

Translation

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Summary of Consolidated Financial Results for the Six Months Ended July 31, 2025 (Based on Japanese GAAP)

September 16, 2025

Company name: Ascentech K.K.
 Stock exchange listing: Tokyo
 Stock code: 3565 URL <https://www.ascentech.co.jp/>
 Representative: CEO Takashi Matsuura
 Inquiries: CFO Masanobu Sato TEL 03(5296)9331
 Scheduled date to file Semi-annual Securities Report: September 16, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors, analysts and general investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended July 31, 2025 (from February 1, 2025 to July 31, 2025)

(1) Consolidated operating results (cumulative)

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 July 31, 2025	10,833	88.4	1,098	355.8	1,116	135.6	773	137.5
Six months ended July 31, 2024	5,750	–	241	–	474	–	325	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended July 31, 2025	54.22	–
Six months ended July 31, 2024	24.53	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2025	30,687	5,021	16.4
As of January 31, 2025	9,309	4,202	45.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended January 31, 2025	–	0.00	–	15.00	15.00
Year ending January 31, 2026	–	0.00			
Year ending January 31, 2026 (Forecast)			–	23.00	23.00

3. Forecast of consolidated financial results for the year ending January 31, 2026 (from February 1, 2025 to January 31, 2026)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	17,000	16.5	2,200	153.5	2,250	84.7	1,630	89.6	114.05

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended July 31, 2025: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of July 31, 2025	14,580,000 shares	As of January 31, 2025	14,255,600 shares
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Number of treasury shares at the end of the period

As of July 31, 2025	261,082 shares	As of January 31, 2025	261,022 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended July 31, 2025	14,263,965 shares	Six months ended July 31, 2024	13,275,828 shares
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Semi-annual consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of January 31, 2025	As of July 31, 2025
Assets		
Current assets		
Cash and deposits	6,007,969	9,223,305
Accounts receivable - trade	1,418,067	9,846,175
Merchandise	490,993	519,741
Work in process	5,337	3,658
Prepaid expenses	30,578	3,504,708
Other	396,893	446,959
Total current assets	8,349,840	23,544,549
Non-current assets		
Property, plant and equipment	74,554	107,933
Intangible assets		
Goodwill	80,129	70,112
Other	137,016	127,592
Total intangible assets	217,145	197,705
Investments and other assets		
Long-term prepaid expenses	9,974	5,992,606
Other	658,110	844,219
Total investments and other assets	668,084	6,836,825
Total non-current assets	959,784	7,142,464
Total assets	9,309,625	30,687,014
Liabilities		
Current liabilities		
Accounts payable - trade	3,574,171	11,977,494
Accounts payable - other	95,497	2,046,550
Income taxes payable	289,057	369,572
Contract liabilities	1,007,495	1,168,183
Other	79,868	183,229
Total current liabilities	5,046,090	15,745,030
Non-current liabilities		
Retirement benefit liability	29,815	35,230
Long-term accounts payable - other	30,755	9,848,372
Other	—	36,624
Total non-current liabilities	60,570	9,920,226
Total liabilities	5,106,661	25,665,257
Net assets		
Shareholders' equity		
Share capital	435,412	554,629
Capital surplus	446,234	565,451
Retained earnings	3,488,164	4,051,723
Treasury shares	(237,579)	(237,680)
Total shareholders' equity	4,132,233	4,934,124
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	61,393	87,632
Deferred gains or losses on hedges	3,711	—
Total accumulated other comprehensive income	65,105	87,632
Share acquisition rights	5,625	—
Total net assets	4,202,964	5,021,756
Total liabilities and net assets	9,309,625	30,687,014

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended July 31, 2024	Six months ended July 31, 2025
Net sales	5,750,447	10,833,253
Cost of sales	5,114,270	9,154,160
Gross profit	636,176	1,679,093
Selling, general and administrative expenses	395,147	580,488
Operating profit	241,028	1,098,604
Non-operating income		
Interest income	2,321	6,932
Dividend income	1,038	3,284
Foreign exchange gains	226,070	—
Rental income	—	21,886
Other	3,574	2,591
Total non-operating income	233,004	34,694
Non-operating expenses		
Foreign exchange losses	—	15,582
Share issuance costs	—	1,036
Total non-operating expenses	—	16,618
Ordinary profit	474,033	1,116,680
Extraordinary income		
Gain on reversal of share acquisition rights	—	1,732
Total extraordinary income	—	1,732
Extraordinary losses		
Loss on retirement of non-current assets	887	—
Total extraordinary losses	887	—
Profit before income taxes	473,145	1,118,413
Income taxes - current	160,891	349,389
Income taxes - deferred	(13,440)	(4,453)
Total income taxes	147,451	344,936
Profit	325,694	773,477
Profit attributable to owners of parent	325,694	773,477

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended July 31, 2024	Six months ended July 31, 2025
Profit	325,694	773,477
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,700)	26,238
Deferred gains or losses on hedges	(63,247)	(3,711)
Total other comprehensive income	(67,947)	22,527
Comprehensive income	257,746	796,004
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	257,746	796,004

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended July 31, 2024	Six months ended July 31, 2025
Cash flows from operating activities		
Profit before income taxes	473,145	1,118,413
Depreciation	47,862	56,332
Amortization of goodwill	10,016	10,016
Amortization of prepaid expenses	—	2,153,902
Share-based payment expenses	3,023	2,100
Share issuance costs	—	1,036
Increase (decrease) in retirement benefit liability	1,230	5,415
Interest and dividend income	(3,359)	(10,216)
Foreign exchange losses (gains)	8,911	(104,901)
Loss on retirement of non-current assets	887	—
Gain on reversal of share acquisition rights	—	(1,732)
Decrease (increase) in trade receivables	(561,519)	(8,428,108)
Decrease (increase) in inventories	(189,696)	(27,068)
Decrease (increase) in advance payments to suppliers	60,878	82,428
Decrease (increase) in accounts receivable - other	12,836	(52,068)
Decrease (increase) in prepaid expenses	(8,663)	(5,630,133)
Decrease (increase) in long-term prepaid expenses	(3,271)	(5,982,632)
Increase (decrease) in trade payables	410,880	8,403,322
Increase (decrease) in contract liabilities	125,242	160,687
Increase (decrease) in accrued consumption taxes	(58,871)	76,574
Increase (decrease) in accounts payable - other	24,710	1,951,052
Increase (decrease) in long-term accounts payable - other	—	9,817,617
Other, net	(72,636)	45,891
Subtotal	281,606	3,647,931
Interest and dividends received	3,359	10,216
Income taxes paid	(141,590)	(269,792)
Net cash provided by (used in) operating activities	143,375	3,388,356
Cash flows from investing activities		
Purchase of investment securities	—	(149,927)
Purchase of property, plant and equipment	(29,946)	(49,121)
Purchase of intangible assets	(27,644)	—
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	15,000	—
Purchase of insurance funds	(5,323)	(5,311)
Payments of leasehold deposits	(8,394)	—
Net cash provided by (used in) investing activities	(56,307)	(204,359)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	600,000	—
Proceeds from exercise of employee share options	—	233,504
Purchase of treasury shares	—	(101)
Dividends paid	(132,440)	(209,713)
Net cash provided by (used in) financing activities	467,559	23,690
Effect of exchange rate change on cash and cash equivalents	(140)	7,648
Net increase (decrease) in cash and cash equivalents	554,486	3,215,335
Cash and cash equivalents at beginning of period	2,236,766	6,007,969
Cash and cash equivalents at end of period	2,791,252	9,223,305