	14,550,168	692,806	3,021,828	1,116,860	19,381,664	(83,015)	19,298,649
Segment profit (loss)	6,206,779	(502,917)	2,007,615	117,375	7,828,853	(749,138)	7,079,714

(Notes) 1. The adjustment to segment profit (loss) of ¥(749,138) thousand includes ¥4,853 thousand in elimination of intersegment transactions and ¥(753,992) thousand in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are primarily selling, general and administrative expenses that are not attributable to the reportable segments.

2. Segment profit (loss) is adjusted with the operating profit under the interim consolidated statements of income.