Summary of Non-Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 7, 2024

Company name:	Asahi Net, Inc.
Stock exchange listing:	Tokyo
Stock code:	3834 URL https://asahi-net.jp/
Representative:	President Jiro Hijikata
Inquiries:	Senior Executive Director and Corporate Officer Masaru Komatsu TEL 03-3541-8311
Scheduled date to file Semi-annual Securities Report:	November 13, 2024
Scheduled date to commence dividend payments:	December 3, 2024
Preparation of supplementary material on financial results:	Yes
Holding of financial results meeting:	No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Non-consolidated operating results (cumulative)   Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2024	6,496	7.5	1,265	50.1	1,276	49.5	977	76.1
Six months ended September 30, 2023	6,043	(0.0)	843	(6.1)	853	(5.4)	555	(16.8)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	36.11	–
Six months ended September 30, 2023	19.97	–

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	14,547	12,627	86.8
As of March 31, 2024	14,279	12,506	87.6

[Reference] Equity   As of September 30, 2024   12,627 million yen   As of March 31, 2024   12,506 million yen

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 March 31, 2024	–	11.50	–	11.50	23.00
Year ending March 31, 2025	–	12.00			
Year ending March 31, 2025 (Forecast)			–	12.00	24.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	12,800	4.8	2,200	12.0	2,200	10.8	1,540	19.4	55.53

4. Notes

(1) Application of special accounting methods for preparing Semi-annual non-consolidated financial statements:　　Yes

(2) 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

(3) Number of issued shares (common shares)

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

As of September 30, 2024	32,000,000 shares	As of March 31, 2024	32,000,000 shares

Number of treasury shares at the end of the period

As of September 30, 2024	5,152,987 shares	As of March 31, 2024	4,266,987 shares

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

Six months ended September 30, 2024	27,081,870 shares	Six months ended September 30, 2023	27,795,300 shares

Semi-annual non-consolidated financial statements
Non-consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	3,509	4,168
Accounts receivable - trade, and contract assets	2,087	2,110
Securities	2,000	1,000
Supplies	1,352	1,352
Other	321	435
Allowance for doubtful accounts	(16)	(13)
Total current assets	9,254	9,053
Non-current assets		
Property, plant and equipment		
Machinery and equipment, net	1,580	1,710
Other, net	658	338
Total property, plant and equipment	2,239	2,048
Intangible assets		
Software	827	1,730
Other	1,092	796
Total intangible assets	1,919	2,526
Investments and other assets	865	917
Total non-current assets	5,024	5,493
Total assets	14,279	14,547
Liabilities		
Current liabilities		
Accounts payable - trade	621	394
Accounts payable - other	660	780
Income taxes payable	295	456
Other	195	289
Total current liabilities	1,772	1,919
Non-current liabilities	0	0
Total liabilities	1,772	1,919
Net assets		
Shareholders' equity		
Share capital	630	630
Capital surplus	859	868
Retained earnings	12,989	13,648
Treasury shares	(2,165)	(2,737)
Total shareholders' equity	12,313	12,409
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	192	217
Total valuation and translation adjustments	192	217
Total net assets	12,506	12,627
Total liabilities and net assets	14,279	14,547

Non-consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	6,043	6,496
Cost of sales	4,300	4,189
Gross profit	1,742	2,307
Selling, general and administrative expenses	899	1,041
Operating profit	843	1,265
Non-operating income		
Dividend income	5	7
Gain on receipt of donated non-current assets	4	–
Gain on sale of goods	–	2
Other	0	1
Total non-operating income	10	11
Non-operating expenses		
Commission for purchase of treasury shares	0	0
Non-operating expenses	0	0
Ordinary profit	853	1,276
Extraordinary income		
Gain on sale of investment securities	–	137
Total extraordinary income	–	137
Extraordinary losses		
Impairment losses	41	–
Loss on retirement of non-current assets	0	2
Loss on valuation of investment securities	0	–
loss on retirement of communication equipment	10	–
Total extraordinary losses	52	2
Profit before income taxes	801	1,411
Income taxes	245	433
Profit	555	977