

August 14, 2025

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

Company name: BASE CO.,LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 4481
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 Scheduled date to file semi-annual securities report: August 14, 2025
 Scheduled date to commence dividend payments: September 5, 2025
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: Yes (for analysts)

(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

(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 June 30, 2025	11,014	14.0	2,920	21.6	2,952	22.8	2,042	23.3
June 30, 2024	9,663	5.4	2,401	8.8	2,405	8.3	1,656	8.9

Note: Comprehensive income For the six months ended June 30, 2025: ¥1,926 million [5.8%]
 For the six months ended June 30, 2024: ¥1,820 million [13.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2025	110.56	109.66
June 30, 2024	88.25	87.43

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	17,911	14,553	79.4
December 31, 2024	17,745	13,586	74.6

Reference: Equity
 As of June 30, 2025: ¥14,220 million
 As of December 31, 2024: ¥13,232 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	-	50.00	-	52.00	102.00
Fiscal year ending December 31, 2025	-	57.00			
Fiscal year ending December 31, 2025 (Forecast)				60.00	117.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending December 31, 2025	23,038	13.9	6,272	20.0	6,272	19.8	4,317	11.5	233.76

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

* **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	18,799,200 shares
As of December 31, 2024	18,793,200 shares

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

As of June 30, 2025	321,458 shares
As of December 31, 2024	321,458 shares

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

Six months ended June 30, 2025	18,474,659 shares
Six months ended June 30, 2024	18,774,432 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

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors.

Semi-annual consolidated balance sheet

(Thousands of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	11,616,866	12,212,615
Accounts receivable - trade, and contract assets	3,068,812	2,855,594
Work in process	52,083	97,476
Short-term loans receivable	1,073,769	1,073,309
Other	90,330	80,153
Total current assets	15,901,863	16,319,149
Non-current assets		
Property, plant and equipment	81,190	73,004
Intangible assets		
Software	2,761	2,049
Other	289	289
Total intangible assets	3,051	2,339
Investments and other assets		
Investment securities	1,084,471	1,013,403
Other	674,569	503,695
Total investments and other assets	1,759,041	1,517,099
Total non-current assets	1,843,282	1,592,443
Total assets	17,745,146	17,911,593
Liabilities		
Current liabilities		
Accounts payable - trade	966,724	997,286
Income taxes payable	884,268	803,107
Accrued expenses	1,753,437	318,767
Provision for bonuses	-	812,696
Other	540,281	413,389
Total current liabilities	4,144,711	3,345,246
Non-current liabilities		
Long-term accounts payable - other	13,880	12,980
Total non-current liabilities	13,880	12,980
Total liabilities	4,158,591	3,358,226
Net assets		
Shareholders' equity		
Share capital	1,121,099	1,121,605
Capital surplus	1,061,914	1,062,420
Retained earnings	11,658,742	12,740,814
Treasury shares	(1,001,402)	(1,001,402)
Total shareholders' equity	12,840,354	13,923,437
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	253,105	196,858
Foreign currency translation adjustment	138,879	100,263
Total accumulated other comprehensive income	391,985	297,121
Share acquisition rights	411	396
Non-controlling interests	353,803	332,411
Total net assets	13,586,554	14,553,366
Total liabilities and net assets	17,745,146	17,911,593

Semi-annual consolidated statement of income

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	9,663,849	11,014,911
Cost of sales	6,610,919	7,423,604
Gross profit	3,052,929	3,591,306
Selling, general and administrative expenses	651,648	670,420
Operating profit	2,401,280	2,920,885
Non-operating income		
Interest income	12,499	15,761
Dividend income	507	507
Gain on sale of investment securities	4,941	3,831
Foreign exchange gains	-	10,486
Other	134	956
Total non-operating income	18,084	31,544
Non-operating expenses		
Interest expenses	3	-
Share issuance costs	90	30
Foreign exchange losses	14,112	-
Total non-operating expenses	14,205	30
Ordinary profit	2,405,158	2,952,399
Profit before income taxes	2,405,158	2,952,399
Income taxes - current	553,899	722,097
Income taxes - deferred	185,792	184,940
Total income taxes	739,692	907,038
Profit	1,665,466	2,045,361
Profit attributable to non-controlling interests	8,605	2,759
Profit attributable to owners of parent	1,656,861	2,042,602

Semi-annual consolidated statement of comprehensive income

(Thousands of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Profit	1,665,466	2,045,361
Other comprehensive income		
Valuation difference on available-for-sale securities	69,120	(56,247)
Foreign currency translation adjustment	85,461	(62,767)
Total other comprehensive income	154,581	(119,015)
Comprehensive income	1,820,048	1,926,346
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,778,560	1,947,738
Comprehensive income attributable to non-controlling interests	41,488	(21,391)

Semi-annual consolidated statement 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	2,405,158	2,952,399
Depreciation	12,264	8,550
Increase (decrease) in provision for bonuses	655,731	812,696
Interest and dividend income	(13,007)	(16,269)
Interest expenses	3	-
Loss (gain) on sale of investment securities	(4,941)	(3,831)
Share issuance costs	90	30
Decrease (increase) in trade receivables	80,730	181,475
Decrease (increase) in inventories	50,057	(47,546)
Increase (decrease) in trade payables	(61,930)	31,051
Increase (decrease) in accrued expenses	(1,255,800)	(1,431,320)
Increase (decrease) in accrued consumption taxes	(115,933)	(68,223)
Other, net	(116,170)	(37,379)
Subtotal	1,636,252	2,381,632
Interest and dividends received	10,522	14,138
Interest paid	(2)	-
Income taxes paid	(599,522)	(799,762)
Net cash provided by (used in) operating activities	1,047,249	1,596,007
Cash flows from investing activities		
Purchase of property, plant and equipment	(18,944)	-
Purchase of investment securities	(6,284)	(3,262)
Proceeds from sale of investment securities	9,075	6,046
Proceeds from collection of loans receivable	31,668	460
Proceeds from maturity of insurance policies	-	14,372
Payments of leasehold and guarantee deposits	(27,324)	-
Proceeds from refund of leasehold and guarantee deposits	3,217	343
Purchase of golf club membership	-	(8,800)
Net cash provided by (used in) investing activities	(8,592)	9,159
Cash flows from financing activities		
Repayments of long-term borrowings	(11,936)	-
Proceeds from issuance of shares	1,702	966
Purchase of treasury shares	(266)	-
Dividends paid	(971,752)	(960,160)
Net cash provided by (used in) financing activities	(982,252)	(959,194)
Effect of exchange rate change on cash and cash equivalents	74,580	(49,162)
Net increase (decrease) in cash and cash equivalents	130,985	596,810
Cash and cash equivalents at beginning of period	10,553,317	11,618,504
Cash and cash equivalents at end of period	10,684,303	12,215,314

(Notes on segment information, etc.)

Since the Group is a single segment of the software contract development business, the description is omitted.