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November 11, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under IFRS)

Company name: HIKARI TSUSHIN, INC.
 Listing: Tokyo Stock Exchange
 Securities code: 9435
 URL: <http://www.hikari.co.jp/en/>
 Representative: Hideaki Wada, President and Representative Director
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 Scheduled date to commence dividend payments: December 12, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of earnings conference call: Yes

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2025	361,695	11.0	57,590	0.3	88,201	27.6	72,304	44.2
September 30, 2024	325,783	9.9	57,421	18.4	69,139	(20.7)	50,145	(19.8)

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Six months ended	Million yen	%	Million yen	%	Yen	Yen
September 30, 2025	70,328	45.9	162,599	167.0	1,602.08	1,600.10
September 30, 2024	48,203	(22.0)	60,895	(50.6)	1,092.49	1,090.15

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
As of	Million yen	Million yen	Million yen	%
September 30, 2025	2,582,834	1,091,734	1,059,727	41.0
March 31, 2025	2,371,026	943,569	914,768	38.6

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 March 31, 2025	156.00	161.00	167.00	177.00	661.00
Fiscal year ending March 31, 2026	181.00	185.00			
Fiscal year ending March 31, 2026 (Forecast)			185.00	185.00	736.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated earnings forecast for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	760,000	10.7	115,000	9.5	115,000	(2.1)	2,618.39

Note: Revisions to the earnings forecast most recently announced: Yes

Notes

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

Newly included: –

Excluded: –

(2) Changes in accounting policies and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of September 30, 2025	44,269,642 shares
As of March 31, 2025	44,269,642 shares

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

As of September 30, 2025	349,481 shares
As of March 31, 2025	385,681 shares

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

Six months ended September 30, 2025	43,887,080 shares
Six months ended September 30, 2024	44,116,108 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

(Note to the forward-looking statements, etc.)

The forward-looking statements including earnings forecasts contained in this document are based on information currently available to us and certain assumptions that we believe to be reasonable. Accordingly, the Company does not guarantee the achievement of the forecast, and the actual results may differ materially due to various factors. Please refer to “1. Qualitative Information on Semi-annual Financial Results, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 4 of the Attachments for the assumptions that form the basis for the earnings forecasts and cautions concerning the use of earnings forecasts.

Table of Contents - Attachments

1. Qualitative Information on Semi-annual Financial Results	2
(1) Explanation of Operating Results	2
(2) Explanation of Financial Position	4
(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information	4
2. Condensed Semi-annual Consolidated Financial Statements and Primary Notes	5
(1) Condensed Semi-annual Consolidated Statements of Financial Position	5
(2) Condensed Semi-annual Consolidated Statements of Profit or Loss and Condensed Semi-annual Consolidated Statements of Comprehensive Income	7
Condensed Semi-annual Consolidated Statements of Profit or Loss.....	7
Six months ended September 30, 2024 and 2025.....	7
Condensed Semi-annual Consolidated Statements of Comprehensive Income.....	8
Six months ended September 30, 2024 and 2025.....	8
(3) Condensed Semi-annual Consolidated Statements of Changes in Equity	9
(4) Condensed Semi-annual Consolidated Statements of Cash Flows	10
(5) Notes to Condensed Semi-annual Consolidated Financial Statements	12
1. Reporting entity	12
2. Basis of preparation of condensed semi-annual consolidated financial statements	12
3. Material accounting policy information	12
4. Significant accounting estimates and judgements on estimates	13
5. Operating segments	13
6. Investments accounted for using equity method	16
7. Bonds payable	16
8. Capital and reserves.....	16
9. Earnings per share	17
10. Significant subsequent events.....	18
11. Notes on going concern assumption	20
12. Date of approval	20

1. Qualitative Information on Semi-annual Financial Results

(1) Explanation of Operating Results

<Summary of financial results>

For the six months ended September 30, 2025 (the “current period”), the Japanese economy showed a gradual recovery, supported by improvements in employment and income conditions, with signs of a rebound in personal consumption and capital investment. However, the outlook remains uncertain due to continued high prices, the impact of U.S. trade policies, fluctuations in financial and capital markets.

The HIKARI TSUSHIN, INC. (“the Company”) and its subsidiaries (collectively “the Group”) leveraged its strength in sales to engage in businesses where we can expect stable long-term revenue such as electricity and gas, internet communication line services, water delivery, and insurance.

In addition, to realize a decarbonized society and achieve the SDGs (Sustainable Development Goals), we undertake specific measures and initiatives to fulfill our social responsibility. These initiatives include developing environmentally friendly electricity services that provide virtually renewable energy using Non-Fossil Certificates, preserving sustainable water resources, and reducing resources and waste.

As a result, revenue amounted to 361,695 million yen, up 11.0% year on year, for the six months ended September 30, 2025. Recurring operating profit*—which serves as a source of stable revenue in the future—increased as the number of customer contracts for our in-house products grew. Operating profit was 57,590 million yen, up 0.3 % year on year. Profit before tax was 88,201 million yen, up 27.6% year on year, due to a decrease in financial expenses reflecting the weaker yen. Profit attributable to owners of parent was 70,328 million yen, up 45.9% year on year.

*Recurring operating profit refers to the profit excluding customer retention costs and service provision costs from revenue (basic subscription fees, usage fees, and insurance fees, etc.) which are paid every month by users once they subscribe to our services.

Revenue may be received from telecommunications carriers or directly from users.

(Million yen unless otherwise stated)

	Six months ended September 30, 2024	Six months ended September 30, 2025	Change	Change (%)
Revenue	325,783	361,695	35,912	11.0
Operating profit	57,421	57,590	168	0.3
Profit before tax	69,139	88,201	19,062	27.6
Profit attributable to owners of parent	48,203	70,328	22,124	45.9

<Financial results by segment>

Electricity and Gas segment

The Electricity and Gas segment mainly sells and provides electricity and gas to small-and-medium-sized enterprises (SMEs) and individual customers.

The segment recorded revenue of 155,823 million yen, up 15.8% year on year, and operating profit of 18,443 million yen, up 5.7% year on year for the current period. The growth in the number of customer contracts led to an increase in recurring operating profit, which serves as a stable source of revenue for the future.

Telecommunication segment

The Telecommunication segment mainly provides SMEs and individual customers with internet communication line services and associated services.

The segment recorded revenue of 63,884 million yen, up 6.3% year on year, and operating profit of 14,687 million yen, up 15.2% year on year for the current period. As the number of customer contracts increased, recurring operating profit—which serves as a stable source of future revenue—also grew.

Beverage segment

The Beverage segment primarily involves producing natural mineral water products and selling them to individual customers through home delivery.

The segment recorded revenue of 42,634 million yen, up 10.3% year on year, and operating profit of 4,968 million yen, down 0.6% year on year for the current period. While the number of customer contracts increased, selling expenses associated with strong sales performance also rose.

Insurance segment

The Insurance segment mainly provides non-life insurance, life insurance, and warranty services to SMEs and individual customers.

The segment recorded revenue of 16,298 million yen, up 25.6% year on year, and operating profit of 4,549 million yen, up 3.0% year on year for the current period. While selling expenses associated with strong sales performance increased, recurring operating profit—which serves as a stable source of future revenue—also grew due to the rise in the number of customer contracts.

Finance segment

The Finance segment mainly provides microfinance and other financial services to SMEs and individual customers.

The segment recorded revenue of 20,246 million yen, up 42.5% year on year, and operating profit of 10,010 million yen, up 16.9% year on year for the current period, driven by a stable business environment and steady sales performance.

Solution segment

The Solution segment mainly provides SMEs with industry-specific solution services through the provision of customer management system and settlement management system platforms and various other tools.

The segment recorded revenue of 13,350 million yen, down 2.8% year on year, and operating profit of 2,092 million yen, down 28.7% year on year for the current period, although the business remained generally firm.

Commission-based Sales segment

The Commission-based Sales segment mainly engages in commission-based sale of various products, such as products offered by telecommunications carriers and manufacturers, targeting SMEs and individual customers.

The segment recorded revenue of 49,457 million yen, down 4.1% year on year, and operating profit of 5,711 million yen, down 34.5% year on year for the current period, due to the transfer of shares of some consolidated subsidiaries in the previous fiscal year.

(2) Explanation of Financial Position

Assets, liabilities, and net assets

(Million yen)

	As of March 31, 2025	As of September 30, 2025	Change
Assets	2,371,026	2,582,834	211,808
Liabilities	1,427,456	1,491,100	63,643
Equity	943,569	1,091,734	148,165

Assets were 2,582,834 million yen, up 211,808 million yen from March 31, 2025, due to the acquisition of investment securities.

Liabilities were 1,491,100 million yen, up 63,643 million yen from March 31, 2025, due to the issuance of bonds.

Equity was 1,091,734 million yen, up 148,165 million yen from March 31, 2025, reflecting an increase in retained earnings.

Cash flows

(Million yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities	36,518	28,608
Cash flows from investing activities	(119,589)	(166,458)
Cash flows from financing activities	(14,700)	23,834
Cash and cash equivalents at end of period	391,050	352,887

Net cash provided by operating activities was 28,608 million yen as a result of robust operating results for the six months ended September 30, 2025.

Net cash used in investing activities was 166,458 million yen due to the purchase of investment securities.

Net cash provided by financing activities was 23,834 million yen due to the issuance of bonds.

As a result, cash and cash equivalents as of September 30, 2025 was 352,887 million yen.

(3) Explanation of Consolidated Earnings Forecast and Other Forward-looking Information

The earnings forecast for the fiscal year ending March 31, 2026 has been revised. For further details, please refer to the “Notice Concerning Revision of Earnings Forecast” announced on November 11, 2025.

The forward-looking information including earnings forecasts contained in this document are based on the judgement of the Company’s management, based on currently available information. Investors are therefore cautioned not to unduly rely on the forecasts provided.

2. Condensed Semi-annual Consolidated Financial Statements and Primary Notes

(1) Condensed Semi-annual Consolidated Statements of Financial Position

		(Million yen)	
	Notes	As of March 31, 2025	As of September 30, 2025
Assets			
Current assets			
Cash and cash equivalents		470,273	352,887
Trade and other receivables		332,327	362,994
Reinsurance contract asset		823	536
Inventories		2,356	1,929
Other financial assets		17,949	83,157
Other current assets		25,148	10,539
Total current assets		848,880	812,045
Non-current assets			
Property, plant and equipment		38,975	41,107
Right-of-use assets		5,236	5,190
Goodwill		18,798	18,639
Intangible assets		6,696	6,723
Investments accounted for using equity method	6	205,485	283,856
Other financial assets		1,182,904	1,345,370
Deferred tax assets		7,974	7,145
Contract costs		50,693	57,162
Insurance contract asset		5,090	5,363
Other non-current assets		289	228
Total non-current assets		1,522,145	1,770,788
Total assets		2,371,026	2,582,834

The notes are an integral part of these condensed semi-annual consolidated financial statements.

(Million yen)			
	Notes	As of March 31, 2025	As of September 30, 2025
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables		284,742	262,394
Insurance contract liabilities		5,582	5,688
Interest-bearing liabilities	7	179,876	173,034
Income taxes payable		17,999	21,841
Other financial liabilities		771	723
Other current liabilities		16,211	13,431
Total current liabilities		505,183	477,113
Non-current liabilities			
Interest-bearing liabilities	7	754,444	804,103
Provision		417	432
Other financial liabilities		-	5,387
Other non-current liabilities		15,423	17,883
Deferred tax liabilities		151,987	186,179
Total non-current liabilities		922,272	1,013,986
Total liabilities		1,427,456	1,491,100
Equity			
Share capital		54,259	54,259
Capital surplus		984	578
Retained earnings		863,716	1,010,464
Treasury shares	8	(10,864)	(9,846)
Accumulated other comprehensive income		6,672	4,272
Total equity attributable to owners of parent		914,768	1,059,727
Non-controlling interests		28,800	32,007
Total equity		943,569	1,091,734
Total liabilities and equity		2,371,026	2,582,834

The notes are an integral part of these condensed semi-annual consolidated financial statements.

**(2) Condensed Semi-annual Consolidated Statements of Profit or Loss
and Condensed Semi-annual Consolidated Statements of Comprehensive Income**

Condensed Semi-annual Consolidated Statements of Profit or Loss
Six months ended September 30, 2024 and 2025

		(Million yen)	
	Notes	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)
Revenue		325,783	361,695
Cost of sales		161,273	182,573
Gross profit		164,509	179,122
Other income		4,136	2,874
Selling, general and administrative expenses		110,772	124,177
Other expenses		452	229
Operating profit		57,421	57,590
Finance income		26,714	33,813
Finance costs		21,843	11,392
Share of profit (loss) of investments accounted for using equity method	6	6,452	9,665
Other non-operating income and expenses		394	(1,475)
Profit before tax		69,139	88,201
Income tax expense		18,993	15,896
Profit		50,145	72,304
Profit attributable to			
Owners of parent		48,203	70,328
Non-controlling interests		1,942	1,976
Profit		50,145	72,304
Earnings per share			
Basic earnings per share (Yen)	9	1,092.49	1,602.08
Diluted earnings per share (Yen)	9	1,090.15	1,600.10

The notes are an integral part of these condensed semi-annual consolidated financial statements.

Condensed Semi-annual Consolidated Statements of Comprehensive Income
Six months ended September 30, 2024 and 2025

		(Million yen)	
	Notes	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)
Profit		50,145	72,304
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income		13,747	91,219
Share of other comprehensive income of investments accounted for using equity method		(265)	1,555
Total		13,481	92,775
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		(3,051)	2,136
Share of other comprehensive income of investments accounted for using equity method		320	(282)
Cash flow hedge		-	(4,334)
Total		(2,731)	(2,480)
Other comprehensive income, net of tax		10,749	90,294
Comprehensive income		60,895	162,599
Comprehensive income attributable to			
Owners of parent		58,902	160,197
Non-controlling interests		1,993	2,401
Comprehensive income		60,895	162,599

The notes are an integral part of these condensed semi-annual consolidated financial statements.

(3) Condensed Semi-annual Consolidated Statements of Changes in Equity

Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(Million yen)

	Notes	Equity attributable to owners of parent					Non-controlling interests	Total equity
		Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income		
Balance at beginning of period		54,259	-	748,760	(18,365)	5,823	28,771	819,249
Comprehensive income								
Profit		-	-	48,203	-	-	1,942	50,145
Other comprehensive income		-	-	-	-	10,698	51	10,749
Comprehensive income		-	-	48,203	-	10,698	1,993	60,895
Transactions with owners								
Dividends of surplus		-	-	(15,848)	-	-	(713)	(16,561)
Change in scope of consolidation		-	-	-	-	-	(2,488)	(2,488)
Changes in ownership interest in subsidiaries		-	1,405	-	-	-	(116)	1,288
Purchase and disposal of treasury shares		-	19	(16)	(5,286)	-	-	(5,283)
Cancellation of treasury shares	8	-	(34)	(15,788)	15,823	-	-	-
Share-based payment transactions		-	(80)	-	77	-	1	(2)
Transfer from other components of equity to retained earnings		-	-	13,447	-	(13,447)	-	-
Total transactions with owners		-	1,309	(18,206)	10,614	(13,447)	(3,316)	(23,047)
Balance at end of period		54,259	1,309	778,757	(7,750)	3,075	27,447	857,098

Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)

(Million yen)

	Notes	Equity attributable to owners of parent					Non-controlling interests	Total equity
		Share capital	Capital surplus	Retained earnings	Treasury shares	Accumulated other comprehensive income		
Balance at beginning of period		54,259	984	863,716	(10,864)	6,672	28,800	943,569
Comprehensive income								
Profit		-	-	70,328	-	-	1,976	72,304
Other comprehensive income		-	-	-	-	89,869	425	90,294
Comprehensive income		-	-	70,328	-	89,869	2,401	162,599
Transactions with owners								
Dividends of surplus		-	-	(15,711)	-	-	(801)	(16,512)
Change in scope of consolidation		-	-	-	-	-	1,806	1,806
Changes in ownership interest in subsidiaries		-	(126)	-	-	-	(201)	(328)
Purchase and disposal of treasury shares		-	(336)	-	891	-	1	556
Share-based payment transactions		-	(81)	-	126	-	-	45
Transfer from other components of equity to retained earnings		-	-	92,269	-	(92,269)	-	-
Transfer from retained earnings to capital surplus		-	138	(138)	-	-	-	-
Total transactions with owners		-	(405)	76,419	1,017	(92,269)	804	(14,433)
Balance at end of period		54,259	578	1,010,464	(9,846)	4,272	32,007	1,091,734

The notes are an integral part of these condensed semi-annual consolidated financial statements.

(4) Condensed Semi-annual Consolidated Statements of Cash Flows

		(Million yen)	
	Notes	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 To September 30, 2025)
Cash flows from operating activities			
Profit before tax		69,139	88,201
Depreciation and amortization		6,989	8,617
Finance income		(26,714)	(33,813)
Finance costs		21,843	11,392
Share of loss (profit) of investments accounted for using equity method	6	(6,452)	(9,665)
Decrease (increase) in contract costs		(5,349)	(6,469)
Decrease (increase) in trade and other receivables		(24,093)	(29,945)
Increase (decrease) in trade and other payables		16,389	(19,463)
Decrease (increase) in inventories		(217)	423
Other		(5,806)	605
Subtotal		45,728	9,883
Interest received		7,183	8,766
Dividends received		17,115	22,801
Interest paid		(4,045)	(7,044)
Income taxes refund (paid)		(29,462)	(5,797)
Net cash provided by (used in) operating activities		36,518	28,608
Cash flows from investing activities			
Purchase of property, plant and equipment, and intangible assets		(13,850)	(10,496)
Proceeds from sale of property, plant and equipment, and intangible assets		1	75
Purchase of investment securities		(153,577)	(223,478)
Proceeds from sale of investment securities		56,760	89,332
Proceeds from obtaining control of subsidiaries		(844)	911
Proceeds from loss of control of subsidiaries		656	(456)
Payments for loans receivable		(2,709)	(3,562)
Collection of loans receivable		667	1,662
Payments for time deposits		(6,318)	(20,635)
Other		(376)	190
Net cash provided by (used in) investing activities		(119,589)	(166,458)
Cash flows from financing activities			
Proceeds from short-term interest-bearing debt		(74,300)	1,050
Proceeds from long-term interest-bearing debt		104,918	88,073
Repayment of long-term interest-bearing debt		(25,417)	(46,013)
Capital contribution from non-controlling interests		1,790	245
Purchase of treasury shares		(5,477)	(7)
Dividends paid		(15,837)	(15,684)
Dividends paid to non-controlling interests		(714)	(827)
Payments for acquisition of interests in subsidiaries from non-controlling interests		(389)	(475)
Other		725	(2,526)
Net cash provided by (used in) financing activities		(14,700)	23,834
Effect of exchange rate changes on cash and cash equivalents		(9,685)	(3,371)
Net increase (decrease) in cash and cash equivalents		(107,457)	(117,385)
Decrease in cash and cash equivalents resulting from transfer to assets held for sale		3,657	-
Cash and cash equivalents at beginning of period		494,850	470,273

		(Million yen)
	Notes	
	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 To September 30, 2025)
Cash and cash equivalents at end of period	391,050	352,887

The notes are an integral part of these condensed semi-annual consolidated financial statements.

(5) Notes to Condensed Semi-annual Consolidated Financial Statements

1. Reporting entity

HIKARI TSUSHIN, INC. (“the Company”) is a corporation domiciled in Japan, whose shares are listed on the Tokyo Stock Exchange. The address of the Company’s registered headquarters is 1-4-10 Nishi-Ikebukuro, Toshima-ku, Tokyo. The accompanying condensed semi-annual consolidated financial statements for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025) comprise the Company and its subsidiaries (“the Group”). The ultimate parent company of the Group is the Company. The Group operates various businesses, mainly in the field of information and communications.

Details are provided in “Note 5. Operating segments.”

2. Basis of preparation of condensed semi-annual consolidated financial statements

(1) Basis for measurement

The accompanying condensed semi-annual consolidated financial statements are prepared on the historical cost basis, with the exception of financial instruments and other items measured at fair value.

(2) Functional currency and presentation currency

The accompanying condensed semi-annual consolidated financial statements are presented in millions of Japanese yen (rounded down to the nearest million yen), the functional currency of the Company.

(3) Published standards that are not yet applied

The following standards are the principal standards for which their new establishment or revision has been announced prior to the approval date of the accompanying condensed semi-annual consolidated financial statements. However, as of September 30, 2025, the application of these standards is not compulsory, and the Group has not applied them early.

The effect of the application of these standards on the Group is under consideration.

Standard	Standard name	Time of compulsory application (Fiscal years starting after)	Time of application by the Group	Overview of new clauses and revisions
IFRS 18	<i>Presentation and Disclosure in Financial Statements</i>	January 1, 2027	Fiscal year ending March 31, 2028	New standard as a replacement for IAS 1 “Presentation of Financial Statements,” the existing accounting standard for presentation and disclosure in financial statements

(4) Change in presentation method

(Condensed semi-annual consolidated statements of cash flows)

In the six months ended September 30, 2024, the item “Payments for time deposits,” which had been included under “Other” in the section “Cash flows from investing activities,” has increased in materiality and is therefore presented as a separate line item in the six months ended September 30, 2025.

To reflect this change in presentation, the condensed semi-annual consolidated statements of cash flows for the six months ended September 30, 2024, has been restated accordingly.

As a result, in the condensed semi-annual consolidated statements of cash flows for the six months ended September 30, 2024, the amount previously presented as “Other” of 6,694 million yen has been reclassified into “Payments for time deposits” of 6,318 million yen and “Other” of 376 million yen.

3. Material accounting policy information

Material accounting policies the Group has adopted in preparing the accompanying condensed semi-annual consolidated financial statements are the same as those applied in the previous fiscal year.

4. Significant accounting estimates and judgements on estimates

In the preparation of condensed semi-annual consolidated financial statements, management is required to make judgements, estimates, and assumptions that may affect the application of accounting policies and the reported amounts of assets, liabilities, revenue, and expenses. Actual results could differ from those estimates depending on the nature of the situation.

These estimates and their underlying assumption are continuously reviewed. The impact of revisions to accounting estimates is prospectively recognized in the accounting period when the revision is made and in the subsequent period thereafter.

Significant accounting estimates and assumptions used in the condensed semi-annual consolidated financial statements are the same as those used in the consolidated financial statements for the previous fiscal year.

5. Operating segments

(1) Outline of reportable segments

The Group's reportable segments are components of the Group for which separate financial information is available, regular evaluation by the Board of Directors is performed in order to make decisions about resources to be allocated, and to assess their performance.

The Company manages the Group as a holding company to formulate business strategies for the products and services handled by each company and develop business activities. As such, the Group is composed of segments separated by product and service based on those companies and operates in 7 reporting segments: "Electricity and Gas," "Telecommunication," "Beverage," "Insurance," "Finance," and "Solution," where we provide products and services designed and developed in-house, and "Commission-based Sales," in which we sell products of other companies.

Reportable segments and its businesses are as follows:

Segment	Major business
Electricity and Gas	Selling and providing gas and electricity
Telecommunication	Providing internet communication line services and associated services
Beverage	Producing natural mineral water products and selling them through home delivery
Insurance	Providing non-life insurance, life insurance, and warranty services, etc.
Finance	Providing microfinance and other financial services
Solution	Providing industry-specific solution services through the provision of customer management system and settlement management system platforms and various other tools
Commission-based Sales	Commission-based sale of various products, such as products offered by telecommunications carriers and manufacturers

(2) Method of calculating revenue, profit or loss, and other items for each reportable segment

The information for each reportable segment of the Group is as follows. Segment profit is based on operating profit.

Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(Million yen)

	Reportable segment								Other	Total	Adjustment (Note)	Condensed semi-annual consolidated financial statements
	Electricity and Gas	Telecommuni- cation	Beverage	Insurance	Finance	Solution	Commission -based Sales	Total				
Revenue												
Sales to external customers	134,528	60,124	38,654	12,976	14,211	13,735	51,550	325,783	—	325,783	—	325,783
Intersegment sales and transfers	—	—	—	—	—		—	—	—	—	—	—
Total	134,528	60,124	38,654	12,976	14,211	13,735	51,550	325,783	—	325,783	—	325,783
Segment profit	17,442	12,750	4,996	4,415	8,560	2,933	8,725	59,824	—	59,824	(2,403)	57,421
Finance income												26,714
Finance costs												21,843
Share of profit (loss) of investments accounted for using equity method												6,452
Other non- operating income and expenses												394
Profit before tax												69,139

- Notes:
1. The adjustment for segment profit includes corporate profit or loss that have not been allocated to reportable segments.
 2. Revenue of each segment include the revenue from sources other than revenue from contracts with customers under IFRS 15 as follows:
The Electricity and Gas segment recognized 6,728 million yen of government grants under IAS 20.
The Beverage segment included lease income under IFRS 16.
The Insurance segment recognized 9,951 million yen of insurance revenue under IFRS 17. Corresponding insurance service expenses of 6,507 million yen and losses related to reinsurance of 353 million yen compose the segment profit of the Insurance segment.
The Finance segment recognized revenue, including finance income, calculated using the effective interest rate under IFRS 9.

Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)

(Million yen)

	Reportable segment								Other	Total	Adjustment (Note)	Condensed semi-annual consolidated financial statements
	Electricity and Gas	Telecommuni- cation	Beverage	Insurance	Finance	Solution	Commission -based Sales	Total				
Revenue												
Sales to external customers	155,823	63,884	42,634	16,298	20,246	13,350	49,457	361,695	—	361,695	—	361,695
Intersegment sales and transfers	—	—	—	—	—	—	—	—	—	—	—	—
Total	155,823	63,884	42,634	16,298	20,246	13,350	49,457	361,695	—	361,695	—	361,695
Segment profit	18,443	14,687	4,968	4,549	10,010	2,092	5,711	60,463	—	60,463	(2,873)	57,590
Finance income												33,813
Finance costs												11,392
Share of profit (loss) of investments accounted for using equity method												9,665
Other non- operating income and expenses												(1,475)
Profit before tax												88,201

- Notes:
1. The adjustment for segment profit includes corporate profit or loss that have not been allocated to reportable segments.
 2. Revenue of each segment include the revenue from sources other than revenue from contracts with customers under IFRS 15 as follows:
The Electricity and Gas segment recognized 4,658 million yen of government grants under IAS 20.
The Beverage segment included lease income under IFRS 16.
The Insurance segment recognized 11,959 million yen of insurance revenue under IFRS 17. Corresponding insurance service expenses of 9,488 million yen and losses related to reinsurance of 85 million yen compose the segment profit of the Insurance segment.
The Finance segment recognized revenue, including finance income, calculated using the effective interest rate under IFRS 9.

6. Investments accounted for using equity method

The carrying amount of investments in associates is as follows:

(Million yen)

	As of March 31, 2025	As of September 30, 2025
Total carrying amount	205,485	283,856

Financial information for associates is as follows. Additionally, these amounts are subsequent to the incorporation of the Group's ownership ratios.

(Million yen)

	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)
Profit	6,452	9,665
Other comprehensive income	54	1,272
Comprehensive income	6,506	10,937

Note: Share of profit (loss) of investments accounted for using equity method in the condensed semi-annual consolidated statement of profit or loss for the six months ended September 30, 2025 includes a gain from the bargain purchase of 929 million yen, arising from a newly affiliated company accounted for using the equity method. No such gain was recorded during the same period of the previous fiscal year.

7. Bonds payable

Six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

The Company issued bonds payable of 95,000 million yen in the six months ended September 30, 2024. The breakdown is as follows:

The forty-eighth unsecured bond of 75,000 million yen (Annual interest rate: 2.05%, Date of issue: April 26, 2024, Term of redemption: April 25, 2031).

The forty-ninth unsecured bond of 10,000 million yen (Annual interest rate: 1.073%, Date of issue: September 11, 2024, Term of redemption: September 10, 2027);

The fiftieth unsecured bond of 10,000 million yen (Annual interest rate: 1.580%, Date of issue: September 11, 2024, Term of redemption: September 11, 2029)

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

The Company issued bonds payable of 73,460 million yen in the six months ended September 30, 2025. The breakdown is as follows:

USD-denominated senior unsecured bond of 73,460 million yen (Annual interest rate: 6.130%, Date of issue: September 18, 2025, Term of redemption: September 18, 2035).

8. Capital and reserves

Six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

The Company canceled 780,000 shares of treasury stock on May 31, 2024, pursuant to the resolution adopted at the Board of Directors meeting held on May 15, 2024.

Six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

Not applicable.

9. Earnings per share

Basic earnings per share and the basis of its calculation, and diluted earnings per share and the basis of its calculation are as follows:

	Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)	Six months ended September 30, 2025 (From April 1, 2025 to September 30, 2025)
(1) Basic earnings per share	1,092.49 yen	1,602.08 yen
(Basis of calculation)		
Profit attributable to owners of parent (million yen)	48,203	70,328
Amount not attributable to ordinary equity holders of the parent (million yen)	7	17
Amount used in calculation of basic earnings per share (million yen)	48,196	70,310
Weighted average number of ordinary shares (thousand shares)	44,116	43,887
(2) Diluted earnings per share	1,090.15 yen	1,600.10 yen
(Basis of calculation)		
Amount used in calculation of basic earnings per share (million yen)	48,196	70,310
Adjustment to profit for potential shares in subsidiaries and associates (million yen)	(59)	(64)
Amount used in calculation of diluted earnings per share (million yen)	48,136	70,246
Weighted average number of ordinary shares (thousand shares)	44,116	43,887
Increase in ordinary shares from share acquisition rights (thousand shares)	39	14
Weighted average number of ordinary shares used in calculation of diluted earnings per share (thousand shares)	44,156	43,901

10. Significant subsequent events

Issuance of Unsecured Corporate Bonds

Based on the Board of Directors' meeting held on September 22, 2025, the Company issued the following corporate bonds.

The fifty-second unsecured bond

(1) Title	Hikari Tsushin Inc. the 52nd Unsecured Bonds (with Inter-Bond Pari Passu Clause)
(2) Total issue amount	10 billion yen
(3) Denomination per bond	1 million yen
(4) Coupon rate	1.654% per annum
(5) Issue price	100% of the principal amount
(6) Redemption price	100% of the principal amount
(7) Issue date	October 23, 2025
(8) Maturity date	October 23, 2028 (3-year bond)
(9) Coupon payment dates	April 23 and October 23 each year
(10) Use of proceeds	Redemption of existing bonds
(11) Underwriters	Nomura Securities Co., Ltd. Daiwa Securities Co. Ltd. Mizuho Securities Co., Ltd. SMBC Nikko Securities Inc.
(12) Trustee	Mizuho Bank, Ltd.
(13) Book-entry transfer institution	Japan Securities Depository Center, Incorporated
(14) Credit ratings	A+ (Japan Credit Rating Agency, Ltd.) A (Rating & Investment Information, Inc.)

The fifty-third unsecured bond

(1) Title	Hikari Tsushin Inc. the 53rd Unsecured Bonds (with Inter-Bond Pari Passu Clause)
(2) Total issue amount	10 billion yen
(3) Denomination per bond	1 million yen
(4) Coupon rate	2.271% per annum
(5) Issue price	100% of the principal amount
(6) Redemption price	100% of the principal amount
(7) Issue date	October 23, 2025
(8) Maturity date	October 23, 2030 (5-year bond)
(9) Coupon payment dates	April 23 and October 23 each year
(10) Use of proceeds	Redemption of existing bonds

(11) Underwriters	Nomura Securities Co., Ltd. Daiwa Securities Co. Ltd. Mizuho Securities Co., Ltd. SMBC Nikko Securities Inc.
(12) Trustee	Mizuho Bank, Ltd.
(13) Book-entry transfer institution	Japan Securities Depository Center, Incorporated
(14) Credit ratings	A+ (Japan Credit Rating Agency, Ltd.) A (Rating & Investment Information, Inc.)

Based on the Board of Directors' meeting held on October 27, 2025, the Company issued the following corporate bonds.

The fifty-fourth unsecured bond

(1) Title	Hikari Tsushin Inc. the 54th Unsecured Bonds (with Inter-Bond Pari Passu Clause)
(2) Total issue amount	15 billion yen
(3) Denomination per bond	1 million yen
(4) Coupon rate	2.656% per annum
(5) Issue price	100% of the principal amount
(6) Redemption price	100% of the principal amount
(7) Issue date	November 6, 2025
(8) Maturity date	November 6, 2031 (6-year bond)
(9) Coupon payment dates	May 6 and November 6 each year
(10) Use of proceeds	Redemption of existing bonds
(11) Underwriters	Daiwa Securities Co. Ltd.
(12) Trustee	Mizuho Bank, Ltd.
(13) Book-entry transfer institution	Japan Securities Depository Center, Incorporated
(14) Credit ratings	A+ (Japan Credit Rating Agency, Ltd.) A (Rating & Investment Information, Inc.)

Cancellation of Treasury Shares

At the meeting of its Board of Directors held on November 11, 2025, the Company has resolved to cancel treasury stock in accordance with Article 178 of the Companies Act.

(1) Reason to cancel treasury stock	To eliminate concerns over potential future dilution of shares
(2) Class of shares to be canceled	Common stock
(3) Total number of shares to be canceled	280,000 shares (0.63% of the total number of outstanding shares before the cancellation)
(4) Scheduled cancellation date	December 29, 2025
(5) The total number of outstanding shares after the cancellation	43,989,642 shares

Share Repurchase

At the meeting of its Board of Directors held on November 11, 2025, the Company has resolved to repurchase its shares pursuant to Article 156 of the Companies Act, as applied pursuant to Article 165, Paragraph 3 of the Act.

1) Reason for the share repurchase

To implement a flexible capital policy and further enhance shareholder returns

2) Details of the matters related to the share repurchase

(1) Class of shares to be repurchased	Common stock
(2) Total number of shares to be repurchased	Up to 350,000 shares (0.79% of the total number of outstanding shares (excluding treasury stock))
(3) Total amount	Up to 10 billion yen
(4) Repurchase period	From November 12, 2025 to June 30, 2026
(5) Repurchase method	Market purchase on the Tokyo Stock Exchange

11. Notes on going concern assumption

Not applicable.

12. Date of approval

The accompanying condensed semi-annual consolidated financial statements were approved by the Board of Directors on November 11, 2025.