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August 8, 2025

Consolidated Financial Results for the First Six Months of the Fiscal Year Ending December 31, 2025 <under Japanese GAAP>

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 Securities code: 4979
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Scheduled date to file Semi-annual Securities Report:	August 8, 2025
Scheduled date to commence dividend payments:	September 12, 2025
Preparation of supplementary material on financial results:	None
Holding of financial results presentation meeting:	Yes

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the first six months of the fiscal year ending December 31, 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	17,181	9.6	2,736	36.7	2,616	15.3	1,762	13.2
June 30, 2024	15,673	(4.2)	2,002	(38.5)	2,269	(33.2)	1,557	(31.5)

Note: Comprehensive income Six months ended June 30, 2025: ¥1,926 million [(37.7)%]

Six months ended June 30, 2024: ¥3,090 million [(20.4)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2025	174.20	—
June 30, 2024	151.34	—

Note: 1. Diluted earnings per share is not presented because there are no potential shares.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2025	37,037	18,154	46.0	1,688.32
December 31, 2024	34,663	17,104	46.0	1,566.12

Reference: Equity As of June 30, 2025: ¥17,029 million
 As of December 31, 2024: ¥15,952 million

2. Dividends

	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	—	55.00	55.00
Fiscal year ending December 31, 2025	—	30.00			
Fiscal year ending December 31, 2025 (Forecast)			—	30.00	60.00

Note: 1. Revisions to the dividends forecasts most recently announced: None

3. Consolidated earnings forecasts 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	30,820	3.5	3,320	6.6	3,210	(1.0)	2,090	0.6	205.18

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

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of special accounting for preparing semi-annual consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- a. Changes in accounting policies in accordance with changes in accounting standards, etc.: None
 - b. Changes in accounting policies due to other reasons: None
 - c. Changes in accounting estimates: None
 - d. Restatement: None

(4) Number of shares issued (common shares)

- a. Number of shares issued at the end of the period (including treasury shares)

As of June 30, 2025	11,072,000 shares
As of December 31, 2024	11,072,000 shares

- b. Number of treasury shares at the end of the period

As of June 30, 2025	985,163 shares
As of December 31, 2024	885,694 shares

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

Six months ended June 30, 2025	10,120,551 shares
Six months ended June 30, 2024	10,291,163 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

*** Proper use of earnings forecasts, and other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, the statements herein do not constitute assurances regarding the Company's actual results. Actual financial and other results may differ substantially from the statements herein due to various factors.

Attached Materials

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1. Overview of operating results and others

(1) Overview of operating results for the first six months

In the first six months of the fiscal year ending December 31, 2025, the Japanese economy saw signs of sluggish personal consumption resulting from soaring rice prices and rising prices, despite the continuance of robust demand from inbound tourism. While corporate capital investment, etc. are expected to continue to provide support for the economy, the impact of global trends on the economy such as geopolitical risks, including the situation in the Middle East, and the United States' reciprocal tariffs continues to necessitate close attention.

Under such business conditions, in the first six months under review, net sales was ¥17,181 million, up ¥1,507 million or 9.6% year on year, operating profit was ¥2,736 million, up ¥734 million or 36.7% year on year, ordinary profit was ¥2,616 million, up ¥346 million or 15.3% year on year, and profit attributable to owners of parent was ¥1,762 million, up ¥205 million or 13.2% year on year.

The Group has a single business segment, the AgriTechno Business. The operating results by business fields in this segment are as follows.

In the agrochemical field in Japan, sales were favorable for the pest control material *Oncol* and the green agrochemicals (Note 1), which is the Company's focus, such as *Suffoil* and *Acaritouch*. On the other hand, sales of *Cyflumetofen* declined year on year. In the overseas markets, sales were favorable for the pest control materials *Oncol*, *Cyflumetofen*, and *Gatten*. On the other hand, sales of *Kaligreen* being affected by a delay in shipment timing resulted in a decrease of net sales year on year. Additionally, there were some orders received in advance due to concerns over the impact of the United States' reciprocal tariffs. As a result, net sales in the agrichemicals field amounted to ¥7,000 million, up ¥922 million or 15.2% year on year.

In the fertilizer and biostimulant field in Japan, sales rose year on year due to favorable sales of OAT house fertilizers, OAT fertilizers for drip irrigations and *OK series*. In the overseas markets, sales of biostimulant (Note 2) *Atonik* to Asia were favorable. As for the status of consolidated subsidiaries, sales to North and South America by Blue Wave Holding B.V., a subsidiary in the Netherlands, grew, and sales to Europe and Africa by LIDA Plant Research, S.L., a subsidiary in Spain, grew. Domestic subsidiary Asahi Chemical Manufacturing Co., Ltd. which manufactures biostimulant products and manufactures and sells fertilizers also posted favorable sales year on year. As a result, net sales in the fertilizer and biostimulant field and other fields increased by ¥585 million, or 6.1% year on year, to ¥10,180 million.

We have already reported that, in the fiscal year under review, the second year of the "New Mid-Term Business Plan [2024-2026]," we are promoting active research and development investment for the further development of the Company's key business fields of green agrochemicals, biostimulants, fertilizers & drip fertigation technology, PROBIOPONICS (organic hydroponics), and smart agriculture. In May 2025, we launched "*Enten Master*," a biostimulant we have developed as a countermeasure for high temperatures for some time, and it is being well-received. This product realizes stable yields and improved quality even in harsh environments such as the recent heat wave. The Group aims to solve issues in global agriculture and the environment surrounding it, and is continually taking initiatives to develop and spread the sales of products that are necessary and useful for the current era of agriculture, and, going forward, by continuing to pursue our vision of what the Group should be like in 2030, we will continue to contribute to global agriculture.

- Notes:
1. Green agrochemicals: Safe and environmentally-friendly plant protection materials that provide peace of mind and can be used without any restriction on frequency, such as agents with agrochemical registrations derived naturally or from food additives, and organic JAS-compliant agrochemicals.
 2. Biostimulant: General name for the materials and technologies that enhance the immune strength inherent in plants, and promote cold resistance, heat resistance, pest tolerance and growth stimulation.

(2) Overview of financial position for the first six months

a. Position of assets, liabilities, and net assets

Total assets as of June 30, 2025, was ¥37,037 million, an increase of ¥2,374 million compared to December 31, 2024. This was mainly the result of increases of ¥676 million in cash and deposits,

¥1,553 million in accounts receivable - trade, ¥408 million in notes receivable - trade and ¥244 million in raw materials and supplies, and a decrease of ¥488 million in work in process.

Total liabilities was ¥18,882 million, an increase of ¥1,323 million compared to December 31, 2024. This was mainly the result of increases of ¥895 million in short-term borrowings, ¥607 million in notes and accounts payable - trade, and ¥344 million in income taxes payable, and a decrease of ¥547 million in long-term borrowings.

Net assets was ¥18,154 million, an increase of ¥1,050 million compared to December 31, 2024. This was mainly the result of the recording of ¥1,762 million in profit attributable to owners of parent, ¥560 million in payment of dividends of surplus, and an increase of ¥102 million in foreign currency translation adjustment.

b. Cash flows

Cash and cash equivalents as of June 30, 2025, was ¥5,279 million, an increase of ¥797 million compared to December 31, 2024.

Net cash provided by operating activities was ¥1,805 million (¥954 million was provided in the same period of the previous fiscal year). The main sources of cash were profit before income taxes of ¥2,618 million, depreciation of ¥539 million, amortization of goodwill of ¥368 million, an increase in trade payables of ¥606 million, and an increase in inventories of ¥212 million. The main use of cash was an increase in trade receivables of ¥1,896 million.

Net cash used in investing activities was ¥257 million (¥580 million was used in the same period of the previous fiscal year). The main source of cash was proceeds from withdrawal of time deposits of ¥320 million. The main uses of cash were payments into time deposits of ¥228 million, purchase of property, plant and equipment of ¥125 million, and purchase of shares of subsidiaries resulting in change in scope of consolidation of ¥190 million.

Net cash used in financing activities was ¥595 million (¥62 million was used in the same period of the previous fiscal year). The main source of cash was an increase in short-term borrowings of ¥1,220 million. The main uses of cash were repayments of long-term borrowings of ¥872 million, dividends paid of ¥560 million, purchase of treasury shares of ¥197 million, and purchase of shares of subsidiaries not resulting in change in scope of consolidation of ¥105 million.

(3) Information regarding consolidated earnings forecasts and other forward-looking statements

There is no change to the consolidated earnings forecasts for the fiscal year ending December 31, 2025 announced in “Consolidated Financial Results for the Fiscal Year Ended December 31, 2024” on February 12, 2025.

2. Semi-annual consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	4,849	5,526
Notes receivable - trade	514	922
Electronically recorded monetary claims - operating	56	40
Accounts receivable - trade	7,470	9,023
Securities	87	90
Merchandise and finished goods	2,761	2,833
Work in process	2,029	1,540
Raw materials and supplies	1,750	1,994
Other	1,218	1,199
Allowance for doubtful accounts	(68)	(58)
Total current assets	20,669	23,114
Non-current assets		
Property, plant and equipment	4,139	3,958
Intangible assets		
Goodwill	5,474	5,550
Software	170	165
Customer relation assets	2,566	2,506
Other	393	371
Total intangible assets	8,604	8,593
Investments and other assets	1,249	1,371
Total non-current assets	13,994	13,922
Total assets	34,663	37,037
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,245	2,853
Short-term borrowings	8,525	9,421
Accounts payable - other	746	545
Income taxes payable	283	627
Provision for bonuses	39	38
Provision for compensation for damages	27	28
Refund liability	109	295
Other	1,555	1,639
Total current liabilities	13,533	15,449
Non-current liabilities		
Long-term borrowings	2,447	1,899
Retirement benefit liability	240	228
Deferred tax liabilities	906	906
Other	430	398
Total non-current liabilities	4,025	3,433
Total liabilities	17,559	18,882

(Millions of yen)

	As of December 31, 2024	As of June 30, 2025
Net assets		
Shareholders' equity		
Share capital	461	461
Capital surplus	2,447	2,428
Retained earnings	11,431	12,633
Treasury shares	(1,193)	(1,403)
Total shareholders' equity	13,147	14,120
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	162	161
Foreign currency translation adjustment	2,649	2,752
Remeasurements of defined benefit plans	(7)	(4)
Total accumulated other comprehensive income	2,805	2,909
Non-controlling interests	1,151	1,125
Total net assets	17,104	18,154
Total liabilities and net assets	34,663	37,037

(2) Consolidated statement of income and consolidated statement of comprehensive income

Consolidated statement of income

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Net sales	15,673	17,181
Cost of sales	8,152	8,745
Gross profit	7,520	8,435
Selling, general and administrative expenses	5,518	5,698
Operating profit	2,002	2,736
Non-operating income		
Interest income	19	14
Foreign exchange gains	298	—
Dividend income	3	4
Insurance claim income	0	42
Share of profit of entities accounted for using equity method	18	14
Other	20	31
Total non-operating income	359	106
Non-operating expenses		
Interest expenses	88	86
Foreign exchange losses	—	104
Other	4	35
Total non-operating expenses	92	227
Ordinary profit	2,269	2,616
Extraordinary income		
Gain on sale of non-current assets	0	2
Gain on sale of investment securities	0	—
Total extraordinary income	0	2
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	2,269	2,618
Income taxes - current	759	907
Income taxes - deferred	(99)	(129)
Total income taxes	660	778
Profit	1,608	1,839
Profit attributable to non-controlling interests	51	76
Profit attributable to owners of parent	1,557	1,762

Consolidated statement of comprehensive income

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Profit	1,608	1,839
Other comprehensive income		
Valuation difference on available-for-sale securities	49	(0)
Foreign currency translation adjustment	1,422	85
Remeasurements of defined benefit plans, net of tax	9	3
Total other comprehensive income	1,481	87
Comprehensive income	3,090	1,926
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,942	1,867
Comprehensive income attributable to non-controlling interests	147	59

(3) Consolidated statement of cash flows

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Cash flows from operating activities		
Profit before income taxes	2,269	2,618
Depreciation	556	539
Amortization of goodwill	366	368
Increase (decrease) in retirement benefit liability	4	(4)
Increase (decrease) in allowance for doubtful accounts	(38)	(10)
Increase (decrease) in refund liability	122	185
Increase (decrease) in provision for bonuses	(0)	(1)
Interest and dividend income	(23)	(19)
Interest expenses	88	86
Share-based payment expenses	25	36
Foreign exchange losses (gains)	93	9
Insurance claim income	(0)	(42)
Loss (gain) on sale and retirement of non-current assets	0	(1)
Decrease (increase) in trade receivables	(1,968)	(1,896)
Decrease (increase) in inventories	(254)	212
Increase (decrease) in trade payables	1,078	606
Other, net	(681)	(379)
Subtotal	1,638	2,307
Interest and dividends received	24	29
Interest paid	(94)	(89)
Proceeds from insurance income	0	42
Income taxes paid	(615)	(484)
Net cash provided by (used in) operating activities	954	1,805
Cash flows from investing activities		
Payments into time deposits	(136)	(228)
Proceeds from withdrawal of time deposits	63	320
Proceeds from sale of property, plant and equipment and intangible assets	0	3
Purchase of property, plant and equipment	(327)	(125)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(190)
Purchase of intangible assets	(28)	(35)
Purchase of investment securities	(24)	(0)
Proceeds from sale of investment securities	48	—
Purchase of securities	(24)	—
Other, net	(151)	(2)
Net cash provided by (used in) investing activities	(580)	(257)

(Millions of yen)

	Six months ended June 30, 2024	Six months ended June 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,847	1,220
Repayments of long-term borrowings	(2,296)	(872)
Proceeds from long-term borrowings	1,029	–
Repayments of lease liabilities	(97)	(81)
Proceeds from issuance of shares	41	–
Dividends paid	(565)	(560)
Dividends paid to non-controlling interests	(21)	–
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	–	(105)
Purchase of treasury shares	(0)	(197)
Other, net	(0)	–
Net cash provided by (used in) financing activities	(62)	(595)
Effect of exchange rate change on cash and cash equivalents	43	(154)
Net increase (decrease) in cash and cash equivalents	354	797
Cash and cash equivalents at beginning of period	3,716	4,481
Cash and cash equivalents at end of period	4,070	5,279

(4) Notes to semi-annual consolidated financial statements

Notes on premise of going concern

No items to report.

Notes on substantial changes in the amount of shareholders' equity

No items to report.

Notes on segment information, etc.

[Segment information]

As the Group consists of a single business segment, the AgriTechno Business, this information is omitted.

Significant subsequent events

No items to report.