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## Summary of Consolidated Financial Statements for the Second Quarter Ended September 30, 2025 (Japanese GAAP)

November 6, 2025

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Scheduled date of release of Semi-annual Report: November 11, 2025  
Scheduled date of dividend payment: —  
Availability of supplementary explanatory materials prepared for financial results: Available  
Briefing session on financial results to be held: None

(Figures are rounded down to the nearest million yen.)

### 1. Consolidated Business Results for the Second Quarter of Fiscal Year 2025 (April 1, 2025 to September 30, 2025)

#### (1) Consolidated Operating Results (Cumulative) (Percentage figures indicate the rate of year-on-year increase (decrease).)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Q2 FY 2025	7,635	(6.2)	1,148	22.4	1,227	23.3	858	24.0
Q2 FY 2024	8,142	(11.7)	937	(36.5)	995	(32.5)	692	(34.2)

(Note) Comprehensive income: Q2 FY 2025: 1,412 million yen [85.1%] Q2 FY 2024: 763 million yen [(29.9)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Q2 FY 2025	79.04	78.98
Q2 FY 2024	63.32	63.11

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	Yen
Q2 FY 2025	15,955	13,734	85.2	1,262.01
FY 2024	15,042	13,015	85.6	1,174.61

(Reference) Equity capital Q2 FY 2025: 13,586 million yen FY 2024: 12,878 million yen

### 2. Dividend Payments

	Annual Dividend				
	End of Q1	End of Q2	End of Q3	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY 2024	—	0.00	—	45.00	45.00
FY 2025	—	0.00	—	—	—
FY 2025 (Projection)	—	—	—	49.00	49.00

(Note) Revision of dividend projection from recently announced figures: None

### 3. Consolidated Forecast Results for Fiscal Year 2025 (April 1, 2025 to March 31, 2026)

(Percentage figures indicate the rate of year-on-year increase (decrease).)

	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
Full Year	13,770	(9.7)	1,390	(4.9)	1,480	(4.1)	1,050	7.3	97.52

(Note) Revision of forecast results from recently announced figures: None

#### \* Matters of Note

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

New inclusion: —

Exclusion: —

##### (2) Application of special accounting processes for the preparation of Semi-annual Consolidated Financial Statements: Yes

(Note) For details, please refer to [Appendix] P. 8 “2. Semi-annual Consolidated Financial Statements and Primary Notes, (4) Notes to Semi-annual Consolidated Financial Statements, (Notes regarding special accounting processes for the preparation of Semi-annual Consolidated Financial Statements).”

##### (3) Changes to accounting policies, changes to accounting estimates, and restatements:

1) Changes to accounting policies accompanying the revision of accounting standards, etc.: None

2) Changes to accounting policies other than 1) above: None

3) Changes to accounting estimates: None

4) Restatements: None

##### (4) Number of shares issued (common shares)

1) Number of shares issued at end of period (including treasury shares)	Q2 FY 2025	11,211,989 shares	FY 2024	11,211,989 shares
2) Number of treasury shares at end of period	Q2 FY 2025	446,002 shares	FY 2024	247,772 shares
3) Average number of common shares during period (cumulative)	Q2 FY 2025	10,864,786 shares	Q2 FY 2024	10,941,207 shares

**\* These semi-annual financial results are outside the scope of review by certified public accountants or an audit firm.**

#### \* Explanation of appropriate use of results forecasts, other matters of note:

##### (Note on forward-looking statements, etc.)

The earnings forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable at the date of publication of this document. Actual results may differ significantly from these forecasts due to various factors.

##### (Method of obtaining supplementary explanatory materials on financial results)

The supplementary explanatory materials on financial results will be posted on the Company's website.

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## 1. Overview of Business Results, etc.

### (1) Overview of business results for the semi-annual period under review

During the six months ended September 30, 2025, the Japanese economy showed moderate recovery in economic conditions, but careful attention was required to the risk of an economic downturn due to the impact of U.S. trade policies. Moreover, the future economic outlook still remains uncertain because the continued rise in prices also poses a risk to the economy by negatively affecting personal consumption through a decline in consumer sentiment and other factors.

In the pachinko and pachislot machine market, which is the main market for the Group, the overall trend has been stable with the spread of smart gaming machines. In the pachislot machine market, as a pace of the transition to smart pachislot machines became more gradual, a certain sense of slowdown emerged in the market expansion. On the other hand, the pachinko machine market remained firm through the continued introduction of models featuring new rules specific to smart pachinko machines.

Under such circumstances, the Group focused on efforts to secure stable profits in the pachinko and pachislot machine market, to expand sales of graphics LSI products for the embedded system market (Note 1), and to expand the scale of new businesses centered on the AI area. Furthermore, with a view to accelerating new business development, the Group actively considered initiatives including alliances and investments.

As a result, for the six months ended September 30, 2025, the Company recorded net sales of 7,635 million yen, down 507 million yen from the same period of the previous fiscal year (year-on-year decrease of 6.2%). Gross profit increased by 243 million yen (year-on-year increase of 10.4%) to 2,570 million yen. Gross profit margin increased by 5.1 percentage points year-on-year to 33.7%, driven by factors including a change in the product mix. Selling, general and administrative expenses amounted to 1,421 million yen, an increase of 32 million yen from the same period of the previous fiscal year (year-on-year increase of 2.4%). Of this, research and development expenses accounted for 748 million yen, up 50 million yen (year-on-year increase of 7.2%).

Consequently, for the six months ended September 30, 2025, the Company recorded an operating profit of 1,148 million yen, an increase of 210 million yen from the same period of the previous fiscal year (year-on-year increase of 22.4%), an ordinary profit of 1,227 million yen, an increase of 232 million yen (year-on-year increase of 23.3%), and a profit attributable to owners of parent of 858 million yen, an increase of 165 million yen (year-on-year increase of 24.0%).

The business performance by segment is as follows. In addition, besides the following segments, corporate expenses not allocated to each segment amounted to 314 million yen.

#### 1) LSI Business for Japanese Entertainment Machines

The LSI Business for Japanese Entertainment Machines segment deals with products for pachinko and pachislot machines, the existing businesses of the Company. For the six months ended September 30, 2025, the Company recorded net sales of 7,236 million yen, a decrease of 685 million yen from the same period of the previous fiscal year (year-on-year decrease of 8.6%), and an operating profit of 1,571 million yen, an increase of 30 million yen from the same period of the previous fiscal year (year-on-year increase of 2.0%). Regarding the Company's mainstay products, graphics LSI products for pachinko and pachislot machines, the number of units sold decreased by 30,000 units from the same period of the previous fiscal year to 260,000 units, and sales of memory-module products (Note 2) fell short of those of the same period of the previous fiscal year. Moreover, the order backlog for the segment as of September 30, 2025 stood at 10,135 million yen.

#### 2) Middleware (AI, Block Chain and Other) and LSI Business for New Business

This segment is a start-up business focusing on the areas of AI, Web3, and block chain in addition to products for embedded systems. For the six months ended September 30, 2025, the Company recorded net sales of 399 million yen, up 178 million yen, or 80.6%, from the same period of the previous fiscal year, and an operating loss of 108 million yen, down 153 million yen from the loss of 262 million yen reported in the same period of the previous fiscal year.

(Note 1) "Embedded system market" refers to the market relating to the manufacture of embedded systems, excluding pachinko and pachislot machines. Embedded systems refer to electronic devices that have a computer embedded that carries out a particular processing specific to a certain application. Embedded systems include devices of various types and in various areas, ranging from medical devices, vending machines, to home electric appliances.

(Note 2) "Memory-module" refers to the mechanism of the part that retains the image data installed in the graphics-rendering circuit boards of pachinko and pachislot machines.

## **(2) Overview of financial position for the semi-annual period under review**

### **1) Status of assets, liabilities and net assets**

Total assets as of the end of the second quarter of fiscal 2025 stood at 15,955 million yen, up 913 million yen, or 6.1%, from the end of the previous fiscal year. Main factors contributing to this outcome included an increase in merchandise and finished goods (253 million yen) and an increase in investment securities (996 million yen), despite a decrease in trade receivables and contract asset (290 million yen) and a decrease in securities (100 million yen).

Total liabilities as of the end of the second quarter of fiscal 2025 stood at 2,221 million yen, up 194 million yen, or 9.6%, from the end of the previous fiscal year. Main factors contributing to this outcome included an increase in income taxes payable (283 million yen).

Total net assets as of the end of the second quarter of fiscal 2025 stood at 13,734 million yen, up 718 million yen, or 5.5%, from the end of the previous fiscal year. Main factors contributing to this outcome included an increase in retained earnings (365 million yen) and an increase in valuation difference on available-for-sale securities (543 million yen), despite the purchase of treasury shares (202 million yen).

### **2) Status of cash flows**

Cash and cash equivalents (hereinafter “funds”) as of the end of the second quarter of fiscal 2025 amounted to 6,593 million yen, down 11.9% from a year earlier. The status of cash flows and their contributing factors are as follows.

(Cash flows from operating activities)

Funds provided by operating activities for the six months ended September 30, 2025 amounted to 897 million yen, (compared with funds used of 837 million yen in the same period of the previous fiscal year). This was attributable mainly to the recording of profit before income taxes (1,224 million yen) for the six months ended September 30, 2025 and a decrease in trade receivables (290 million yen), despite an increase in inventories (251 million yen) and a decrease in trade payables (523 million yen).

(Cash flows from investing activities)

Funds used in investing activities for the six months ended September 30, 2025 amounted to 203 million yen (compared with funds used of 616 million yen in the same period of the previous fiscal year). This was mainly attributable to factors such as proceeds from distributions from investment partnerships (44 million yen), despite the purchase of investment securities (231 million yen).

(Cash flows from financing activities)

Funds used in financing activities for the six months ended September 30, 2025 amounted to 719 million yen (compared with funds used of 879 million yen in the same period of the previous fiscal year). This was mainly attributable to factors such as the purchase of treasury shares (227 million yen) and dividends paid (493 million yen).

### **(3) Explanation of future forecast information such as consolidated results forecasts**

For forecast results for fiscal 2025, please refer to “Notice on Revisions of Forecast Results for First Half and Full Year and Dividend Forecasts” released on September 22, 2025.

**2. Semi-annual Consolidated Financial Statements and Primary Notes****(1) Semi-annual Consolidated Balance Sheets**

	(Millions of yen)	
	FY 2024 (As of March 31, 2025)	Q2 FY 2025 (As of September 30, 2025)
<b>Assets</b>		
Current assets		
Cash and deposits	5,000	5,093
Trade receivables and contract asset	1,488	1,198
Securities	1,600	1,500
Merchandise and finished goods	3,908	4,161
Work in process	3	1
Raw materials and supplies	0	0
Other	410	448
Allowance for doubtful accounts	(0)	(0)
Total current assets	12,411	12,403
Non-current assets		
Property, plant and equipment	191	182
Intangible assets	29	23
Investments and other assets		
Investment securities	2,179	3,176
Other	230	169
Total investments and other assets	2,410	3,346
Total non-current assets	2,631	3,552
Total assets	15,042	15,955
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	1,571	1,048
Income taxes payable	76	360
Provision for bonuses	—	48
Other	336	511
Total current liabilities	1,984	1,968
Non-current liabilities		
Asset retirement obligations	42	42
Other	—	210
Total non-current liabilities	42	252
Total liabilities	2,026	2,221
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,028	1,028
Capital surplus	987	989
Retained earnings	10,714	11,080
Treasury shares	(195)	(397)
Total shareholders' equity	12,535	12,700
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	343	886
Total accumulated other comprehensive income	343	886
Share acquisition rights	28	28
Non-controlling interests	108	118
Total net assets	13,015	13,734
Total liabilities and net assets	15,042	15,955

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

	(Millions of yen)	
	Q2 FY 2024 (From April 1, 2024 to September 30, 2024)	Q2 FY 2025 (From April 1, 2025 to September 30, 2025)
Net sales	8,142	7,635
Cost of sales	5,815	5,065
Gross profit	2,326	2,570
Selling, general and administrative expenses	1,389	1,421
Operating profit	937	1,148
Non-operating income		
Interest income	0	5
Dividend income	36	27
Foreign exchange gains	—	30
Gain on investments in investment partnerships	22	16
Other	1	0
Total non-operating income	61	80
Non-operating expenses		
Foreign exchange losses	4	—
Other	0	1
Total non-operating expenses	4	1
Ordinary profit	995	1,227
Extraordinary losses		
Impairment losses	2	3
Total extraordinary losses	2	3
Profit before income taxes	992	1,224
Income taxes	300	354
Profit	692	869
Profit (loss) attributable to non-controlling interests	(0)	10
Profit attributable to owners of parent	692	858

### Semi-annual Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	Q2 FY 2024 (From April 1, 2024 to September 30, 2024)	Q2 FY 2025 (From April 1, 2025 to September 30, 2025)
Profit	692	869
Other comprehensive income		
Valuation difference on available-for-sale securities	70	543
Total other comprehensive income	70	543
Comprehensive income	763	1,412
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	763	1,401
Comprehensive income attributable to non-controlling interests	(0)	10



**(3) Semi-annual Consolidated Statements of Cash Flows**

(Millions of yen)

	Q2 FY 2024 (From April 1, 2024 to September 30, 2024)	Q2 FY 2025 (From April 1, 2025 to September 30, 2025)
Cash flows from operating activities		
Profit before income taxes	992	1,224
Depreciation	41	40
Amortization of goodwill	5	—
Share-based payment expenses	14	12
Interest and dividend income	(37)	(32)
Loss (gain) on investments in investment partnerships	(22)	(16)
Decrease (increase) in trade receivables	(284)	290
Decrease (increase) in inventories	(941)	(251)
Decrease (increase) in other current assets	30	(73)
Increase (decrease) in trade payables	382	(523)
Increase (decrease) in other current liabilities	(461)	101
Other, net	(5)	146
Subtotal	(286)	918
Interest and dividends received	37	31
Income taxes refund (paid)	(588)	(53)
Net cash provided by (used in) operating activities	(837)	897
Cash flows from investing activities		
Purchase of property, plant and equipment	(47)	(16)
Purchase of intangible assets	(2)	(0)
Purchase of investment securities	(606)	(231)
Proceeds from distributions from investment partnerships	39	44
Net cash provided by (used in) investing activities	(616)	(203)
Cash flows from financing activities		
Purchase of treasury shares	—	(227)
Dividends paid	(884)	(493)
Other, net	4	0
Net cash provided by (used in) financing activities	(879)	(719)
Effect of exchange rate change on cash and cash equivalents	(0)	19
Net increase (decrease) in cash and cash equivalents	(2,333)	(6)
Cash and cash equivalents at beginning of period	9,816	6,600
Cash and cash equivalents at end of period	7,482	6,593

**(4) Notes to Semi-annual Consolidated Financial Statements****(Notes regarding special accounting processes for the preparation of Semi-annual Consolidated Financial Statements)****(Calculation of tax expenses)**

Tax expenses have been calculated by multiplying profit before income taxes by an effective tax rate reasonably estimated after the application of tax effect accounting to profit before income taxes for the fiscal year including the second quarter ended September 30, 2025.

**(Notes regarding segment information, etc.)****[Segment information]****I First six months of fiscal 2024 (April 1, 2024 to September 30, 2024)****1. Information about amounts of net sales, profit and loss by reportable segment**

(Millions of yen)

	Reportable segment		Total	Adjustments (Note 1)	Amount recorded in semi-annual consolidated financial statement (Note 2)
	LSI Business for Japanese Entertainment Machines	Middleware (AI, Block Chain and Other) and LSI Business for New Business			
Sales					
Revenues from external customers	7,921	221	8,142	—	8,142
Transactions with other segments	—	—	—	—	—
Net sales	7,921	221	8,142	—	8,142
Operating profit (loss)	1,540	(262)	1,278	(340)	937

(Notes) 1. The (340) million yen adjustments to operating profit (loss) are corporate expenses not distributed to each reportable segment, mainly general and administrative expenses not attributable to reportable segments.

2. Operating profit (loss) is adjusted with operating profit in the semi-annual consolidated statement of income.

**II First six months of fiscal 2025 (April 1, 2025 to September 30, 2025)****1. Information about amounts of net sales, profit and loss by reportable segment**

(Millions of yen)

	Reportable segment		Total	Adjustments (Note 1)	Amount recorded in semi-annual consolidated financial statement (Note 2)
	LSI Business for Japanese Entertainment Machines	Middleware (AI, Block Chain and Other) and LSI Business for New Business			
Sales					
Revenues from external customers	7,236	399	7,635	—	7,635
Transactions with other segments	—	—	—	—	—
Net sales	7,236	399	7,635	—	7,635
Operating profit (loss)	1,571	(108)	1,462	(314)	1,148

(Notes) 1. The (314) million yen adjustments to operating profit (loss) are corporate expenses not distributed to each reportable segment, mainly general and administrative expenses not attributable to reportable segments.

2. Operating profit (loss) is adjusted with operating profit in the semi-annual consolidated statement of income.

**(Notes in cases where there are significant changes in amount of shareholders' equity)**

N/A

**(Notes regarding going concern assumption)**

N/A

### 3. Others

#### Recent trends in quarterly business results

#### Fiscal Year ending March 31, 2026

(Millions of yen)

	Q1 FY 2025 From April 2025 to June 2025	Q2 FY 2025 From July 2025 to September 2025	Q3 FY 2025 From October 2025 to December 2025	Q4 FY 2025 From January 2026 to March 2026
Net sales	4,027	3,608	—	—
Gross profit	1,462	1,107	—	—
Operating profit	807	340	—	—
Ordinary profit	839	388	—	—
Profit before income taxes	837	386	—	—
Profit	588	280	—	—
Profit attributable to owners of parent	585	273	—	—
Comprehensive income	842	569	—	—
Basic earnings per share	53.45 yen	25.34 yen	—	—
	As of end of Q1	As of end of Q2	As of end of Q3	As of end of Q4
Total assets	15,103	15,955	—	—
Net assets	13,311	13,734	—	—
Net assets per share	1,207.29 yen	1,262.01 yen	—	—

#### Fiscal Year ended March 31, 2025

(Millions of yen)

	Q1 FY 2024 From April 2024 to June 2024	Q2 FY 2024 From July 2024 to September 2024	Q3 FY 2024 From October 2024 to December 2024	Q4 FY 2024 From January 2025 to March 2025
Net sales	4,061	4,081	3,738	3,362
Gross profit	1,216	1,110	1,117	943
Operating profit	528	409	362	160
Ordinary profit	521	474	334	213
Profit before income taxes	518	473	206	205
Profit	363	328	138	154
Profit attributable to owners of parent	367	325	139	146
Comprehensive income	256	506	247	(39)
Basic earnings per share	33.62 yen	29.70 yen	12.76 yen	13.32 yen
	As of end of Q1	As of end of Q2	As of end of Q3	As of end of Q4
Total assets	14,330	15,153	14,807	15,042
Net assets	12,265	12,801	13,053	13,015
Net assets per share	1,109.67 yen	1,156.22 yen	1,179.00 yen	1,174.61 yen