

[Cover]

[Document Submitted]	Semi-annual Securities Report (“Hanki Hokokusho”)
[Article of the Applicable Law Requiring Submission of This Document]	Item (i) of the table for Article 24-5, paragraph (1) of the Financial Instruments and Exchange Act
[Filed to]	Director-General of the Kanto Local Finance Bureau
[Date of Submission]	November 11, 2025
[Interim Accounting Period]	Interim Period of the 54th Fiscal Year (From April 1, 2025 to September 30, 2025)
[Company Name]	Kabushiki Kaisha DTS
[Company Name (in English)]	DTS CORPORATION
[Position and Name of Representative]	Tomoaki Kitamura, Representative Director and President
[Location of Head Office]	2-23-1 Hatchobori, Chuo-ku, Tokyo
[Phone No.]	+81-3-3948-5488 (Main)
[Contact for Communications]	Akio Shiota, General Manager, Accounting and Finance Department
[Nearest Contact]	2-23-1 Hatchobori, Chuo-ku, Tokyo
[Phone No.]	+81-3-3948-5488 (Main)
[Contact for Communications]	Akio Shiota, General Manager, Accounting and Finance Department
[Place Where Available for Public Inspection]	Tokyo Stock Exchange, Inc. (2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo)

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.

## Part I. Company Information

### I. Overview of Company

#### 1. Key financial data and trends

Fiscal year		First six months of 53rd	First six months of 54th	53rd
Fiscal period		From April 1, 2024 to September 30, 2024	From April 1, 2025 to September 30, 2025	From April 1, 2024 to March 31, 2025
Net sales	(Millions of yen)	59,854	66,926	125,908
Ordinary profit	(Millions of yen)	6,623	8,232	15,457
Profit attributable to owners of parent	(Millions of yen)	4,457	5,466	10,635
Comprehensive income	(Millions of yen)	4,896	5,965	11,295
Net assets	(Millions of yen)	62,553	59,770	59,344
Total assets	(Millions of yen)	81,432	78,673	80,387
Basic earnings per share	(Yen)	26.19	34.17	63.45
Diluted earnings per share	(Yen)	—	—	—
Equity ratio	(%)	75.2	74.6	72.2
Cash flows from operating activities	(Millions of yen)	5,052	4,820	9,181
Cash flows from investing activities	(Millions of yen)	(1,363)	(1,067)	(2,322)
Cash flows from financing activities	(Millions of yen)	(8,541)	(5,656)	(16,087)
Cash and cash equivalents at end of period	(Millions of yen)	32,797	26,410	28,405

- Notes:
1. Key financial data and trends are not presented since the Company prepares interim consolidated financial statements.
  2. Diluted earnings per share is not presented since no potential shares exist.
  3. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. Accordingly, basic earnings per share are calculated assuming that the stock split took place at the beginning of the fiscal year ended March 31, 2025.

#### 2. Description of business

In the interim period under review, there were no significant changes in the description of business operated by the Company and its subsidiaries and associates. In addition, there were no changes in major subsidiaries and associates.

## II. Overview of Business

### 1. Business and other risks

In the interim period under review, there were no new business or other risks.

In addition, there were no significant changes in business or other risks presented in the Annual Securities Report for the previous fiscal year.

### 2. Management's analysis of financial position, operating results and cash flows

#### (1) Financial position and operating results

Forward-looking statements in this document are based on our views as of the end of the interim period under review.

In the interim consolidated accounting period under review, the Japanese economy has been recovering moderately. However, it is necessary to be mindful of the risk that business sentiment in Japan could be dampened by factors including the impact of the U.S. trade policy, as well as the impact of sustained price increases on personal consumption through falling consumer confidence. In addition, we must continue to pay attention to the impact of fluctuations in the financial and capital markets.

The environment surrounding the Group is such that, with advances in technology, executive agendas are increasingly centered around themes such as strengthening customer relationships and data-driven management. In line with and influenced by these shifts, corporate IT investments are expected to move toward information systems and customer contact services.

Against this backdrop, in the medium-term management plan (2025–2027), which is the 2nd Stage in Vision 2030, the Group will focus on three pillars: “evolution of focus businesses and deepening of core businesses,” “execution of strategic alliances,” and “strengthening of the Group’s management foundation,” and will work on initiatives to promote our business growth and expansion as well as enhance stability and reliability.

In the fiscal year under review, we are aiming to achieve net sales of ¥135,000 million (+7.2% year on year), operating profit of ¥15,500 million (+7.0% year on year), and EBITDA of ¥16,700 million (+6.9% year on year).

#### ■ Evolution of focus businesses and deepening of core businesses

In the medium-term management plan (2025-2027), we have newly set “concentrated investment areas” (Note 2) and “forward-looking investment areas” (Note 3) within the “focus businesses” (Note 1) that we are strengthening as growth areas for the Group.

We are promoting our target of net sales of focus businesses making up 57% of total net sales by the fiscal year ending March 31, 2028. In the interim consolidated accounting period under review, the focus business net sales ratio was 62.2%, showing steady progress toward our goal.

In April 2025, we established the Generative AI Business Promotion Office to promote customer support for AI utilization in the field of generative AI, integration into our own solutions, and utilization in our own development processes, as we expand forward-looking investment areas. We aim to achieve ¥10.0 billion in net sales related to AI and generative AI in fiscal 2030 by improving our clients’ business value through the use of generative AI and other technologies.

(Note 1) Focus businesses

Business fields on which the Group will focus.

(Note 2) Concentrated investment areas

The five areas that we have redefined to further expand our business scale: i.e., (1) Cloud computing & modernization, (2) Data utilization, (3) Security & managed services, (4) Enterprise Application Services, and (5) IoT & Edge Technology. These are the areas that are expected to grow particularly within our focus businesses.

(Note 3) Forward-looking investment areas

Areas expected to see rapid market expansion and increased customer business value in the future, i.e., AI, generative AI, and customer experience value (CX).

■ Execution of strategic alliances

In September 2025, we began partnering with OpenAI Japan LLC to advance the practical application of generative AI technology. We will strive to increase sophistication of the value that we propose, enhance added value, and improve productivity by combining generative AI technologies with our comprehensive strengths as a total system integrator, including building AI technology into systems, developing our own AI-native solutions, and providing code generation support. In addition, we are utilizing generative AI to improve the efficiency of various operations such as research/analysis and inquiry handling. Moving forward, we aim to achieve ¥10.0 billion in net sales related to generative AI in fiscal year 2030, by driving new value creation and business growth through the use of generative AI.

■ Strengthening of the Group's management foundation

To strengthen our management foundation, we will invest in human capital, reinforce group governance and system infrastructure, and improve capital efficiency, aiming for sustained, stable enhancement of corporate value.

To improve capital efficiency, implement cash allocation based on the medium-term management plan, and further increase returns to shareholders, we repurchased our treasury shares for approximately ¥2.5 billion from May through July 2025. All of the repurchased treasury shares for approximately ¥2.5 billion during the fiscal year under review have been canceled.

As a result of the above, the Group reported net sales of ¥66,926 million for the interim consolidated accounting period under review (+11.8% year on year).

Gross profit was ¥14,793 million (+11.9% year on year) due to the increase in net sales.

Selling, general and administrative expenses were ¥6,710 million (-0.8% year on year). With the increase in gross profit, operating profit came to ¥8,083 million (+25.2% year on year), and ordinary profit came to ¥8,232 million (+24.3% year on year). Profit attributable to owners of parent was ¥5,466 million (+22.6% year on year), mainly due to the increase in ordinary profit.

(Millions of yen)

	Consolidated	
		Year-on-year change (%)
Net sales	66,926	11.8
Operating profit	8,083	25.2
Ordinary profit	8,232	24.3
Profit attributable to owners of parent	5,466	22.6

<Breakdown of net sales>

(Millions of yen)

	Consolidated	
		Year-on-year change (%)
Operation & Solutions	26,680	5.4
Technology & Solutions	22,776	9.7
Platforms & Services	17,469	26.8
Total	66,926	11.8

Summaries of the operational conditions of each segment are as follows.

### **Operation & Solutions Segment**

Net sales came to ¥26,680 million (+5.4 % year on year), due to the steady progress of modernization of core systems in local governments and insurance industry, as well as the impact of new consolidations.

In initiatives for our “focus businesses,” we will combine industry expertise in areas such as the financial and public sectors with digital technology to expand areas of concentrated investment, such as cloud shifting and migration services, and drive business growth.

We have started to offer TRM Labs, a cryptoasset tracing and risk management tool provided by TRM Labs, Inc. TRM Labs provides government agencies and financial institutions with capabilities to conduct blockchain analysis and contributes to improving the safety of cryptoasset transactions. TRM Labs, combined with AMLion, our anti-money-laundering solution, promotes the advancement of risk detection in financial transactions involving crypto assets, as well as measures to address money laundering and terrorist financing.

Tohoku Systems Support Co., Ltd., a group company, has released MR20 (wearable device) and SR160 (handheld device with barcode scanning functions), which are RFID readers designed to improve work efficiency in picking and inspection operations. We will continue to expand RFID solutions and contribute to DX promotion in the logistics, manufacturing, and retail industries.

### **Technology & Solutions Segment**

Net sales came to ¥22,776 million (+9.7% year on year), due to the growth in core system renewals for clients such as temp dispatch agencies, in cloud infrastructure renewals and cybersecurity measures for securities firms, and in projects involving Enterprise Application Services.

In our initiatives for focus businesses, we will drive the expansion of the Group’s focus businesses by expanding concentrated investment areas such as Enterprise Application Services, as well as forward-looking investment areas.

In May 2025, our first mcframe implementation project won the Take Off Award, part of the mcframe Award 2025 sponsored by Business Engineering Corporation, for our high-quality implementation support and proposal capabilities with a focus on scalability. We will maintain our efforts to promote business innovation and digitalization in the manufacturing industry.

With regard to the housing solutions business, we have launched “Walk in home 2024 Version 1.1,” which significantly enhances design expressions for stairs and balconies and improves design efficiency and proposal capabilities by further accelerating the rendering process. We will continue to provide housing solutions and contribute to the digitalization of the housing and construction industries.

In July 2025, we launched “DTS Managed Services for ServiceNow,” providing comprehensive support ranging from routine ServiceNow operations to in-house development assistance. We will continue to support our customers’ digital transformation by reducing operational burdens, driving continuous operational improvements, and maximizing IT investment returns through advanced initiatives such as operational standardization, automation, AI utilization, and ITSM integration.

## Platforms & Services Segment

Net sales came to ¥17,469 million (+26.8% year on year) due to the growth in operational and infrastructure construction projects and increased hardware sales.

In our initiatives for focus businesses, in addition to expanding our operational service menu centered on ReSM and ReSM plus, we will advance our operational services through the use of AI to shorten failure recovery time and other measures.

In August 2025, we enhanced the capabilities of our in-house help desk outsourcing service, “ReSM plus,” and launched a new service integrating generative AI with human operators. By combining automated responses using natural language processing with human support for unresolved inquiries, we will continuously enhance the knowledge base of FAQs and internal documentation while improving response accuracy. This approach will ultimately lead to increased user satisfaction.

In terms of financial position, total assets decreased by ¥1,713 million from the end of the previous fiscal year to ¥78,673 million. This was mainly due to a decrease of ¥3,044 million in cash and deposits, despite an increase of ¥1,398 million in investment securities.

Liabilities decreased by ¥2,139 million from the end of the previous fiscal year to ¥18,903 million. This was mainly due to decreases of ¥970 million in accounts payable - trade and ¥566 million in provision for bonuses.

Net assets increased by ¥425 million from the end of the previous fiscal year to ¥59,770 million. This was mainly due to a decrease of ¥3,102 million in retained earnings resulting from the payment of dividends of surplus and an increase of ¥2,500 million in treasury shares following the share repurchase, despite increases of ¥5,466 million in retained earnings and ¥748 million in valuation difference on available-for-sale securities resulting from the recording of profit attributable to owners of parent. The cancellation of treasury shares reduced treasury shares by ¥2,055 million. However, retained earnings decreased by ¥2,002 million and capital surplus decreased by ¥53 million, resulting in no impact on total net assets.

## (2) Cash flows

Cash and cash equivalents (hereinafter, “cash”) as of September 30, 2025 were ¥26,410 million, a decrease of ¥1,994 million from ¥28,405 million as of the previous fiscal year-end.

The respective cash flow positions in the interim period under review and comparisons with the previous interim period are as follows.

Net cash provided by operating activities was ¥4,820 million. There was a decrease in cash provided of ¥232 million compared with the previous interim period. This mainly reflected a decrease in cash provided due to a ¥2,179 million increase in accounts receivable - trade, and contract assets and a ¥519 million decrease in trade payables, despite an increase in cash due to a ¥1,569 million increase in profit before income taxes, a ¥746 million decrease in inventory, and a ¥128 million increase in interest and dividends received.

Net cash used in investing activities was ¥1,067 million. There was a decrease in cash used of ¥295 million compared with the previous interim period. This mainly reflected a decrease in cash used due to a ¥1,029 million increase in proceeds from withdrawal of time deposits, a ¥600 million decrease in purchase of investment securities, a ¥241 million increase in proceeds from sale and redemption of securities, and a ¥236 million decrease in purchase of property, plant and equipment, despite a ¥1,543 million increase in purchase of securities and a ¥296 million increase in payments for contingent considerations of shares of subsidiaries.

Net cash used in investing activities was ¥5,656 million. There was a decrease in cash used of ¥2,884 million compared with the previous interim period. This mainly reflected a decrease in cash used due to a ¥2,507 million decrease in cash segregated as deposits and a ¥998 million decrease in purchase of treasury shares, despite an increase in cash used due to a ¥611 million increase in dividends paid.

## (3) Business and financial issues to be addressed

[Issues to be addressed by the Group]

In the interim period under review, there were no new issues nor significant changes in business and financial issues to be addressed by the Group.

## (4) Research and development activities

The amount of research and development expenses of the Group for the interim period under review was ¥186 million.

In the interim period under review, there were no significant changes in research and development activities conducted by the Group.

## (5) Results of production, orders and sales

### (i) Production

Production in the interim period under review is as follows.

Segment	Production (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,680	5.4
Technology & Solutions	22,776	9.7
Platforms & Services	17,469	26.8
Total	66,926	11.8

Note: Inter-segment transactions have been eliminated.

(ii) Orders

Orders in the interim period under review are as follows.

Segment	Order volume (Millions of yen)	Year-on-year change (%)	Order backlog (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,076	(2.3)	14,913	2.0
Technology & Solutions	23,794	15.1	13,451	24.7
Platforms & Services	17,828	10.6	10,976	(0.4)
Total	67,700	6.6	39,341	8.0

Note: Inter-segment transactions have been eliminated.

(iii) Sales

Sales in the interim period under review are as follows.

Segment	Sales (Millions of yen)	Year-on-year change (%)
Operation & Solutions	26,680	5.4
Technology & Solutions	22,776	9.7
Platforms & Services	17,469	26.8
Total	66,926	11.8

Note: Inter-segment transactions have been eliminated.

3. Important business contracts

No items to report.



### III. Corporate Information

#### 1. Information on the Company's shares

##### (1) Number of shares and other

##### (i) Number of shares

Class of shares	Total number of authorized shares
Common stock	100,000,000
Total	100,000,000

Note: The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. The total number of shares authorized to be issued was changed from 100,000,000 shares to 400,000,000 shares following a partial amendment to the Articles of Incorporation on that day. Each description as of the end of the interim period under review (September 30, 2025) is based on a standard before the stock split.

##### (ii) Issued shares

Class of shares	Number of shares issued as of the end of the interim period (Shares) (September 30, 2025)	Number of shares issued as of the submission date (Shares) (November 11, 2025)	Name of listed financial instruments exchange or registered or licensed financial instruments firms association	Description
Common stock	40,988,732	163,954,928	Tokyo Stock Exchange Prime Section	The number of shares constituting a standard unit 100 shares
Total	40,988,732	163,954,928	—	—

Note: The number of shares issued as of the end of the interim period under review (September 30, 2025) presents the figure before the stock split.

The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. The number of shares issued as of the submission date (November 11, 2025) is 163,954,928 shares.

##### (2) Status of the share acquisition rights

##### (i) Stock option plans

No items to report.

##### (ii) Other share acquisition rights, etc.

No items to report.

##### (3) Exercise status of bonds with share acquisition rights containing a clause for exercise price adjustment

No items to report.

##### (4) Changes in the number of shares issued and the amount of share capital and other

Date	Changes in the number of shares issued (Shares)	Balance of the number of shares issued (Shares)	Changes in share capital (Millions of yen)	Balance of share capital (Millions of yen)	Changes in legal capital surplus (Millions of yen)	Balance of legal capital surplus (Millions of yen)
From April 1, 2025 to September 30, 2025	(509,300)	40,988,732	—	6,113	—	6,190

Notes: 1. Decrease due to cancellation of treasury shares.

2. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025, which resulted in no change in the amount of share capital. Figures for the interim period under review are presented based on a standard before the stock split.

## (5) Major shareholders

As of September 30, 2025

Individual or company name	Address	Number of shares held (Thousands of shares)	Number of shares (excluding treasury shares) held as a percentage of total shares issued (%)
The Master Trust Bank of Japan, Ltd. (Trust Account)	Akasaka Intercity AIR, 1-8-1 Akasaka, Minato-ku, Tokyo	5,175	12.99
DTS Group Employee Shareholding Association	Empire Building, 2-23-1 Hatchobori, Chuo-ku, Tokyo	2,967	7.45
STATE STREET BANK AND TRUST CLIENT OMNIBUS ACCOUNT OM02 505002 (Standing proxy: Settlement & Clearing Services Department, Mizuho Bank, Ltd.)	One Congress Street, Suite 1, Boston, Massachusetts (Tower A, SHINAGAWA INTERCITY, 2-15-1, Konan, Minato-ku, Tokyo)	2,312	5.80
Custody Bank of Japan, Ltd. (Trust Account)	1-8-12 Harumi, Chuo-ku, Tokyo	1,688	4.24
STATE STREET BANK AND TRUST COMPANY 505001 (Standing proxy: Settlement & Clearing Services Department, Mizuho Bank, Ltd.)	One Congress Street, Suite 1, Boston, Massachusetts (Tower A, SHINAGAWA INTERCITY, 2-15-1, Konan, Minato-ku, Tokyo)	1,210	3.04
NTC Corporation	3-1-1 Higashi-Ikebukuro, Toshima-ku, Tokyo	1,171	2.94
THE BANK OF NEW YORK MELLON 140044 (Standing proxy: Settlement & Clearing Services Department, Mizuho Bank, Ltd.)	240 Greenwich Street, New York, NY 10286, United States (Tower A, SHINAGAWA INTERCITY, 2-15-1, Konan, Minato-ku, Tokyo)	986	2.47
Chitomu Kosaki	Urayasu City, Chiba	803	2.02
NTT DATA Japan Corporation	3-3-3 Toyosu, Koto-ku, Tokyo	771	1.94
JPMorgan Chase Bank 385632 (Standing proxy: Settlement & Clearing Services Department, Mizuho Bank, Ltd.)	25 Bank Street, Canary Wharf, London, E14 5JP, United Kingdom (Tower A, SHINAGAWA INTERCITY, 2-15-1, Konan, Minato-ku, Tokyo)	770	1.93
Total	—	17,854	44.82

Notes: 1. According to its Large Shareholding Report (Change Report) issued for public inspection dated December 22, 2020, Mizuho Bank, Ltd. and its joint holders owned a stake in the Company as of December 15, 2020 as detailed below. However, the Company was not able to confirm the number of actual shares held by that investor as of September 30, 2025, and the Company has not included Mizuho Bank, Ltd. in the list of major shareholders detailed above.

For reference, the content of the Large Shareholding Report (Change Report) is as follows:

Individual or company name	Address	Number of shares held (Thousands of shares)	Percentage of shares, etc. held (%)
Mizuho Bank, Ltd.	1-5-5 Otemachi, Chiyoda-ku, Tokyo	621	1.23
Asset Management One Co., Ltd.	1-8-2 Marunouchi, Chiyoda-ku, Tokyo	1,298	2.57

2. According to its Large Shareholding Report (Change Report) issued for public inspection dated August 5, 2021, Acadian Asset Management LLC owned a stake in the Company as of July 30, 2021 as detailed below. However, the Company was not able to confirm the number of actual shares held by that investor as of September 30, 2025, and the Company has not included Acadian Asset Management LLC in the list of major shareholders detailed above.

For reference, the content of the Large Shareholding Report (Change Report) is as follows:

Individual or company name	Address	Number of shares held (Thousands of shares)	Percentage of shares, etc. held (%)
Acadian Asset Management LLC	20F, 260 Franklin Street, Boston, Massachusetts, United States	1,749	3.47

3. According to its Large Shareholding Report (Change Report) issued for public inspection dated June 6, 2024, Asset Value Investors Limited owned a stake in the Company as of May 31, 2024 as detailed below. However, the Company was not able to confirm the number of actual shares held by that investor as of September 30, 2025, and the Company has not included Asset Value Investors Limited in the list of major shareholders detailed above.

For reference, the content of the Large Shareholding Report (Change Report) is as follows:

Individual or company name	Address	Number of shares held (Thousands of shares)	Percentage of shares, etc. held (%)
Asset Value Investors Limited	2 Cavendish Square London, United Kingdom	2,479	5.26

4. According to its Large Shareholding Report (Change Report) issued for public inspection dated September 19, 2025, Sumitomo Mitsui Trust Bank, Limited and its joint holders owned a stake in the Company as of September 15, 2025 as detailed below. However, the Company was not able to confirm the number of actual shares held by that investor as of September 30, 2025, and the Company has not included Sumitomo Mitsui Trust Bank, Limited in the list of major shareholders detailed above.

For reference, the content of the Large Shareholding Report is as follows:

Individual or company name	Address	Number of shares held (Thousands of shares)	Percentage of shares, etc. held (%)
Sumitomo Mitsui Trust Bank, Limited	1-4-1 Marunouchi, Chiyoda-ku, Tokyo	531	1.30
Sumitomo Mitsui Trust Asset Management Co., Ltd.	1-1-1 Shibakoen, Minato-ku, Tokyo	861	2.10
Amova Asset Management Co., Ltd.	9-7-1 Akasaka, Minato-ku, Tokyo	491	1.20

5. The number of shares held shown above presents the number of shares held before the stock split based on the shareholder register as of September 30, 2025. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025.

(6) Status of voting rights

(i) Issued shares

As of September 30, 2025

Category	Number of shares (Shares)	Number of voting rights (Units)	Description
Shares with no voting rights	–	–	–
Shares with restricted voting rights (Treasury shares, etc.)	–	–	–
Shares with restricted voting rights (Others)	–	–	–
Shares with full voting rights (Treasury shares, etc.)	(Treasury shares) Common stock 1,151,500	–	–
Shares with full voting rights (Others)	Common stock 39,803,300	398,033	–
Stocks of less than a standard unit	Common stock 33,932	–	Stocks of less than a standard unit (100 shares)
Total number of issued shares	40,988,732	–	–
Total voting rights held by all shareholders	–	398,033	–

- Notes:
1. Number of shares and number of voting rights in the “Shares with full voting rights (Others)” section include 26,800 shares and 268 voting rights in the name of Japan Securities Depository Center.
  2. The number of voting rights as of the end of the interim period under review (September 30, 2025) is presented based on the number of issued shares before the stock split. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025.

(ii) Treasury shares, etc.

As of September 30, 2025

Name or designation of owner	Addresses of owner	Number of shares held under own name (Shares)	Number of shares held under the name of a third party (Shares)	Total number of shares held (Shares)	Ratio of shares held to the total number of shares issued (%)
DTS CORPORATION	2-23-1 Hatchobori, Chuo-ku, Tokyo	1,151,500	–	1,151,500	2.81
Total	–	1,151,500	–	1,151,500	2.81

- Notes:
1. At a meeting of the Board of Directors held on May 1, 2025, the Company resolved on the acquisition of its treasury shares pursuant to the provisions of Article 156 of the Companies Act as applied by replacing certain terms under the provisions of Article 165, paragraph (3) of the same Act. Accordingly, the Company acquired 509,300 treasury shares during the period from May 2, 2025 to July 31, 2025.
  2. At a meeting of the Board of Directors held on May 1, 2025, the Company resolved on the cancellation of its treasury shares pursuant to the provisions of Article 178 of the Companies Act. Accordingly, the Company cancelled 509,300 shares on August 13, 2025.
  3. At a meeting of the Board of Directors held on June 24, 2025, the Company resolved on the disposal of treasury shares as restricted stock compensation. Accordingly, 10,291 shares were disposed of on July 15, 2025.
  4. At a meeting of the Board of Directors held on June 24, 2025, the Company resolved on the disposal of treasury shares for granting restricted shares for the Employee Shareholding Association. Accordingly, 41,982 shares were disposed of on July 25, 2025.
  5. As a result of the acquisition, cancellation, and disposals as described in Notes 1 through 4 above, the total of the number of treasury shares held and the number of shares held as of September 30, 2025 were 1,151,514 shares, respectively, including the number of shares acquired through the repurchase of fractional shares.
  6. The number of voting rights as of the end of the interim period under review (September 30, 2025) is presented based on the number of issued shares before the stock split. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025.

2. Directors (and other officers)

No items to report.

#### **IV. Financial Information**

1. Basis of preparation of the interim consolidated financial statements

The interim consolidated financial statements of the Company are prepared in accordance with the Ministry of Finance Ordinance No. 28, 1976 “Regulations on Terminology, Forms and Preparation Methods of Consolidated Financial Statements” (hereinafter the “Regulations for Consolidated Financial Statements”).

The Company falls into the category of companies listed in the upper column of Item 1 of the table for Article 24-5, paragraph (1) of the Financial Instruments and Exchange Act, and has prepared Type 1 interim consolidated financial statements in accordance with Parts 1 and 3 of the Regulations for Consolidated Financial Statements.

2. Auditing and attestation

The interim consolidated financial statements for the interim period of the fiscal year ending March 31, 2026 (from April 1, 2025 to September 30, 2025) were reviewed by Ernst & Young ShinNihon LLC, pursuant to the provisions of Article 193-2, paragraph (1) of the Financial Instruments and Exchange Act.

1. Interim consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	29,922	26,877
Notes and accounts receivable - trade, and contract assets	23,847	22,673
Securities	596	1,994
Merchandise and finished goods	1,130	1,115
Work in process	368	213
Raw materials and supplies	86	71
Other	1,869	2,608
Allowance for doubtful accounts	(22)	(17)
<b>Total current assets</b>	<b>57,798</b>	<b>55,537</b>
Non-current assets		
Property, plant and equipment	4,335	4,477
Intangible assets		
Goodwill	4,988	4,783
Other	911	829
<b>Total intangible assets</b>	<b>5,900</b>	<b>5,613</b>
Investments and other assets		
Other	12,360	13,051
Allowance for doubtful accounts	(6)	(7)
<b>Total investments and other assets</b>	<b>12,353</b>	<b>13,044</b>
<b>Total non-current assets</b>	<b>22,588</b>	<b>23,136</b>
<b>Total assets</b>	<b>80,387</b>	<b>78,673</b>

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	7,566	6,595
Income taxes payable	3,160	3,003
Provision for bonuses	3,754	3,187
Provision for bonuses for directors (and other officers)	72	55
Provision for loss on orders received	27	1
Other	5,864	5,294
Total current liabilities	20,445	18,137
Non-current liabilities		
Retirement benefit liability	254	259
Other	341	506
Total non-current liabilities	596	766
Total liabilities	21,042	18,903
<b>Net assets</b>		
Shareholders' equity		
Share capital	6,113	6,113
Capital surplus	4,992	4,992
Retained earnings	48,562	48,885
Treasury shares	(4,412)	(4,645)
Total shareholders' equity	55,255	55,345
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,726	2,474
Foreign currency translation adjustment	263	103
Remeasurements of defined benefit plans	816	763
Total accumulated other comprehensive income	2,805	3,341
Non-controlling interests	1,283	1,084
Total net assets	59,344	59,770
Total liabilities and net assets	80,387	78,673

## (2) Consolidated statements of income and consolidated statements of comprehensive income

## Consolidated statements of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	59,854	66,926
Cost of sales	46,635	52,132
Gross profit	13,218	14,793
Selling, general and administrative expenses	* 6,763	* 6,710
Operating profit	6,455	8,083
Non-operating income		
Interest income	50	63
Dividend income	56	66
Surrender value of insurance policies	15	33
Other	89	140
Total non-operating income	212	303
Non-operating expenses		
Interest expenses	3	3
Loss on investments in investment partnerships	—	145
Commission for purchase of treasury shares	5	3
Foreign exchange losses	28	—
Other	7	2
Total non-operating expenses	45	154
Ordinary profit	6,623	8,232
Extraordinary income		
Gain on sale of non-current assets	5	—
Gain on sale of investment securities	—	67
Total extraordinary income	5	67
Extraordinary losses		
Loss on retirement of non-current assets	11	0
Loss on sale of shares of subsidiaries and associates	—	124
Office relocation expenses	11	—
Total extraordinary losses	22	124
Profit before income taxes	6,605	8,175
Income taxes	2,137	2,654
Profit	4,467	5,520
Profit attributable to non-controlling interests	10	54
Profit attributable to owners of parent	4,457	5,466



Consolidated statements of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	4,467	5,520
Other comprehensive income		
Valuation difference on available-for-sale securities	85	748
Foreign currency translation adjustment	381	(250)
Remeasurements of defined benefit plans, net of tax	(38)	(53)
Total other comprehensive income	428	444
Comprehensive income	4,896	5,965
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,750	6,001
Comprehensive income attributable to non-controlling interests	146	(36)

## (3) Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	6,605	8,175
Depreciation	327	412
Amortization of goodwill	203	205
Increase (decrease) in provision for bonuses	(461)	(559)
Increase (decrease) in provision for bonuses for directors (and other officers)	(54)	(17)
Increase (decrease) in provision for loss on orders received	(9)	(26)
Decrease (increase) in retirement benefit asset	(51)	(51)
Increase (decrease) in retirement benefit liability	(47)	(60)
Loss (gain) on sale of shares of subsidiaries and associates	—	124
Decrease (increase) in accounts receivable - trade, and contract assets	3,171	991
Decrease (increase) in inventories	(566)	180
Increase (decrease) in trade payables	(369)	(889)
Other, net	(1,468)	(1,088)
<b>Subtotal</b>	<b>7,280</b>	<b>7,397</b>
Interest and dividends received	82	211
Interest paid	(3)	(3)
Income taxes paid	(2,305)	(2,785)
<b>Net cash provided by (used in) operating activities</b>	<b>5,052</b>	<b>4,820</b>
<b>Cash flows from investing activities</b>		
Purchase of securities	(124)	(1,667)
Proceeds from sale and redemption of securities	209	450
Purchase of property, plant and equipment	(395)	(158)
Purchase of intangible assets	(269)	(100)
Purchase of investment securities	(600)	(0)
Proceeds from sale of investment securities	—	100
Payments into time deposits	(178)	(255)
Proceeds from withdrawal of time deposits	177	1,206
Net decrease (increase) in short-term loans receivable	1	0
Proceeds from distributions from investment partnerships	7	9
Purchase of long-term prepaid expenses	(200)	—
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	—	(325)
Payments for contingent considerations of shares of subsidiaries	—	(296)
Other, net	8	(30)
<b>Net cash provided by (used in) investing activities</b>	<b>(1,363)</b>	<b>(1,067)</b>
<b>Cash flows from financing activities</b>		
Purchase of treasury shares	(3,502)	(2,503)
Decrease (increase) in cash segregated as deposits	(2,507)	—
Dividends paid	(2,485)	(3,096)
Other, net	(46)	(56)
<b>Net cash provided by (used in) financing activities</b>	<b>(8,541)</b>	<b>(5,656)</b>
Effect of exchange rate change on cash and cash equivalents	91	(90)
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(4,760)</b>	<b>(1,994)</b>
Cash and cash equivalents at beginning of period	37,557	28,405
<b>Cash and cash equivalents at end of period</b>	<b>* 32,797</b>	<b>* 26,410</b>

## Notes to consolidated financial statements

### (Specific accounting applied for preparing interim consolidated financial statements)

#### (Calculation of taxes)

Taxes are calculated first by reasonably estimating the effective tax rate after applying tax effect accounting against profit before income taxes for the fiscal year including the interim period under review, and next by multiplying the periodical profit before income taxes by such estimated effective tax rate.

### (Interim consolidated balance sheets)

#### (Contingent liabilities)

As it has been recognized that, at a certain overseas subsidiary of the Company, inappropriate payments were made to individuals deemed to be public servants and others in the previous fiscal years and that those payments may be a violation of local anti-corruption laws and other relevant laws and regulations, there is a possibility that this could lead to an investigation or prosecution by the local authorities in the future. However, the situation is uncertain at present. In addition, it is difficult for the Company to make any reasonable estimate of a specific future loss to be incurred because there are many uncertainties involved in the estimation of any fines or penalties that would be imposed by the authorities.

### (Interim consolidated statements of income)

#### \* Main items of selling, general and administrative expenses

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Salaries and allowances	2,216	2,322
Provision for bonuses	503	481
Commission expenses	1,452	1,042

### (Interim consolidated statements of cash flows)

#### \* Reconciliation of interim closing balance of cash and cash equivalents and the related account on the interim consolidated balance sheets

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash and deposits	34,200	26,877
Time deposits with a maturity over 3 months	(1,402)	(466)
Cash and cash equivalents	32,797	26,410

(Shareholders' equity)

I. For the interim period ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

1. Amount of dividends paid

(Resolution)	Class of shares	Total amount of dividends (Millions of yen)	Dividend per share (Yen)	Record date	Effective date	Source of dividends
June 25, 2024 Annual General Meeting of Shareholders	Common shares	2,488	58	March 31, 2024	June 26, 2024	Retained earnings

2. Dividends for which the record date falls in the six months under review the effective date is arriving after the end of the interim period under review

(Resolution)	Class of shares	Total amount of dividends (Millions of yen)	Dividend per share (Yen)	Record date	Effective date	Source of dividends
October 29, 2024 Board of Directors	Common shares	2,105	50	September 30, 2024	November 21, 2024	Retained earnings

II. For the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

1. Amount of dividends paid

(Resolution)	Class of shares	Total amount of dividends (Millions of yen)	Dividend per share (Yen)	Record date	Effective date	Source of dividends
June 24, 2025 Annual General Meeting of Shareholders	Common shares	3,102	77	March 31, 2025	June 25, 2025	Retained earnings

2. Dividends for which the record date falls in the six months under review the effective date is arriving after the end of the interim period under review

(Resolution)	Class of shares	Total amount of dividends (Millions of yen)	Dividend per share (Yen)	Record date	Effective date	Source of dividends
November 5, 2025 Board of Directors	Common shares	2,390	60	September 30, 2025	November 21, 2025	Retained earnings

(Segment information, etc.)

Segment information

I. For the interim period ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

1. Information about net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Adjustment (Note 1)	Amount reported on the interim consolidated statements of income (Note 2)
	Operation & Solutions	Technology & Solutions	Platforms & Services	Total		
Net sales						
Sales to external customers	25,308	20,764	13,781	59,854	—	59,854
Intersegment sales or transfers	771	49	236	1,058	(1,058)	—
Total	26,080	20,814	14,018	60,912	(1,058)	59,854
Segment profit	2,974	2,075	1,404	6,454	1	6,455

Notes: 1. There were no material segment profit adjustments.

2. Segment profit is reconciled to operating profit in the interim consolidated statements of income.

2. Information about impairment loss or goodwill, etc. on non-current assets by reportable segment

(Significant changes in amount of goodwill)

No items to report.

II. For the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

1. Information about net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Adjustment (Note 1)	Amount reported on the interim consolidated statements of income (Note 2)
	Operation & Solutions	Technology & Solutions	Platforms & Services	Total		
Net sales						
Sales to external customers	26,680	22,776	17,469	66,926	—	66,926
Intersegment sales or transfers	768	50	301	1,121	(1,121)	—
Total	27,448	22,827	17,771	68,047	(1,121)	66,926
Segment profit	3,567	2,799	1,717	8,084	(1)	8,083

Notes: 1. There were no material segment profit adjustments.

2. Segment profit is reconciled to operating profit in the interim consolidated statements of income.

2. Information about impairment loss or goodwill, etc. on non-current assets by reportable segment

(Significant changes in amount of goodwill)

No items to report.

(Revenue recognition)

Breakdown of revenue arising from contracts with customers

For the interim period ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(Millions of yen)

	Reportable segment			Total
	Operation & Solutions	Technology & Solutions	Platforms & Services	
Services	2,550	6,613	10,852	20,016
SI and development	22,497	13,976	629	37,103
Products	260	174	2,299	2,734
Revenue arising from contracts with customers	25,308	20,764	13,781	59,854
Sales to external customers	25,308	20,764	13,781	59,854

For the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(Millions of yen)

	Reportable segment			Total
	Operation & Solutions	Technology & Solutions	Platforms & Services	
Services	3,755	7,497	10,066	21,319
SI and development	22,365	15,007	3,199	40,571
Products	559	271	4,204	5,035
Revenue arising from contracts with customers	26,680	22,776	17,469	66,926
Sales to external customers	26,680	22,776	17,469	66,926

(Per share information)

Basic earnings per share and the calculation basis are as follows.

	Six months ended September 30, 2024	Six months ended September 30, 2025
Basic earnings per share (Yen)	26.19	34.17
<i>(Calculation basis)</i>		
Profit attributable to owners of parent (Millions of yen)	4,457	5,466
Amount not attributable to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent related to common stock (Millions of yen)	4,457	5,466
Average number of outstanding shares of common stock during the period (Shares)	170,187,996	159,961,371

Notes: 1. Diluted earnings per share are not presented since no potential shares exist.

2. The Company conducted a 4-for-1 stock split of common shares effective October 1, 2025. Accordingly, basic earnings per share are calculated assuming that the stock split took place at the beginning of the fiscal year ended March 31, 2025.

(Significant subsequent events)

Stock split and partial amendment to the Articles of Incorporation accompanying the stock split

In accordance with a resolution passed by the Board of Directors at a meeting held on August 4, 2025, the Company conducted a stock split and a partial amendment to the Articles of Incorporation corresponding to the stock split, with the effective date of October 1, 2025.

1. Stock split

(1) Purpose of the stock split

The purpose of the stock split is to lower the investment unit of our shares, making them more accessible while enhancing liquidity and expanding our investor base.

(2) Stock split method

Using September 30, 2025 as the record date, we conducted a 4-for-1 stock split for common shares owned by shareholders listed or recorded in the final shareholder registry on that day.

(3) Number of shares to be increased by the stock split

Total number of shares issued before the stock split: 40,988,732 shares

Number of shares to be increased by the stock split: 122,966,196 shares

Total number of issued shares after the stock split: 163,954,928 shares

Total number of shares authorized to be issued after the stock split: 400,000,000 shares

(4) Timetable for the stock split

Record date announcement: September 12, 2025

Record date: September 30, 2025

Effective date: October 1, 2025

(5) Impact on per-share information

The impact on per-share information is described in the per share information.

(6) Others

The amount of share capital will remain unchanged after the stock split.

2. Partial amendment to the Articles of Incorporation

(1) Reasons for the amendments

In light of the above-mentioned stock split, the Company amended part of its Articles of Incorporation pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act, with the effective date of October 1, 2025.

(2) Details of the amendments

The details of the amendment are as follows.

(Amended parts are underlined.)

Articles of Incorporation before amendment	Article of Incorporation after amendment
Article 6 (Total number of shares authorized to be issued) The total number of shares authorized to be issued by the Company shall be <u>100,000,000</u> shares.	Article 6 (Total number of shares authorized to be issued) The total number of shares authorized to be issued by the Company shall be <u>400,000,000</u> shares.

(3) Schedule for amendment

Effective date of the amendment to the Articles of Incorporation: October 1, 2025

## 2. Other

At the Board of Directors meeting held on November 5, 2025, the Company resolved the interim dividends for the 54th fiscal year as follows.

The total amount of interim dividends	¥2,390 million
Dividend per share	¥60
Effective date of the right to claim payment of dividends and the payment commencement date	November 21, 2025

Note: The Company will pay dividends to shareholders registered or recorded on the shareholders' register as of September 30, 2025.



**Part II. Information on Guarantors for the Company**

No items to report.

Independent Auditor's Interim Review Report on the Interim Consolidated Financial Statements  
(English Translation)

November 11, 2025

To the Board of Directors  
DTS CORPORATION

Ernst & Young ShinNihon LLC

Tokyo office

Masaki Mitsuji  
Certified Public Accountant  
Designated and Engagement Partner

Saori Nakata  
Certified Public Accountant  
Designated and Engagement Partner

*Conclusion*

Pursuant to the provisions in Article 193-2, paragraph (1) of the Financial Instruments and Exchange Act, we have conducted an interim review on the interim consolidated financial statements, which comprise the interim consolidated balance sheets, interim consolidated statements of income, interim consolidated statements of comprehensive income, interim consolidated statements of cash flows and notes of DTS CORPORATION (the "Company") for the interim period ended September 30, 2025 (from April 1, 2025 to September 30, 2025) of the fiscal year from April 1, 2025 through March 31, 2026, as listed in "Financial Information."

In our interim review, nothing has come to our attention that causes us to believe that the interim consolidated financial statements referred to above do not present fairly, in all material respects, the financial positions of DTS CORPORATION and its consolidated subsidiaries as of September 30, 2025, and that their operating results and status of cash flows for the interim period ended on such date are not in conformity with accounting principles generally accepted in Japan.

*Basis for conclusion*

We conducted our interim review in accordance with the interim review standards that are generally accepted in Japan. Our responsibilities under the interim review standards are described in "Auditor's Responsibility in the Interim Review of the Interim Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan (including those applicable to audits of financial statements of entities of significant public interest), and are fulfilling other ethical responsibilities as an auditor. We believe that we have obtained evidence to provide a basis for our conclusion.

*Responsibilities of Management and the Audit and Supervisory Committee for the Interim Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of the interim consolidated financial statements in accordance with accounting principles generally accepted in Japan. This includes the design and operation of internal control as management deems necessary to enable the preparation and fair presentation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the interim consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the interim consolidated financial statements in accordance with the premise of a going concern, and for disclosing matters relating to going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

The Audit and Supervisory Committee is responsible for overseeing the execution of Directors' duties related to designing and operating the financial reporting process.

### *Auditor's Responsibility for the Interim Review of the Interim Consolidated Financial Statements*

Our responsibility is to express our conclusion on the interim consolidated financial statements from an independent standpoint in a Report on the Interim Review of the Interim Consolidated Financial Statements based on our interim review.

We make professional judgments in the interim review process in accordance with interim review standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Mainly make inquiries to management, persons in charge of financial and accounting matters, and other relevant personnel, and perform analytical and other interim review procedures. Interim review procedures are more limited in scope than an audit of annual financial statements performed in accordance with auditing standards generally accepted in Japan.
- Based on the audit evidence, if we determine that there is a significant uncertainty in regard to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern, we will conclude, on whether nothing has come to our attention that causes us to believe that the interim consolidated financial statements are not fairly presented in accordance with accounting principles generally accepted in Japan. In addition, if there is a significant uncertainty concerning the premise of a going concern, the auditor is required to call attention to the notes to the interim consolidated financial statements in the Report on the Interim Review of the Interim Consolidated Financial Statements, or if the notes to the interim consolidated financial statements pertaining to the significant uncertainty are inappropriate, the auditor is required to express a qualified conclusion or an adverse conclusion on the interim consolidated financial statements. While the auditor's conclusion is based on the evidence obtained up to the date of the Report on the Interim Review of the Interim Consolidated Financial Statements, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether nothing has come to our attention that causes us to believe that the presentation of and notes to the interim consolidated financial statements are not in accordance with accounting principles generally accepted in Japan, we assess whether nothing has come to our attention that causes us to believe that the presentation, structure, and content of the interim consolidated financial statements including related notes, and the transactions and accounting events on which the interim consolidated financial statements are based are not fairly presented.
- Obtain evidence regarding the financial information of the Company and its consolidated subsidiaries in order to express a conclusion on the interim consolidated financial statements. We are responsible for the direction, supervision, and examination of the interim review of the interim consolidated financial statements. We are solely responsible for our conclusion.

We communicate with the Audit and Supervisory Committee regarding the planned scope, timing, and significant findings of the interim review.

We also provide the Audit and Supervisory Committee with a statement that we have complied with the provisions of professional ethics in Japan regarding independence, matters that may reasonably be thought to bear on our independence, and details of whether measures are taken to delete disincentives or whether safeguards are applied in order to mitigate disincentives to an acceptable level.

### *Interest*

Our firm and engagement partners have no interests in the Company requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

- 
- Notes:
1. The original of the above Report on the Interim Review of the Interim Consolidated Financial Statements is kept separately by the Company (the company submitting the Interim Securities Report).
  2. The XBRL data is not included in the scope of interim review.