

Translation

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**[Delayed] Consolidated Financial Results
for the Six Months Ended February 28, 2025
(Under on Japanese GAAP)**

April 11, 2025

Company name: WITZ Corporation
 Listing: Tokyo Stock exchange
 Securities code: 4440 URL <https://www.witz-inc.co.jp/>
 Representative: President Hiroyuki Hattori
 Inquiries: Director Kazuma Ozeki TEL 052-957-3331
 Scheduled date to file semi-annual securities report: April 11, 2025
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the Six Months ended February 28, 2025 (from September 1, 2024 to February 28, 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 February 28, 2025	2,338	57.2	306	145.3	323	134.3	225	162.3
Six months ended February 29, 2024	1,487	16.5	124	(21.8)	138	(23.0)	85	(32.0)

Note: Comprehensive income For the six months ended February 28, 2025: ¥220 million [146.0%]
 For the six months ended February 29, 2024: ¥89 million [(29.5)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended February 28, 2025	56.61	56.60
Six months ended February 29, 2024	21.05	21.03

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of February 28, 2025	3,688	2,629	71.1
As of August 31, 2024	3,563	2,479	68.8

Reference: Equity

As of February 28, 2025: ¥2,624 million
 As of August 31, 2024: ¥2,451 million

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 August 31, 2024	–	0.00	–	14.00	14.00
Year ending August 31, 2025	–	0.00			
Year ending August 31, 2025 (Forecast)			–	15.00	15.00

Note: Revisions to the forecast of cash dividends most recently announced: No

3. Forecast of consolidated financial results for the year ending August 31, 2025 (from September 1, 2024 to August 31, 2025)

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	4,100	17.9	337	19.6	350	0.7	234	(14.9)	58.63

Note: Revisions to the forecast of consolidated financial results most recently announced: No

4. Notes

- (1) Significant changes in the scope of consolidation during the period No
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: Yes
- (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: No
- 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 February 28, 2025	4,176,000 shares	As of August 31, 2024	4,176,000 shares
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Number of treasury shares at the end of the period

As of February 28, 2025	189,979 shares	As of August 31, 2024	185,164 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended February 28, 2025	3,980,414 shares	Six months ended February 29, 2024	4,081,311 shares
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Semi-Annual Consolidated financial statements
Semi-Annual Consolidated balance sheets

(Thousands of yen)

	As of August 31, 2024	As of February 28, 2025
Assets		
Current assets		
Cash and deposits	1,772,064	1,601,290
Notes and accounts receivable – trade, and contract assets	374,220	536,526
Merchandise and finished goods	423	72,377
Work in process	134,408	203,744
Raw materials and supplies	12,877	2,329
Other	195,168	117,613
Total current assets	2,489,162	2,533,880
Non-current assets		
Property, plant and equipment	98,855	92,255
Intangible assets		
Goodwill	225,597	212,589
Other	83,624	99,233
Total intangible assets	309,221	311,822
Investments and other assets		
Investment securities	196,730	295,760
Insurance funds	123,294	118,628
Other	346,412	336,393
Total investments and other assets	666,437	750,783
Total non-current assets	1,074,514	1,154,861
Total assets	3,563,676	3,688,742
Liabilities		
Current liabilities		
Accounts payable – trade	74,078	193,116
Income taxes payable	131,292	113,926
Provision for bonuses	181,745	162,718
Provision for product warranties	—	3,418
Asset retirement obligations	15,870	—
Other	359,440	305,480
Total current liabilities	762,428	778,660
Non-current liabilities		
Retirement benefit liability	203,549	211,527
Provision for retirement benefits for directors (and other officers)	706	1,553
Long-term accounts payable – other	115,324	65,332
Other	2,409	2,431
Total non-current liabilities	321,989	280,845
Total liabilities	1,084,417	1,059,506
Net assets		
Shareholders' equity		
Share capital	612,524	612,524
Capital surplus	551,971	557,940
Retained earnings	1,452,418	1,621,891
Treasury shares	(162,739)	(164,691)
Total shareholders' equity	2,454,174	2,627,663
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(2,269)	(3,303)
Total accumulated other comprehensive income	(2,269)	(3,303)
Non-controlling interests	27,354	4,876
Total net assets	2,479,259	2,629,236
Total liabilities and net assets	3,563,676	3,688,742

**Semi-Annual Consolidated Statements of Income and Semi-Annual Consolidated Statements
of Comprehensive Income**
Semi-Annual Consolidated Statements of Income

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Net sales	1,487,572	2,338,390
Cost of sales	982,598	1,470,262
Gross profit	504,973	868,127
Selling, general and administrative expenses	380,148	561,977
Operating profit	124,824	306,150
Non-operating income		
Subsidy income - subsidy for research and development	9,904	9,063
Subsidy income - other	18	48
Surrender value of insurance policies	875	4,985
Commission for insurance office work	484	83
Commission income	26	903
Other	3,412	2,837
Total non-operating income	14,722	17,921
Non-operating expenses		
Commission for purchase of treasury shares	132	261
Interest expenses	1,093	—
Other	94	6
Total non-operating expenses	1,321	267
Ordinary profit	138,225	323,805
Extraordinary losses		
Loss on retirement of non-current assets	—	421
Total extraordinary losses	—	421
Profit before income taxes	138,225	323,383
Income taxes	48,509	102,138
Profit	89,716	221,244
Profit (loss) attributable to non-controlling interests	3,799	(4,100)
Profit attributable to owners of parent	85,917	225,344

Semi-Annual Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Profit	89,716	221,244
Other comprehensive income		
Valuation difference on available-for-sale securities	(194)	(1,034)
Total other comprehensive income	(194)	(1,034)
Comprehensive income	89,522	220,210
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	85,722	224,310
Comprehensive income attributable to non-controlling interests	3,799	(4,100)

Semi-Annual Consolidated Statements of Cash Flows

(Thousands of yen)

	Six months ended February 29, 2024	Six months ended February 28, 2025
Cash flows from operating activities		
Profit before income taxes	138,225	323,383
Depreciation	15,389	27,494
Amortization of goodwill	6,961	13,008
Depreciation and amortization on other	6,201	4,976
Increase (decrease) in provision for bonuses	(11,012)	(19,027)
Increase (decrease) in provision for product warranties	(10)	3,418
Increase (decrease) in provision for retirement benefits for directors (and other officers)	—	847
Increase (decrease) in retirement benefit liability	9,470	7,977
Surrender value of insurance policies	(869)	(4,985)
Loss on retirement of non-current assets	—	421
Decrease (increase) in accounts receivable - trade, and contract assets	(65,146)	(162,305)
Increase (decrease) in long-term accounts payable - other	—	(49,991)
Decrease (increase) in inventories	(5,886)	(130,742)
Increase (decrease) in trade payables	11,471	119,021
Other, net	(45,015)	(63,294)
Subtotal	59,779	70,202
Income taxes refund (paid)	(20,836)	(116,583)
Net cash provided by (used in) operating activities	38,942	(46,380)
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,957)	(9,472)
Purchase of intangible assets	(26,654)	(31,315)
Payments of guarantee deposits	(83,184)	(7,672)
Proceeds from refund of guarantee deposits	794	10,298
Purchase of insurance funds	(9,311)	(1,645)
Proceeds from cancellation of insurance funds	4,993	12,375
Payments for asset retirement obligations	—	(15,870)
Purchase of investment securities	(100,000)	(100,663)
Net decrease (increase) in time deposits	119,629	—
Purchase of long-term prepaid expenses	(2,646)	—
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	38,152	—
Net cash provided by (used in) investing activities	(61,185)	(143,964)
Cash flows from financing activities		
Repayments of long-term borrowings	(138,760)	—
Dividends paid	(32,632)	(55,769)
Dividends paid to non-controlling interests	(410)	(369)
Proceeds from share issuance to non-controlling shareholders	9,000	—
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	—	3,000
Purchase of treasury shares	(13,566)	(27,290)
Proceeds from disposal of treasury shares	770	—
Net cash provided by (used in) financing activities	(175,599)	(80,428)
Net increase (decrease) in cash and cash equivalents	(197,842)	(270,773)
Cash and cash equivalents at beginning of period	1,318,611	1,572,064
Cash and cash equivalents at end of period	1,120,768	1,301,290