

Translation

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November 11, 2025

CONSOLIDATED FINANCIAL RESULTS for the First Six Months of the Fiscal Year Ending March 31, 2026 <under Japanese GAAP>

Company name: TOMY COMPANY, LTD.
 Listing: Prime Market of the Tokyo Stock Exchange
 Securities identification code: 7867
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Scheduled date to file semi-annual securities report: November 12, 2025
 Scheduled date to commence dividend payments: December 10, 2025
 Supplementary material on financial results: Yes
 Financial results presentation meeting: Yes (for institutional investors and analysts)

(in millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the first six months of the fiscal year ending March 31, 2026 (From April 1, 2025 to September 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	%
September 30, 2025	127,884	5.9	11,730	(5.1)	11,826	(0.6)	8,125	(3.9)
September 30, 2024	120,709	25.6	12,361	54.3	11,892	61.5	8,454	50.6

Note: Comprehensive income
 Six months ended September 30, 2025 ¥8,794 million [121.7%]
 Six months ended September 30, 2024 ¥3,966 million [(67.7)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	yen	yen
September 30, 2025	91.25	91.22
September 30, 2024	94.12	94.09

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
September 30, 2025	167,580	109,179	65.1	1,228.01
March 31, 2025	165,770	106,398	64.2	1,186.44

Reference: Equity
 As of September 30, 2025 ¥109,146 million
 As of March 31, 2025 ¥106,364 million

2. Cash dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	yen	yen	yen	yen	yen
Fiscal year ended March 31, 2025	—	28.00	—	36.00	64.00
Fiscal year ending March 31, 2026	—	32.00			
Fiscal year ending March 31, 2026 (Forecast)			—	32.00	64.00

Note: Revisions to the cash dividends forecasts most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2026

(From April 1, 2025 to March 31, 2026)

(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 March 31, 2026	260,000	3.9	22,000	(11.5)	21,800	(9.3)	14,000	(14.4)	156.01

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

* Notes

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

(2) Application of specific accounting for preparing semi-annual consolidated financial statements: Yes

Note: For more details, please refer to the section of “(4) Notes Regarding Consolidated Financial Statements, (Notes regarding specific accounting for preparing semi-annual consolidated financial statements)” of “2. Semi-annual Consolidated Financial Statements and Significant Notes Thereto” on page 15 of the attached material.

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- a. Changes in accounting policies due to revisions to accounting standards: None
- b. Changes in accounting policies due to other reasons: None
- c. Changes in accounting estimates: None
- d. Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2025	93,616,650 shares
As of March 31, 2025	93,616,650 shares

b. Number of treasury shares at the end of the period

As of September 30, 2025	4,735,928 shares
As of March 31, 2025	3,965,831 shares

c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	89,049,371 shares
Six months ended September 30, 2024	89,822,791 shares

Note: The Company has introduced “Performance-linked stock-based compensation system for Directors (excluding outside directors and part-time directors)” and “Performance-linked stock-based compensation system for Executive Officers.” Treasury shares remaining in the “Performance-linked stock-based compensation system for Directors (excluding outside directors and part-time directors)” and the “Performance-linked stock-based compensation system for Executive Officers” that are recorded as treasury shares in shareholders’ equity are included in treasury shares to be deducted in the calculation of the total number of issued shares at the end of the period for the calculation of net assets per share. They are also included in treasury shares to be deducted in the calculation of the average number of shares during the period for the calculation of basic earnings per share.

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

* Proper use of earnings forecasts, and other special matters

Regarding future forecasts, please refer to “(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements,” under “1. Qualitative Information Regarding Consolidated Operating Results,” on page 9.

A financial results presentation meeting for institutional investors and analysts will be held online on November 11, 2025. Materials for the financial results presentation meeting will be available on our website on the same day.

[Attached Material]

1.	Qualitative Information Regarding Consolidated Operating Results	5
(1)	Overview of Operating Results	5
(2)	Overview of Financial Position.....	8
(3)	Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements.....	9
2.	Semi-annual Consolidated Financial Statements and Significant Notes Thereto.....	10
(1)	Consolidated Balance Sheet	10
(2)	Consolidated Statement of Income and Consolidated Statement of Comprehensive Income ...	12
(3)	Consolidated Statement of Cash Flows.....	14
(4)	Notes Regarding Consolidated Financial Statements	15
	(Notes regarding specific accounting for preparing semi-annual consolidated financial statements)	15
	(Segment information and other notes)	15
	(Notes on significant changes in the amount of shareholders' equity)	16
	(Notes regarding assumption of going concern).....	16
	(Notes regarding the semi-annual consolidated statement of income).....	16

1. Qualitative Information Regarding Consolidated Operating Results

(1) Overview of Operating Results

(Highlights of the First Six Months of the Fiscal Year Ending March 31, 2026)

Looking at the business environment surrounding the TOMY Group, the situation in Japan is trending toward a modest recovery thanks to the improvements in the employment and income environment, as well as to factors such as an increase in inbound demand. Meanwhile, globally, the situation remained unpredictable, mainly due to concerns of an economic slowdown caused by the impact of U.S. trade policy, fluctuations in interest rates and exchange rates, and the impact of geopolitical risks.

The Group will promote its business strategies, with age groups and regional axes as its growth drivers, adapting to changes in the business environment. We will also coordinate the corporate strategies that support these efforts, thereby aiming to achieve our goals of net sales of ¥300 billion and an operating profit margin of 10% in the fiscal year ending March 31, 2030.

During the first six months of the fiscal year ending March 31, 2026, TOMY Company was successful in attracting a wide range of customers including the Kidults demographic with the release of a collaboration product with VTuber group “NIJISANJI” for “DUEL MASTERS,” as well as the release of the “Disney LORCANA Trading Card Game” series, resulting in significantly higher sales in trading card games year on year. “TOMICA,” celebrating its 55th anniversary in 2025, launched the new “TOMICA PLARAIL BLOCK” series for children, and also expanded its fan base in the Kidults demographic, mainly by promoting the product lineup, including “TOMICA Premium” and “TOMICA LIMITED VINTAGE.” TOMY Company also implemented measures to expand the fan base not only in Japan but also in Asia. These included the opening of the “TOMICA Kidult Select Store” in Beijing, China in May, which gained popularity, the holding of the “TOMICA Expo 2025 in TAIWAN” in June, and exhibitions at the “DIECAST EXPO 2025” in Malaysia in August and in Singapore in September. The modernized version of Japanese “bei-goma” battling tops “BEYBLADE X” showed steady performance, mainly due to excitement driven by various promotions that were held continuously in preparation for the world championships in October.

At T-ARTS Company, leveraging the global popularity of Japanese IPs, “plush toys,” “GACHA capsule toys,” and other character products are gaining support from a wide range of age groups, expanding their popularity both in Japan and overseas. In addition, Pokémon amusement machines achieved better results year on year, partly due to the growing popularity of “Pokémon FRIENDA,” which launched in Japan in July of last year, and the steady performance of “Pokémon Mezastar,” which began operations in Asia in April.

Kiddy Land experienced expanded business performance, driven by continued inbound demand and strong character popularity, particularly among the Kidults demographic, as a trendsetting base with a wide range of character products. This growth was further supported by the opening of new stores in Shinjuku, Nagoya PARCO, and Hiroshima PARCO in April.

Conversely, performance in Americas was sluggish due in part to declining sales of baby products, including “The First Years” and “Boon,” in a toy market in which consumption weakened following the impact of tariffs.

As a result, in the first six months of the fiscal year ending March 31, 2026, net sales were ¥127,884 million (up 5.9% year on year), which was a record high. This was mainly due to a continued growth in performance by Kiddy Land, as well as a strong performance by T-ARTS Company, despite a decrease in overseas-bound exports by TOMY Company. In an environment affected by tariffs, operating profit was ¥11,730 million (down 5.1% year on year), with higher SG&A ratio due to a decline in sales in Americas, in addition to investments in video and human capital aligned with our strategy, despite the increase in gross profit accompanying the growth in net sales. Ordinary profit was ¥11,826 million (down 0.6% year on year), and profit attributable to owners of parent was ¥8,125 million (down 3.9% year on year).

In the third quarter and beyond, the outlook is expected to remain unpredictable due to the impact of such factors as rising procurement prices following the hiking of U.S. tariffs, and concerns of a global economic slowdown. Amid this business environment, we will advance our business strategy driven by age groups and regional axes, in line with changes in the business environment, thereby increasing the probability of achieving the goals of the “Medium- to Long-Term Management Strategy 2030.”

(Overview of Reportable Segments)
<Overview of operating results by segment>

(Millions of yen)

		First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change	Rate of change (%)
Net sales		120,709	127,884	7,175	5.9
	Japan	104,780	110,176	5,395	5.2
	Americas	14,076	12,381	(1,694)	(12.0)
	Europe	3,003	3,360	357	11.9
	Oceania	1,329	1,191	(138)	(10.4)
	Asia (excl. Japan)	36,517	34,215	(2,301)	(6.3)
	Eliminations and corporate	(38,996)	(33,439)	5,557	—
Operating profit/(loss)		12,361	11,730	(631)	(5.1)
	Japan	13,598	14,147	548	4.0
	Americas	(312)	(372)	(59)	—
	Europe	(128)	(134)	(6)	—
	Oceania	62	34	(27)	(44.7)
	Asia (excl. Japan)	1,702	1,239	(463)	(27.2)
	Eliminations and corporate	(2,561)	(3,183)	(622)	—

Japan

(Millions of yen)

	First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change
Net sales	104,780	110,176	5,395
Operating profit	13,598	14,147	548

Net sales were ¥110,176 million (up 5.2% year on year), and operating profit was ¥14,147 million (up 4.0% year on year).

TOMY Company, celebrating the 55th anniversary of “TOMICA” in 2025, further expanded the age groups of its customers by launching the new “TOMICA PLARAIL BLOCK” series and the “tomica+ (tomica Plus)” playset series for adults. Additionally, we promoted the expansion of the regional axes by launching products from the “TOMICA 55th anniversary collaboration project with automakers” in Japan and Asia. For “DUEL MASTERS,” TOMY Company was successful in attracting a wide range of customers including the Kidults demographic with the release of a collaboration product with VTuber group “NIJISANJI,” as well as the release of the “Disney LORCANA Trading Card Game” series, resulting in significantly higher performance in terms of sales of trading card games year on year. In addition, the “DUEL MASTERS PLAY’S” smartphone app became popular thanks to the ongoing measures targeting a wide range of users, primarily the Kidults demographic.

The hobby label “T-SPARK” with its high age target, saw growth in sales due to a strong performance by its mainstay “TRANSFORMERS” products, with an additional contribution from the new TOYRISE and REALIZE MODEL series. In addition, we implemented active promotional activities, including exhibiting at the “Shizuoka Hobby Show” held in May and exhibiting at the “Animation-Comic-Game Hong Kong 2025” and “Anime Expo® 2025” in Los Angeles held in July. The modernized version of Japanese “bei-goma” battling tops “BEYBLADE X” attracted attention due mainly to various promotions that were held continuously in preparation for the world championships in October. On the other hand, there was a decline in overseas-bound exports of “Punirunes” and “BEYBLADE X,” which recorded growth in the same period of the previous fiscal year.

At T-ARTS Company, leveraging the global popularity of Japanese IPs, “plush toys,” “GACHA capsule toys,” and other character products are gaining support from a wide range of age groups, expanding their popularity both in Japan and overseas. In addition, Pokémon amusement machines achieved high performance, partly due to the growing popularity of “Pokémon FRIENDA,” which launched in Japan in July of last year and has already surpassed a cumulative total of 100 million plays, and the steady performance of “Pokémon Mezastar,” which began operations in Asia in April. Furthermore, “Himitsu no AIPRI” is growing in popularity and achieved better results year on year.

Kiddy Land experienced expanded business performance, driven by continued inbound demand and strong character popularity, particularly among the Kidults demographic, as a trendsetting base with a wide range of character products. This growth was further supported by the opening of new stores in Shinjuku, Nagoya PARCO, and Hiroshima PARCO in April.

Americas

(Millions of yen)

	First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change
Net sales	14,076	12,381	(1,694)
Operating loss	(312)	(372)	(59)

Net sales were ¥12,381 million (down 12.0% year on year), and operating loss was ¥372 million (operating loss of ¥312 million in the same period of the previous fiscal year). This was partly due to a decline in sales of baby products, including “The First Years” and “Boon,” in a toy market in which consumption weakened following the impact of tariffs and an increasingly competitive business environment. However, agricultural machinery toys were at the same level as the same period of the previous fiscal year.

Europe

(Millions of yen)

	First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change
Net sales	3,003	3,360	357
Operating loss	(128)	(134)	(6)

Net sales were ¥3,360 million (up 11.9% year on year), and operating loss was ¥134 million (operating loss of ¥128 million in the same period of the previous fiscal year). This was partly due to brisk sales of “Twinchees,” GACHA figures sold in a blind bag, and agricultural machinery toys, but sales of baby products were flat year on year.

Oceania

(Millions of yen)

	First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change
Net sales	1,329	1,191	(138)
Operating profit	62	34	(27)

Net sales were ¥1,191 million (down 10.4% year on year), and operating profit was ¥34 million (down 44.7% year on year). This was partly due to a decline in sales of agricultural machinery toys, despite brisk sales of baby products, and the “Pop-Up Pirate” party game, amid a sluggish overall toy market.

Asia (excl. Japan)

(Millions of yen)

	First six months of the fiscal year ended March 31, 2025	First six months of the fiscal year ending March 31, 2026	Change
Net sales	36,517	34,215	(2,301)
Operating profit	1,702	1,239	(463)

Net sales were ¥34,215 million (down 6.3% year on year), and operating profit was ¥1,239 million (down 27.2% year on year). “TOMICA” promoted measures for the Kidults demographic, including the “TOMICA Premium” and “TOMICA LIMITED VINTAGE,” and also implemented measures to expand the fan base not only in Japan but also in Asia. These included the opening of the “TOMICA Kidult Select Store” in Beijing, China in May, which gained popularity, the holding of the “TOMICA Expo 2025 in TAIWAN” in June, and exhibitions at the “DIECAST EXPO 2025” in Malaysia in August and in Singapore in September. In addition, “BEYBLADE X” saw increased popularity with successful measures for qualifying rounds leading up to the world championships.

On the other hand, manufacturing subsidiary TOMY (Hong Kong) Ltd. recorded a decline in shipments to North America.

(2) Overview of Financial Position

Assets, Liabilities and Net Assets

<Assets>

At the end of the second quarter of the fiscal year ending March 31, 2026, current assets stood at ¥115,136 million, up ¥734 million from the end of the previous fiscal year ended March 31, 2025.

This was mainly attributable to increases in merchandise and finished goods, notes and accounts receivable - trade, and work in process, despite a decrease in cash and deposits.

Non-current assets stood at ¥52,443 million, up ¥1,076 million from the end of the previous fiscal year. This was attributable to increases in property, plant and equipment and investments and other assets, despite a decrease in intangible assets.

<Liabilities>

At the end of the second quarter, current liabilities stood at ¥50,431 million, down ¥501 million from the end of the previous fiscal year. This was mainly attributable to decreases in accounts payable - other and current portion of long-term borrowings, despite an increase in notes and accounts payable - trade.

Non-current liabilities stood at ¥7,969 million, down ¥469 million from the end of the previous fiscal year. This was mainly attributable to decreases in long-term borrowings and retirement benefit liability, despite an increase in provisions.

<Net assets>

At the end of the second quarter, total net assets were ¥109,179 million, up ¥2,781 million from the end of the previous fiscal year. This was mainly attributable to increases in retained earnings, valuation difference on available-for-sale securities and deferred gains or losses on hedges, despite the purchase of treasury shares.

Cash Flows

Cash and cash equivalents at the end of the second quarter of the fiscal year ending March 31, 2026 was ¥44,176 million, a decrease of ¥11,890 million compared with the end of the previous fiscal year ended March 31, 2025.

<Net cash provided by (used in) operating activities>

Net cash provided by operating activities was ¥2,124 million, compared with ¥6,049 million used in the same period a year earlier. The main factors are an increase in inventories of ¥6,169 million and

an increase in trade receivables of ¥5,459 million, despite profit before income taxes of ¥11,317 million and depreciation of ¥3,786 million.

<Net cash provided by (used in) investing activities>

Net cash used in investing activities was ¥4,828 million, compared with ¥4,741 million used in the same period a year earlier. The main factors are purchase of property, plant and equipment of ¥3,622 million and purchase of intangible assets of ¥1,010 million.

<Net cash provided by (used in) financing activities>

Net cash used in financing activities was ¥9,317 million, compared with ¥10,395 million used in the same period a year earlier. The main factors are dividends paid of ¥3,232 million, purchase of treasury shares of ¥3,000 million, repayments of long-term borrowings of ¥1,713 million, and repayments of finance lease liabilities of ¥1,559 million.

(3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements

No changes have been made to the earnings forecasts that were announced on May 13, 2025.

2. Semi-annual Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	56,163	44,272
Notes and accounts receivable - trade	29,498	35,029
Merchandise and finished goods	19,979	26,327
Work in process	696	806
Raw materials and supplies	1,326	1,237
Other	6,935	7,706
Allowance for doubtful accounts	(196)	(242)
Total current assets	114,402	115,136
Non-current assets		
Property, plant and equipment		
Buildings and structures	14,989	16,124
Accumulated depreciation	(9,465)	(9,562)
Accumulated impairment loss	(847)	(838)
Buildings and structures, net	4,676	5,724
Machinery, equipment and vehicles	3,013	3,204
Accumulated depreciation	(2,473)	(2,546)
Accumulated impairment loss	(35)	(35)
Machinery, equipment and vehicles, net	505	622
Tools, furniture and fixtures	29,371	30,399
Accumulated depreciation	(25,495)	(26,284)
Accumulated impairment loss	(1,082)	(1,105)
Tools, furniture and fixtures, net	2,793	3,009
Land	3,956	3,961
Leased assets	7,370	8,240
Accumulated depreciation	(3,015)	(3,371)
Accumulated impairment loss	(466)	(487)
Leased assets, net	3,889	4,381
Right-of-use assets	2,302	1,990
Construction in progress	975	636
Total property, plant and equipment	19,099	20,326
Intangible assets		
Goodwill	11,140	10,180
Other	12,787	12,806
Total intangible assets	23,927	22,986
Investments and other assets		
Investment securities	3,890	4,468
Deferred tax assets	2,125	2,128
Other	2,417	2,637
Allowance for doubtful accounts	(92)	(103)
Total investments and other assets	8,340	9,130
Total non-current assets	51,367	52,443
Total assets	165,770	167,580

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,805	17,762
Current portion of long-term borrowings	3,472	2,323
Lease liabilities	3,506	3,538
Accounts payable - other	10,253	8,971
Accrued expenses	11,442	10,929
Income taxes payable	4,423	3,402
Provisions	685	451
Other	2,343	3,053
Total current liabilities	50,933	50,431
Non-current liabilities		
Long-term borrowings	700	—
Lease liabilities	3,124	3,121
Deferred tax liabilities	13	49
Deferred tax liabilities for land revaluation	485	485
Provisions	325	598
Retirement benefit liability	2,236	2,191
Other	1,552	1,521
Total non-current liabilities	8,438	7,969
Total liabilities	59,372	58,401
Net assets		
Shareholders' equity		
Share capital	3,459	3,459
Capital surplus	6,819	6,819
Retained earnings	77,781	82,667
Treasury shares	(6,578)	(9,353)
Total shareholders' equity	81,481	83,593
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,979	2,291
Deferred gains or losses on hedges	809	1,053
Revaluation reserve for land	624	624
Foreign currency translation adjustment	21,638	21,767
Remeasurements of defined benefit plans	(167)	(183)
Total accumulated other comprehensive income	24,883	25,552
Share acquisition rights	33	33
Total net assets	106,398	109,179
Total liabilities and net assets	165,770	167,580

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated statement of income)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	120,709	127,884
Cost of sales	72,285	76,651
Gross profit	48,423	51,232
Selling, general and administrative expenses	36,062	39,502
Operating profit	12,361	11,730
Non-operating income		
Interest and dividend income	169	179
Rental income	98	89
Foreign exchange gains	–	57
Other	106	125
Total non-operating income	373	451
Non-operating expenses		
Interest expenses	194	204
Foreign exchange losses	430	–
Other	217	150
Total non-operating expenses	843	355
Ordinary profit	11,892	11,826
Extraordinary income		
Gain on sale of non-current assets	3	1
Total extraordinary income	3	1
Extraordinary losses		
Loss on sale of non-current assets	0	1
Loss on retirement of non-current assets	12	12
Redevelopment-related expenses	–	48
Loss on product recalls	–	448
Total extraordinary losses	12	510
Profit before income taxes	11,883	11,317
Income taxes	3,429	3,191
Profit	8,454	8,125
Profit attributable to owners of parent	8,454	8,125

(Consolidated statement of comprehensive income)

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Profit	8,454	8,125
Other comprehensive income		
Valuation difference on available-for-sale securities	(7)	312
Deferred gains or losses on hedges	(1,947)	243
Foreign currency translation adjustment	(2,528)	128
Remeasurements of defined benefit plans, net of tax	(4)	(15)
Total other comprehensive income	(4,487)	669
Comprehensive income	3,966	8,794
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,966	8,794
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	11,883	11,317
Depreciation	2,975	3,786
Loss on retirement of non-current assets	12	12
Amortization of goodwill	934	894
Redevelopment-related expenses	—	48
Loss on product recalls	—	448
Increase (decrease) in allowance for doubtful accounts	22	55
Increase (decrease) in provisions	(131)	(149)
Increase (decrease) in retirement benefit liability	(39)	(81)
Interest and dividend income	(169)	(179)
Interest expenses	194	204
Foreign exchange losses (gains)	(583)	(259)
Loss (gain) on sale of non-current assets	(3)	0
Decrease (increase) in trade receivables	(9,731)	(5,459)
Decrease (increase) in inventories	(5,663)	(6,169)
Decrease (increase) in prepaid expenses	(745)	(303)
Increase (decrease) in trade payables	2,218	2,949
Increase (decrease) in accounts payable - other	(1,878)	(886)
Increase (decrease) in accrued expenses	95	(437)
Other, net	(1,193)	898
Subtotal	(1,802)	6,690
Interest and dividends received	170	177
Interest paid	(200)	(210)
Payments for redevelopment-related expenses	—	(168)
Payments for loss on product recalls	—	(126)
Income taxes paid	(4,217)	(4,236)
Net cash provided by (used in) operating activities	(6,049)	2,124
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,923)	(3,622)
Proceeds from sale of property, plant and equipment	13	2
Purchase of intangible assets	(823)	(1,010)
Other, net	(7)	(197)
Net cash provided by (used in) investing activities	(4,741)	(4,828)
Cash flows from financing activities		
Repayments of long-term borrowings	(3,363)	(1,713)
Dividends paid	(2,949)	(3,232)
Repayments of finance lease liabilities	(1,520)	(1,559)
Proceeds from disposal of treasury shares	0	0
Purchase of treasury shares	(2,712)	(3,000)
Proceeds from sale and leaseback transactions	244	269
Other, net	(94)	(81)
Net cash provided by (used in) financing activities	(10,395)	(9,317)
Effect of exchange rate change on cash and cash equivalents	(412)	130
Net increase (decrease) in cash and cash equivalents	(21,599)	(11,890)
Cash and cash equivalents at beginning of period	64,182	56,067
Cash and cash equivalents at end of period	42,583	44,176

(4) Notes Regarding Consolidated Financial Statements

(Notes regarding specific accounting for preparing semi-annual consolidated financial statements)

(Tax expense calculation)

Tax expenses on profit before income taxes for the six months under review are calculated by multiplying profit before income taxes for the six months under review by the reasonably estimated effective tax rate for the fiscal year including the first half under review after applying tax effect accounting.

(Segment information and other notes)

Segment information

I. First six months of the fiscal year ended March 31, 2025 (April 1, 2024 to September 30, 2024)

1. Information regarding net sales and profit or loss by reportable segment

(Millions of yen)

	Japan	Americas	Europe	Oceania	Asia (excl. Japan)	Total
Net sales						
External customers	94,790	14,060	2,999	1,329	7,529	120,709
Inter-segment sales and transfers	9,989	15	4	—	28,987	38,996
Total	104,780	14,076	3,003	1,329	36,517	159,706
Segment profit (loss)	13,598	(312)	(128)	62	1,702	14,922

2. Differences between the total amount of profit or loss in reportable segments and the amount recorded on the semi-annual consolidated statement of income and details thereof
(Reconciliation)

(Millions of yen)

Profit	Amount
Reportable segments total	14,922
Inter-segment eliminations	43
Corporate expenses (Note)	(2,605)
Operating profit on the semi-annual consolidated statement of income	12,361

Note: Corporate expenses primarily comprise general and administrative expenses not allocable to reportable segments.

3. Information regarding impairment losses of non-current assets or goodwill, etc. by reportable segment
Nothing to note.

II. First six months of the fiscal year ending March 31, 2026 (April 1, 2025 to September 30, 2025)

1. Information regarding net sales and profit or loss by reportable segment

(Millions of yen)

	Japan	Americas	Europe	Oceania	Asia (excl. Japan)	Total
Net sales						
External customers	102,035	12,365	3,360	1,191	8,932	127,884
Inter-segment sales and transfers	8,140	16	—	—	25,282	33,439
Total	110,176	12,381	3,360	1,191	34,215	161,324
Segment profit (loss)	14,147	(372)	(134)	34	1,239	14,914

2. Differences between the total amount of profit or loss in reportable segments and the amount recorded on the semi-annual consolidated statement of income and details thereof (Reconciliation)

(Millions of yen)

Profit	Amount
Reportable segments total	14,914
Inter-segment eliminations	(34)
Corporate expenses (Note)	(3,149)
Operating profit on the semi-annual consolidated statement of income	11,730

Note: Corporate expenses primarily comprise general and administrative expenses not allocable to reportable segments.

3. Information regarding impairment losses of non-current assets or goodwill, etc. by reportable segment Nothing to note.

(Notes on significant changes in the amount of shareholders' equity)

Nothing to note.

(Notes regarding assumption of going concern)

Nothing to note.

(Notes regarding the semi-annual consolidated statement of income)

1. Redevelopment-related expenses

In the first six months of the fiscal year ending March 31, 2026, in connection with the redevelopment of Company-owned land in Mibu, Tochigi, we recorded ¥48 million in forced relocation compensation for tenant companies as redevelopment-related expenses.

2. Loss on product recalls

In the first six months of the fiscal year ending March 31, 2026, a recall of the product by TOMY company "Grand Mall TOMICA Building (TOMICA 55th Anniversary Limited Edition)" was decided, and loss on product recalls of ¥448 million was recorded.