

May 8, 2025

Consolidated Financial Results for the Six Months Ended March 31, 2025 (Under Japanese GAAP)

Company name: NISHIO HOLDINGS CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 9699
 URL: <https://nishio-grp.co.jp/>
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 Scheduled date to file semi-annual securities report: May 12, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

1. Consolidated financial results for the six months ended March 31, 2025 (from October 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended March 31, 2025	111,543	9.9	11,421	11.1	11,192	12.4	7,297	14.0
March 31, 2024	101,464	7.3	10,283	9.2	9,954	8.6	6,402	7.7

Note: Comprehensive income For the six months ended March 31, 2025: ¥6,968 million [3.8%]
 For the six months ended March 31, 2024: ¥6,710 million [12.3%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended March 31, 2025	262.85	262.77
March 31, 2024	230.62	230.54

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of March 31, 2025	306,770	137,192	44.0
September 30, 2024	290,682	134,311	45.5

Reference: Equity
 As of March 31, 2025: ¥134,861 million
 As of September 30, 2024: ¥132,146 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended September 30, 2024	-	0.00	-	126.00	126.00
Fiscal year ending September 30, 2025	-	0.00			
Fiscal year ending September 30, 2025 (Forecast)				128.00	128.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending September 30, 2025 (from October 1, 2024 to September 30, 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
Fiscal year ending September 30, 2025	208,000	4.5	18,550	2.8	17,800	2.3	11,800	1.7	425.04

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: 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: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	28,391,464 shares
As of September 30, 2024	28,391,464 shares

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

As of March 31, 2025	628,918 shares
As of September 30, 2024	629,518 shares

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

Six months ended March 31, 2025	27,762,204 shares
Six months ended March 31, 2024	27,761,501 shares

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

* Proper use of earnings forecasts, and other special matters

Earnings forecasts are based on information available at the time of publication, contain risks and uncertainties, and are not intended to be a promise by the Company to achieve them. Therefore, please be aware that actual results may differ significantly from the stated amounts due to economic conditions, market trends, competitive conditions, and other factors surrounding the Group. For information on the assumptions on which earnings forecasts are based and precautions to be taken when using earnings forecasts, see "1. Qualitative Information on the Interim Financial Results (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Semi-annual consolidated balance sheet

(Millions of yen)

	As of September 30, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	49,822	57,645
Notes and accounts receivable - trade, and contract assets	46,657	49,921
Merchandise and finished goods	5,065	5,088
Work in process	1,299	2,245
Raw materials and supplies	1,793	1,856
Other	9,177	15,456
Allowance for doubtful accounts	(1,083)	(762)
Total current assets	112,732	131,451
Non-current assets		
Property, plant and equipment		
Assets for rent, net	88,855	88,345
Land	37,365	37,379
Other, net	38,775	38,242
Total property, plant and equipment	164,996	163,968
Intangible assets		
Goodwill	1,017	855
Other	1,643	1,484
Total intangible assets	2,660	2,340
Investments and other assets		
Other	10,654	9,641
Allowance for doubtful accounts	(362)	(631)
Total investments and other assets	10,291	9,010
Total non-current assets	177,949	175,318
Total assets	290,682	306,770

	As of September 30, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	26,489	33,738
Short-term borrowings	5,526	5,481
Current portion of long-term borrowings	10,727	11,425
Current portion of bonds payable	150	-
Lease liabilities	13,163	13,282
Income taxes payable	4,472	3,736
Provision for bonuses	3,154	2,946
Provision for bonuses for directors (and other officers)	216	137
Other	22,728	24,482
Total current liabilities	86,629	95,231
Non-current liabilities		
Bonds payable	525	-
Long-term borrowings	38,730	43,010
Lease liabilities	26,391	27,516
Provision for retirement benefits for directors (and other officers)	257	204
Retirement benefit liability	996	1,005
Asset retirement obligations	1,096	1,132
Other	1,743	1,477
Total non-current liabilities	69,741	74,345
Total liabilities	156,370	169,577
Net assets		
Shareholders' equity		
Share capital	8,100	8,100
Capital surplus	7,131	7,133
Retained earnings	114,514	117,746
Treasury shares	(1,881)	(1,879)
Total shareholders' equity	127,865	131,100
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	465	406
Deferred gains or losses on hedges	1	19
Foreign currency translation adjustment	3,814	3,334
Total accumulated other comprehensive income	4,281	3,760
Share acquisition rights	10	10
Non-controlling interests	2,153	2,320
Total net assets	134,311	137,192
Total liabilities and net assets	290,682	306,770

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Net sales	101,464	111,543
Cost of sales	60,399	66,660
Gross profit	41,065	44,882
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	124	44
Salaries and bonuses	10,210	10,885
Provision for bonuses	2,511	2,792
Provision for bonuses for directors (and other officers)	109	137
Retirement benefit expenses	389	402
Provision for retirement benefits for directors (and other officers)	17	42
Other	17,418	19,156
Total selling, general and administrative expenses	30,782	33,460
Operating profit	10,283	11,421
Non-operating income		
Interest income	49	48
Dividend income	10	7
Subsidy income	125	12
Compensation income	9	160
Other	355	507
Total non-operating income	550	737
Non-operating expenses		
Interest expenses	735	846
Foreign exchange losses	111	67
Other	31	51
Total non-operating expenses	879	966
Ordinary profit	9,954	11,192
Extraordinary income		
Gain on sale of non-current assets	41	32
Gain on sale of investment securities	4	-
Total extraordinary income	45	32
Extraordinary losses		
Loss on sale and retirement of non-current assets	27	163
Loss on valuation of investment securities	-	63
Total extraordinary losses	27	226
Profit before income taxes	9,973	10,998
Income taxes - current	3,674	3,596
Income taxes - deferred	(197)	13
Total income taxes	3,476	3,609
Profit	6,496	7,388
Profit attributable to non-controlling interests	94	91
Profit attributable to owners of parent	6,402	7,297

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Profit	6,496	7,388
Other comprehensive income		
Valuation difference on available-for-sale securities	244	(59)
Deferred gains or losses on hedges	(27)	18
Foreign currency translation adjustment	(2)	(379)
Total other comprehensive income	214	(420)
Comprehensive income	6,710	6,968
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,600	6,777
Comprehensive income attributable to non-controlling interests	109	191

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended March 31, 2024	Six months ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	9,973	10,998
Depreciation	16,575	16,955
Amortization of goodwill	166	241
Increase (decrease) in allowance for doubtful accounts	64	(61)
Increase (decrease) in provision for bonuses	92	(220)
Increase (decrease) in provision for bonuses for directors (and other officers)	(51)	(79)
Increase (decrease) in retirement benefit liability	31	2
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(50)	(55)
Interest and dividend income	(60)	(55)
Interest expenses	735	846
Loss (gain) on sale of investment securities	(4)	-
Loss (gain) on valuation of investment securities	2	63
Loss (gain) on sale and retirement of non-current assets	(13)	131
Transfer cost from sales of assets for rent	513	497
Purchase of assets for lease	(12,469)	(10,590)
Decrease (increase) in trade receivables	(1,074)	(2,861)
Decrease (increase) in inventories	(712)	(658)
Increase (decrease) in trade payables	3,010	7,058
Other, net	1,195	(2,778)
Subtotal	17,925	19,433
Interest and dividends received	97	56
Interest paid	(672)	(837)
Income taxes paid	(2,882)	(3,938)
Net cash provided by (used in) operating activities	14,467	14,714

	Six months ended March 31, 2024	Six months ended March 31, 2025
Cash flows from investing activities		
Payments into time deposits	(210)	(210)
Proceeds from withdrawal of time deposits	210	210
Decrease (increase) in short-term loans receivable	146	(5)
Purchase of property, plant and equipment	(4,048)	(1,953)
Proceeds from sale of property, plant and equipment	9	48
Purchase of intangible assets	(164)	(80)
Purchase of investment securities	(10)	(1)
Proceeds from sale of investment securities	7	-
Purchase of shares of subsidiaries and associates	(44)	-
Long-term loan advances	(120)	-
Proceeds from collection of long-term loans receivable	40	1
Payments of leasehold and guarantee deposits	(687)	(338)
Proceeds from refund of leasehold and guarantee deposits	40	85
Other, net	(0)	0
Net cash provided by (used in) investing activities	(4,831)	(2,243)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	61	15
Proceeds from long-term borrowings	8,859	10,900
Repayments of long-term borrowings	(4,190)	(5,240)
Redemption of bonds	(75)	(664)
Repayments of lease liabilities	(6,416)	(6,112)
Repayments of installment payables	(21)	(7)
Dividends paid	(3,109)	(3,498)
Dividends paid to non-controlling interests	(88)	(44)
Other, net	(0)	(1)
Net cash provided by (used in) financing activities	(4,981)	(4,653)
Effect of exchange rate change on cash and cash equivalents	(31)	(85)
Net increase (decrease) in cash and cash equivalents	4,623	7,731
Cash and cash equivalents at beginning of period	42,828	49,612
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	-	91
Cash and cash equivalents at end of period	47,452	57,435

(Notes on segment information, etc.)

I. Previous interim consolidated accounting period (October 1, 2023 to March 31, 2024)

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

(in millions of yen)

	Reportable segments	Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Rental-related business				
Sales					
Revenues from external customers	96,719	4,744	101,464	-	101,464
Transactions with other segments	30	177	208	(208)	-
Total	96,750	4,922	101,673	(208)	101,464
Segment Profit	9,707	393	10,100	182	10,283

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the import and sale of overseas construction machinery, the manufacture of studs, the manufacture of construction machinery, and the insurance and real estate leasing business.

2. Segment profit adjustments of ¥182 million include inter-segment transaction elimination of ¥(1,291) million and Company-wide revenues and expenses of ¥1,474 million not allocated to each reporting segment. Corporate revenue is revenue that is not attributable to reporting segments, and corporate expenses are general and administrative expenses that are not primarily attributable to reporting segments.

3. Segment profit is adjusted to operating income in the interim consolidated statements of income.

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

Not applicable.

II. Interim Consolidated Accounting Period (October 1, 2024 to March 31, 2025)

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

(in millions of yen)

	Reportable segments	Other (Note) 1	Total	Adjustment amount (Note) 2	Interim Consolidated Statements of Income (Note)3
	Rental-related business				
Sales					
Revenues from external customers	107,589	3,953	111,543	-	111,543
Transactions with other segments	24	300	325	(325)	-
Total	107,614	4,254	111,868	(325)	111,543
Segment Profit	10,892	306	11,199	222	11,421

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the import and sale of overseas construction machinery, the manufacture of studs, the manufacture of construction machinery, and the insurance and real estate leasing business.

2. Segment profit adjustments of ¥222 million include inter-segment transaction elimination of ¥(5,456) million and Company-wide revenues and expenses of ¥5,679 million not allocated to each reporting segment. Corporate revenue is revenue that is not attributable to reporting segments, and corporate expenses are general and administrative expenses that are not primarily attributable to reporting segments.

3. Segment profit is adjusted to operating income in the interim consolidated statements of income.

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

Not applicable.