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August 8, 2025

Consolidated Financial Results for the Six Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: AlphaPurchase Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 7115
 URL: <https://www.alphapurchase.co.jp/>
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 Scheduled date to file semi-annual securities report: August 8, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for individual investors)

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

1. Consolidated financial results for the six months ended June 30, 2025 (from January 1, 2025 to June 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	%
June 30, 2025	28,631	6.9	717	27.4	714	30.3	506	27.6
June 30, 2024	26,787	7.4	563	(6.7)	548	(7.9)	396	(4.8)

Note: Comprehensive income For the six months ended June 30, 2025: ¥506 million [27.6%]
 For the six months ended June 30, 2024: ¥396 million [(4.8%)]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2025	52.22	50.23
June 30, 2024	41.21	40.36

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	15,830	6,129	38.7
December 31, 2024	18,381	6,071	33.0

Reference: Equity
 As of June 30, 2025: ¥6,129 million
 As of December 30, 2024: ¥6,071 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2024	-	0.00	-	27.00	27.00
Fiscal year ending December 31, 2025	-	0.00			
Fiscal year ending December 31, 2025 (Forecast)			-	35.00	35.00

Note: Revisions to the forecast of cash dividends most recently announced: None
Breakdown of fiscal year-end dividends for the fiscal year ending December 31, 2025
Ordinary dividends: 30.00yen; 25th anniversary commemorative dividends: 5.00yen

3. Earnings forecast of consolidated financial results for the fiscal year ended December 31, 2025 (from January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%		%	Millions of yen	%	Yen
Full year	61,975	10.8	1,510	21.5	1,500	22.2	1,050	21.3	107.80

Note: Revisions to the forecast of financial results most recently announced: Yes

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (4) Number of issued shares (common shares)

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

As of June 30, 2025	9,736,500 shares
As of December 31, 2024	9,692,500 shares

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

As of June 30, 2025	87,490 shares
As of December 31, 2024	49 shares

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

Six months ended June 30, 2025	9,699,301 shares
Six months ended June 30, 2024	9,631,924 shares

The company has introduced a Board Benefit Trust (BBT). The number of treasury stock outstanding at end of period includes the Company's shares (87,400 shares as of June 30, 2025) held by the trust account. The shares in the Company held by the trust account are included in the treasury stock to be excluded from the calculation of the average number of shares outstanding during period (12,039 shares for the six months ended June 30, 2025)

* 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

The forward-looking statements in this report, such as forecast, are based on information currently available and certain assumptions that the Company believes to be reasonable and should not be construed as a guarantee that the Company will achieve these projections. Actual results may differ from the aforementioned forecasts depending on various factors.

Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheets

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	5,759,082	3,778,609
Accounts receivable - trade	9,075,345	7,947,285
Contract assets	173,635	425,597
Electronically recorded monetary claims	214,197	327,193
Merchandise	391,809	567,125
Supplies	623	684
Costs on construction contracts in progress	44,000	51,265
Other	268,120	213,651
Allowance for doubtful accounts	(912)	(789)
Total current assets	15,925,901	13,310,623
Non-current assets		
Property, plant and equipment		
Buildings and structures	85,595	85,815
Accumulated depreciation	(54,736)	(54,141)
Buildings and structures, net	30,859	31,673
Tools, furniture and fixtures	272,802	272,802
Accumulated depreciation	(221,349)	(233,313)
Tools, furniture and fixtures, net	51,452	39,488
Total property, plant and equipment	82,312	71,162
Intangible assets		
Software	1,506,843	1,686,627
Software in progress	605,642	532,099
Total intangible assets	2,112,486	2,218,727
Investments and other assets		
Shares of subsidiaries and associates	4,386	4,386
Guarantee deposits	115,063	106,968
Deferred tax assets	139,044	117,714
Other	1,946	991
Total investments and other assets	260,440	230,060
Total non-current assets	2,455,239	2,519,951
Total assets	18,381,140	15,830,574

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	11,401,280	8,879,671
Current portion of long-term borrowings	19,992	11,702
Accounts payable - other	291,929	295,231
Income taxes payable	203,805	208,845
Accrued consumption taxes	79,388	40,593
Contract liabilities	19,651	48,585
Provision for bonuses	177,778	117,280
Other	80,966	56,710
Total current liabilities	12,274,792	9,658,619
Non-current liabilities		
Long-term borrowings	3,372	-
Asset retirement obligations	30,701	27,614
Provision for share awards for directors (and other officers)	-	14,393
Other	657	657
Total non-current liabilities	34,730	42,664
Total liabilities	12,309,522	9,701,284
Net assets		
Shareholders' equity		
Share capital	580,489	599,773
Capital surplus	783,211	802,495
Retained earnings	4,707,983	4,952,792
Treasury shares	(65)	(225,772)
Total shareholders' equity	6,071,618	6,129,289
Total net assets	6,071,618	6,129,289
Total liabilities and net assets	18,381,140	15,830,574

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income
(Semi-annual Consolidated Statements of Income)

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	26,787,959	28,631,818
Cost of sales	24,128,944	25,565,950
Gross profit	2,659,015	3,065,868
Selling, general and administrative expenses	2,095,693	2,348,218
Operating profit	563,322	717,649
Non-operating income		
Interest income	13	2,021
Insurance claim income	4,132	-
Other	1,916	1,170
Total non-operating income	6,063	3,192
Non-operating expenses		
Interest expenses	79	22
Foreign exchange losses	20,084	3,869
Loss on retirement of non-current assets	-	1,581
Other	674	417
Total non-operating expenses	20,839	5,891
Ordinary profit	548,546	714,950
Profit before income taxes	548,546	714,950
Income taxes - current	110,248	187,115
Income taxes - deferred	41,352	21,330
Total income taxes	151,601	208,445
Profit	396,945	506,505
Profit attributable to owners of parent	396,945	506,505

(Semi-annual Consolidated Statements of Comprehensive Income)

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Profit	396,945	506,505
Comprehensive income	396,945	506,505
Comprehensive income attributable to owners of parent	396,945	506,505

(3) Semi-annual Consolidated Statements of Cash Flows

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	548,546	714,950
Depreciation	307,777	351,878
Increase (decrease) in allowance for doubtful accounts	455	(123)
Increase (decrease) in provision for bonuses	(96,225)	(60,497)
Increase (decrease) in provision for share awards for directors (and other officers)	-	14,393
Interest and dividend income	(13)	(2,021)
Interest expenses	79	22
Foreign exchange losses (gains)	(523)	6,265
Loss on retirement of non-current assets	-	1,581
Decrease (increase) in trade receivables	1,638,300	763,101
Decrease (increase) in inventories	(283,206)	(182,641)
Increase (decrease) in trade payables	(382,627)	(2,521,609)
Increase (decrease) in accounts payable - other	4,525	5,295
Increase (decrease) in accrued consumption taxes	(167,443)	(38,794)
Other, net	40,901	77,319
Subtotal	1,610,546	(870,878)
Interest and dividends received	13	2,021
Interest paid	(81)	(27)
Income taxes paid	(204,140)	(204,440)
Income taxes refund	-	388
Net cash provided by (used in) operating activities	1,406,338	(1,072,935)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,801)	(7,136)
Purchase of intangible assets	(379,537)	(444,828)
Payments of guarantee deposits	-	(298)
Proceeds from refund of guarantee deposits	181	8,392
Other, net	-	(3,450)
Net cash provided by (used in) investing activities	(383,158)	(447,320)
Cash flows from financing activities		
Repayments of long-term borrowings	(26,664)	(11,662)
Proceeds from issuance of shares	6,588	38,569
Purchase of treasury shares	-	(225,706)
Payments of dividends	(211,313)	(261,640)
Net cash provided by (used in) financing activities	(231,389)	(460,440)
Effect of exchange rate change on cash and cash equivalents	523	(6,265)
Net increase (decrease) in cash and cash equivalents	792,314	(1,986,962)
Cash and cash equivalents at beginning of period	4,169,591	5,759,082
Cash and cash equivalents at end of period	4,961,905	3,772,120

(4) Note to Semi-annual Consolidated Financial Statements

(Notes to Going Concern Assumption)

Not applicable

(Notes to Significant Changes in the amount of Shareholder's Equity)

Not applicable

(Notes to Changes in Accounting Policies)

(Application of the "Accounting Standard for Current Income Taxes" and other relevant Accounting Standards Board of Japan (ASBJ) regulations)

The company applied the Revised Accounting Standard for Current Income Taxes, etc. (ASBJ Statement No. 27, October 28, 2022, hereinafter referred to as the "2022 Revised Accounting Standard") from the beginning of the first half of the current fiscal year. With regard to the revision concerning the accounting classification of income taxes, etc. (taxation of other comprehensive income), the company followed the transitional treatment set out in the provisional clause of Paragraph 20-3 of the 2022 Revised Accounting Standard and the transitional treatment set out in the provisional clause of Paragraph 65-2 (2) of the "Guidance on Accounting Standard for Tax Effect Accounting" (ASBJ Guidance No. 28, October 28, 2022, hereinafter referred to as the "2022 Revised Guidance"). This change in accounting policy had no impact on the Semi-annual consolidated financial statements.

In addition, the company has applied the 2022 Revised Guidance from the beginning of the first half of the current fiscal year with regard to the revision of the treatment in consolidated financial statements of the deferral for tax purposes of gains or losses on sales of investments in subsidiaries among consolidated companies. This change in accounting policy has been applied retrospectively, and the Semi-annual consolidated financial statements and full-year consolidated financial statements for the previous fiscal year are presented on a retrospective basis. This change in accounting policy had no impact on the Semi-annual consolidated financial statements and full-year consolidated financial statements for the previous fiscal year.

(Additional information)

(Changes in Presentation Method)

A portion of expenses related to FM Business were previously presented under Cost of sales. From the current fiscal year, the company has changed the presentation method to show the expense under Selling, general and administrative expenses. This change was implemented to more appropriately reflect the nature of actual business activities and review the expense categories following the spinning off the construction department. As a result of the changes, in the Semi-annual consolidated statement of income of the previous fiscal year, ¥237,110 thousand under Cost of sales reclassified under selling, general and administrative expenses. Due to this reclassification, Cost of sales decreased, Gross profit and Selling, general and administrative expenses increased but there is no impact on operating profit.

(Segment Information)

Information regarding Net Sales and Profit or Loss by the reportable Segments, and disaggregation of revenue from contracts with customers

I. For six months ended June 30, 2024 (From January 1, 2024 to June 30, 2024)

(Thousands of yen)

	Reportable Segment			Other (Note)	Total	Adjustments	Posted amount to the Semi- annual consolidated statements of income
	MRO Business	FM Business	Total				
Net Sales							
Goods or services transferred at a point in time	20,143,906	5,585,974	25,729,880	1,154	25,731,034	-	25,731,034
Goods or services transferred over time	164,017	866,156	1,030,174	26,750	1,056,924	-	1,056,924
Revenue from contracts with customers	20,307,923	6,452,131	26,760,055	27,904	26,787,959	-	26,787,959
Sales to external customers	20,307,923	6,452,131	26,760,055	27,904	26,787,959	-	26,787,959
Intersegment sales and transfer	-	-	-	120,417	120,417	(120,417)	-
Total	20,307,923	6,452,131	26,760,055	148,322	26,908,377	(120,417)	26,787,959
Segment profit (loss)	341,222	184,923	526,146	37,176	563,322	-	563,322

(Notes)

The “Other” category is a business segment not included in the reported segments and includes software-related businesses.

II. For six months ended June 30, 2025 (From January 1, 2025 to June 30, 2025)

(Thousands of yen)

	Reportable Segment			Other (Note)	Total	Adjustments	Posted amount to the Semi- annual consolidated statements of income
	MRO Business	FM Business	Total				
Net Sales							
Goods or services transferred at a point in time	22,611,159	4,878,779	27,489,938	6,017	27,495,955	-	27,495,955
Goods or services transferred over time	165,141	968,870	1,134,012	1,851	1,135,863	-	1,135,863
Revenue from contracts with customers	22,776,301	5,847,649	28,623,950	7,868	28,631,818	-	28,631,818
Sales to external customers	22,776,301	5,847,649	28,623,950	7,868	28,631,818	-	28,631,818
Intersegment sales and transfer	-	-	-	129,494	129,494	(129,494)	-
Total	22,776,301	5,847,649	28,623,950	137,363	28,761,313	(129,494)	28,631,818
Segment profit (loss)	574,924	110,350	685,274	32,375	717,649	-	717,649

(Notes)

The “Other” category is a business segment not included in the reported segments and includes software-related businesses.