August 13, 2026

Summary of Consolidated Financial Results for the First Quarter Ended June 30, 2026 [Japan GAAP]

Name of Company:	KAGA ELECTRONICS CO., LTD.	
Stock Code:	8154 URL: https://www.taxan.co.jp/	
Stock Exchange Listing:	Tokyo Stock Exchange, Prime Market	
Representative	Title: Representative Director, President & COO	Name: Ryoichi Kado
Contact Person	Title: Director, Senior Executive Officer Head of Administration Headquarters	Name: Yasuhiro Ishihara
Phone:	+81-(0)3-5657-0111	

Date of commencement of dividend payment (tentative): –
Earnings supplementary explanatory documents: Yes
Earnings presentation: None

(Yen in millions, rounded down)

1. Financial results for the first quarter of the fiscal year ending March 2027 (April 1, 2026 – June 30, 2026)

(1) Result of operations (Consolidated, year-to-date)

(Percentage figures represent year on year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First quarter ended June 2026	170,450	23.4	8,460	30.5	8,864	42.0	6,874	49.0
First quarter ended June 2025	138,086	7.3	6,484	16.8	6,242	3.3	4,614	11.8

Note: Comprehensive income: 1Q of FY2027/3: 11,378 million yen [281.9%] 1Q of FY2026/3: 2,979 million yen [(69.1%)]

	Earnings per share	Earnings per share (diluted)
	Yen	Yen
First quarter ended June 2026	144.24	–
First quarter ended June 2025	87.80	–

(2) Financial Position (Consolidated)

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2026	373,934	191,043	51.1
As of March 31, 2026	403,694	183,516	45.5

Reference: Shareholders' equity : As of June 30, 2026: 191,076 million yen As of March 31, 2026: 183,503 million yen

2. Dividends

	Dividend per share					Dividend payout ratio (Consolidated)
	1Q	2Q	3Q	Year-end	Full year	
	Yen	Yen	Yen	Yen	Yen	%
Fiscal year ended March 2026	–	60.00	–	80.00	140.00	22.3
Fiscal year ending March 2027	–					
Fiscal year ending March 2027 (Forecast)		70.00	–	70.00	140.00	30.3

Note: Change in the dividend forecast from the latest announcement: None

Breakdown of interim dividend for 2026/3: Ordinary dividend: 55.00 yen; Extraordinary dividend: 5.00 yen

Breakdown of year-end dividend for 2026/3: Ordinary dividend: 55.00 yen; Extraordinary dividend: 25.00 yen

3. Forecast for the fiscal year ending March 2027 (Consolidated, April 1, 2026 – March 31, 2027)

(Percentage figures represent year on year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	660,000	0.2	30,000	7.8	30,000	0.2	22,000	(29.3)	461.61

Note: Change in the forecast from the latest announcement: Yes
With respect to the revision of consolidated performance forecast, please refer to "Notice Regarding Upward Revision to Forecasts for Full-Year Earnings", announced today (August 13, 2026).

*** Notes**

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

(2) Use of accounting methods specifically for the preparation of the quarterly consolidated financial statements : None

(3) Changes in accounting policies, estimates, and retrospective restatement
(a) Changes due to revision of accounting standards : None
(b) Changes other than (a) : None
(c) Changes in accounting estimates : None
(d) Retrospective restatement : None

(4) Number of shares outstanding (common stock)
(a) Shares outstanding (including treasury shares)
As of June 30, 2026: 52,486,836 As of March 31, 2026 52,486,836
(b) Treasury shares
As of June 30, 2026: 4,827,888 As of March 31, 2026 4,827,804
(c) Average number of shares (quarterly consolidated during the period)
Period ended June 30, 2026: 47,658,983 Period ended June 30, 2025: 52,556,388

Note: The Company cancelled 4,917,400 treasury shares on August 18, 2025.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or audit firm : None

* Cautionary statement regarding forecasts of operating results and special notes
(Caution regarding forward-looking statements)
Forward-looking statements in these materials are based on information available to management at the time this report was prepared and assumptions that management believes are reasonable. Actual results may differ significantly from these statements for a number of reasons. For conditions as assumption for earnings forecast and cautionary statement regarding use of the forecast, please see "1. Results of Operations (3) Qualitative information on consolidated earnings forecast" on page 4.

(How to obtain supplementary materials on quarterly financial results)
Materials for the earnings presentation (Japanese and English) will be posted on TDnet and our website today (Thursday, August 13, 2026).

Index for Supplementary Information

1. Results of Operations

(1) Overview of consolidated business performance

The following is an overview of consolidated business performance during the first quarter of the consolidated fiscal period under review.

	FY 2026/3 Q1 (April 1, 2025 – June 30, 2025)	FY 2027/3 Q1 (April 1, 2026 – June 30, 2026)	YoY	
	Million yen	Million yen	Million yen	
Net sales	138,086	170,450	32,364	23.4%
Gross profit	18,440	22,807	4,367	23.7%
(Margin)	13.4%	13.4%	0.0pt	–
SG&A	11,956	14,347	2,391	20.0%
Operating income	6,484	8,460	1,976	30.5%
(Margin)	4.7%	5.0%	0.3pt	–
Ordinary income	6,242	8,864	2,622	42.0%
Profit before income taxes	6,412	9,584	3,171	49.5%
Profit attributable to owners of parent	4,614	6,874	2,259	49.0%
Exchange Rate (Average rate during the year period) Yen / US$	144.59	159.49	14.9	–

Net sales

In the electronic components business, the components sales business focused on increased sales and price rises of memory and other device products against the backdrop of recovering demand for semiconductor products, as well as spot sales targeting certain semiconductor products for which tight supply-demand conditions continued from the previous quarter. In the EMS(*) business, performance was strong for the air-conditioning, medical, and industrial equipment sectors. In the information equipment business, the PC sales business performed well. In addition, the earnings of Kyoei Sangyo Co., Ltd., which became a consolidated subsidiary from July 2025, contributed from the beginning of the first quarter under review.

As a result, net sales increased by 32,364 million yen, or 23.4%, year on year to 170,450 million yen.

Note: Electronics Manufacturing Service: Provision of product development and manufacturing services on an outsourcing basis.

Gross profit

Gross profit increased by 4,367 million yen, or 23.7%, year on year to 22,807 million yen, driven by higher sales.
In addition, the gross profit margin improved slightly year on year.

Operating income

Besides the increase in gross profit, efforts to manage and operate selling, general and administrative expenses efficiently resulted in operating income increasing by 1,976 million yen, or 30.5%, year on year to 8,460 million yen.
The Operating income margin improved by 0.3 percentage points year on year to 5.0%.

Ordinary income	Ordinary income increased by 2,622 million yen, or 42.0%, year on year to 8,864 million yen, reflecting improved non-operating income and expenses due to an increase in dividends income, a decrease in foreign exchange losses and other factors.
Profit before income taxes	Due to the recording of extraordinary income, including gain on sale of investment securities (761 million yen) resulting from the reduction of cross-shareholdings, profit before income taxes increased by 3,171 million yen, or 49.5%, year on year to 9,584 million yen.
Profit attributable to owners of parent	Profit attributable to owners of parent increased by 2,259 million yen, or 49.0%, year on year to 6,874 million yen, due to the recognition of income taxes – current.

As stated above, double-digit year-on-year growth in both sales and profits was achieved at all levels of profit from net sales to profit attributable to owners of parent. In addition, net sales reached a record high for a first quarter on a consolidated basis.

Business segment performance was as follows.
The following is a summary of business results by segment for the first quarter of the consolidated fiscal period under review.

		FY 2026/3 Q1 (April 1, 2025 – June 30, 2025)	FY 2027/3 Q1 (April 1, 2026 – June 30, 2026)	YoY	
		Million yen	Million yen	Million yen	
Electronic components	Net sales	116,456	150,975	34,519	29.6%
	Segment income	4,227	7,254	3,026	71.6%
Information equipment	Net sales	12,116	13,406	1,289	10.6%
	Segment income	821	766	(54)	(6.6%)
Software	Net sales	591	656	65	11.1%
	Segment income	(42)	62	104	–
Others	Net sales	8,921	5,411	(3,510)	(39.3%)
	Segment income	1,362	338	(1,023)	(75.1%)
Total	Net sales	138,086	170,450	32,364	23.4%
	Segment income	6,484	8,460	1,976	30.5%

Note: “Segment income” shows unadjusted figures for each business segment and adjusted figures for the total.

(a) Electronic components

(Development, manufacture and sale of semiconductors, general electronic components and other products, the electronics manufacturing service EMS, and other activities)
The components sales business performed well due to increased sales and price increases of memory and other device products against the backdrop of recovering demand for semiconductor products. Moreover, amid the rapid increase in memory demand centered on AI servers and the resulting tight supply-demand conditions for certain semiconductor products, we engaged in spot sales leveraging our procurement strengths as an independent trading company. In addition, the earnings of Kyoei Sangyo Co., Ltd., which became a consolidated subsidiary from July 2025, contributed from the beginning of the first quarter under review.
In the EMS business, although the impact of decreased demand from certain customers in the automotive sector remained, sales to air-conditioning, medical, and industrial equipment sectors remained robust.
As a result, net sales increased 29.6% year on year to 150,975 million yen and segment income increased 71.6% year on year to 7,254 million yen.

(b) Information equipment	(Sales of finished products such as PCs, PC peripherals, home electric appliances, photograph and imaging products, and other products) In the PC sales business, sales to educational institutions were strong against the backdrop of an increase in the number of contracted schools and the peak demand period for new students. In addition, sales to mass retailers remained robust, driven in part by rush demand ahead of PC product price increases. On the other hand, sales of relatively high-margin security software remained soft due to factors such as sluggish growth in the sales volume of mobile devices. As a result, net sales increased 10.6% year on year to 13,406 million yen and segment income decreased 6.6% year on year to 766 million yen.
(c) Software	(Production of computer graphics, planning and development of amusement products, and other activities) In computer graphics production for games and amusement equipment, performance was strong against the backdrop of factors including continuous orders from existing customers as well as new orders for large-scale projects. As a result, net sales increased 11.1% year on year to 656 million yen and segment income was 62 million yen (segment loss was 42 million yen in the same period of the previous year).
(d) Others	(Recycling, reuse and support for electronics equipment, manufacture and sales of amusement equipment, and other activities) The PC product and PC peripheral recycling business remained strong, while sales of amusement equipment were sluggish due to the reactionary decline from the front-loaded shipments to the U.S. market in the corresponding period of the previous year. As a result, net sales decreased 39.3% year on year to 5,411 million yen and segment income decreased 75.1% year on year to 338 million yen.

(2) Overview of financial condition

Assets, liabilities and net assets

Total assets as of June 30, 2026 decreased by 29,759 million yen from March 31, 2026, to 373,934 million yen.

Current assets decreased by 32,309 million yen from March 31, 2026, to 310,058 million yen. This is primarily due to a 45,652 million yen decrease in accounts receivable – trade and a 6,108 million yen decrease in cash and deposits, along with a 10,762 million yen increase in merchandise and finished goods and a 3,847 million yen increase in raw materials and supplies.

Non-current assets increased by 2,550 million yen from March 31, 2026, to 63,875 million yen. This is primarily due to a 2,618 million yen increase in investment securities.

Liabilities decreased by 37,286 million yen from March 31, 2026, to 182,891 million yen. This is primarily due to decreases of 23,916 million yen in short-term loans payable, 6,580 million yen in notes and accounts payable - trade.

Net assets increased by 7,527 million yen from March 31, 2026, to 191,043 million yen. This is primarily due to a 3,061 million yen increase in retained earnings and a 2,619 million yen increase in foreign currency translation adjustment due to 6,874 million yen.

(3) Qualitative information on consolidated earnings forecast

As announced today in the “Notice Regarding Upward Revision to Forecasts for Full-Year Earnings,” we have upwardly revised the consolidated earnings forecast for the fiscal year ending March 31, 2027, as follows.

In addition, as announced on August 4, 2026, in “Notice Regarding Results of Tender Offer for Common Shares of Shinko Shoji Co., Ltd. and Change in Subsidiary,” Shinko Shoji Co., Ltd. has been included as a consolidated subsidiary of the Company since August 10, 2026. However, the tender offer required more time than anticipated and the financial results forecast of Shinko Shoji Co., Ltd., is currently still under review. Therefore, the effect of the earnings of Shinko Shoji Co., Ltd. and the gain on bargain purchase arising from its acquisition as a consolidated subsidiary have not been incorporated into the revised consolidated earnings forecasts for the fiscal year ending March 31, 2027, shown above.

The Company will promptly announce any revisions to the consolidated earnings forecasts and dividend forecast for the fiscal year ending March 31, 2027, once the prospects for the six months ending September 30, 2026, onward, incorporating the results of Shinko Shoji Co., Ltd., have been thoroughly reviewed.

For details, please refer to the timely disclosure materials submitted to the Tokyo Stock Exchange on the same date as this document.

Revisions to consolidated earnings forecasts

Revisions to consolidated earnings forecasts for the fiscal year ending March 31,2027 (from April 1, 2026 to March 31, 2027)

	Net Sales	Operating income	Ordinary income	Profit attributable to owners of parent	Earnings per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous forecast（A）	645,000	28,500	28,000	20,000	419.65
Revised forecast（B）	660,000	30,000	30,000	22,000	461.61
Difference (B-A)	15,000	1,500	2,000	2,000	41.96
Percent change	2.3%	5.3%	7.1%	10.0%	10.0%
(Reference) Results for the fiscal year ended March 31, 2026	658,941	27,824	29,930	31,099	627.71

2. Quarterly Consolidated Financial Statements and Major Notes

(1) Quarterly consolidated balance sheet

(Million yen)

	Fiscal year ended March 2026 (As of March 31, 2026)	First quarter ended June 2026 (As of June 30, 2026)
ASSETS		
Current assets		
Cash and deposits	89,706	83,597
Notes receivable – trade	306	349
Electronically recorded monetary claims - operating	9,714	10,408
Accounts receivable – trade	163,335	117,682
Securities	141	138
Merchandise and finished goods	49,503	60,266
Work in process	1,574	2,076
Raw materials and supplies	16,926	20,773
Other	11,532	15,003
Allowance for doubtful accounts	(370)	(238)
Total current assets	342,368	310,058
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,839	11,839
Machinery, equipment and vehicles, net	11,898	11,885
Tools, furniture and fixtures, net	1,282	1,333
Land	6,237	6,250
Construction in progress	366	375
Total property, plant and equipment	31,624	31,685
Intangible assets		
Software	1,873	1,794
Other	38	36
Total intangible assets	1,911	1,831
Investments and other assets		
Investment securities	19,403	22,022
Retirement benefit asset	3,278	3,293
Deferred tax assets	1,383	1,344
Distressed receivables	4,662	4,663
Other	3,846	3,821
Allowance for doubtful accounts	(4,785)	(4,785)
Total investments and other assets	27,789	30,358
Total non-current assets	61,325	63,875
Total assets	403,694	373,934

(Million yen)

	Fiscal year ended March 2026 (As of March 31, 2026)	First quarter ended June 2026 (As of June 30, 2026)
LIABILITIES		
Current liabilities		
Notes and accounts payable - trade	94,373	87,793
Short-term loans payable	68,398	44,482
Current portion of bonds payable	200	5,200
Accrued expenses	10,170	7,515
Income taxes payable	6,429	1,766
Provision for directors' bonuses	499	29
Other	15,373	14,268
Total current liabilities	195,444	161,055
Non-current liabilities		
Bonds payable	5,200	200
Long-term loans payable	6,571	6,263
Deferred tax liabilities	4,833	7,413
Provision for directors' retirement benefits	79	79
Net defined benefit liability	2,788	3,069
Asset retirement obligations	922	933
Other	4,339	3,875
Total non-current liabilities	24,733	21,835
Total liabilities	220,177	182,891
NET ASSETS		
Shareholders' equity		
Capital stock	12,133	12,133
Capital surplus	14,767	14,767
Retained earnings	136,955	140,017
Treasury shares	(9,908)	(9,908)
Total shareholders' equity	153,948	157,009
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,626	6,544
Deferred gains or losses on hedges	(1)	12
Foreign currency translation adjustment	23,636	26,256
Remeasurements of defined benefit plans	1,293	1,253
Total accumulated other comprehensive income	29,555	34,066
Non-controlling interests	12	(33)
Total net assets	183,516	191,043
Total liabilities and net assets	403,694	373,934

(2) Quarterly consolidated statements of income and comprehensive income

(Million yen)

	First quarter ended June 2025 (April 1, 2025– June 30,2025)	First quarter ended June 2026 (April 1, 2026 – June 30, 2026)
Net sales	138,086	170,450
Cost of sales	119,645	147,642
Gross profit	18,440	22,807
Selling, general, and administrative expenses	11,956	14,347
Operating income	6,484	8,460
Non-operating income		
Interest income	241	230
Dividends income	222	448
Commission fee	27	33
Share of profit of entities accounted for using equity method	5	60
Other	149	201
Total non-operating income	646	974
Non-operating expenses		
Interest expenses	161	460
Foreign exchange losses	598	71
Loss on net monetary position	22	6
Other	105	32
Total non-operating expenses	888	570
Ordinary income	6,242	8,864
Extraordinary income		
Gain on sales of non-current assets	0	1
Gain on sales of investment securities	265	761
Total extraordinary income	266	763
Extraordinary loss		
Loss on retirement of non-current assets	0	43
Loss on valuation of investment securities	79	–
Other	16	0
Total extraordinary loss	96	43
Profit before income taxes	6,412	9,584
Income taxes - current	782	1,057
Income taxes - deferred	1,053	1,696
Total income taxes	1,835	2,754
Profit	4,576	6,830
Profit attributable to owners of parent	4,614	6,874
Loss attributable to non-controlling interests	(38)	(44)

(Million yen)

	First quarter ended June 2025 (April 1, 2025 – June 30,2025)	First quarter ended June 2026 (April 1, 2026 – June 30, 2026)
Other comprehensive income		
Valuation difference on available-for-sale securities	1,141	1,916
Deferred gains or losses on hedges	(11)	13
Foreign currency translation adjustment	(2,647)	2,684
Remeasurements of defined benefit plans, net of tax	(14)	(80)
Share of other comprehensive income of entities accounted for using equity method	(64)	15
Total other comprehensive income	(1,596)	4,548
Comprehensive income	2,979	11,378
Comprehensive income attributable to owners of parent	3,020	11,417
Comprehensive income attributable to non-controlling interests	(40)	(39)

(3) Notes to the quarterly consolidated financial statements

(Notes to going concern assumptions)

Not applicable

(Notes to significant change in shareholders' equity)

Not applicable

(Notes to the quarterly consolidated statement of cash flows)

The Company has not prepared a quarterly consolidated statement of cash flows for the first quarter under review. Note that depreciation (inclusive of amortization related to intangible assets excluding goodwill) and amortization of goodwill for the first quarter under review are as shown below.

(Million yen)

	First quarter ended June 2025 (April 1, 2025 – June 30,2025)	First quarter ended June 2026 (April 1, 2026 – June 30, 2026)
Depreciation	1,192	1,395
Amortization of goodwill	−	17

(Notes to segment information)

Ⅰ For the first quarter ended June 2025 (April 1, 2025 – June 30, 2025)

1. Information about net sales and income (loss) by reportable segments

(Million yen)

	Reportable segments					Adjustment (Note 1)	Consolidated (Note 2)
	Electronic components	Information equipment	Software	Others	Total		
Net sales:							
Sales to external customers	116,456	12,116	591	8,921	138,086	–	138,086
Inter-segment sales or transfers	1,186	3,682	127	1,153	6,149	(6,149)	–
Total	117,642	15,799	718	10,075	144,235	(6,149)	138,086
Segment income (loss)	4,227	821	(42)	1,362	6,368	115	6,484

Notes: 1. The adjustment of 115 million yen in segment income consists of the elimination of inter-segment trade.
2. Segment income is adjusted for operating income on the quarterly consolidated statements of income and comprehensive income.

2. Information regarding impairment loss on non-current assets or on goodwill and other matters by reportable segment

(Material impairment loss pertaining to non-current assets)
Not applicable

(Material change in goodwill amount)
Not applicable

(Material gain on bargain purchase)
Not applicable

Ⅱ For the first quarter ended June 2026 (April 1, 2026 – June 30, 2026)

1. Information about net sales and income (loss) by reportable segments

(Million yen)

	Reportable segments					Adjustment (Note 1)	Consolidated (Note 2)
	Electronic components	Information equipment	Software	Others	Total		
Net sales:							
Sales to external customers	150,975	13,406	656	5,411	170,450	–	170,450
Inter-segment sales or transfers	1,338	3,339	253	1,140	6,071	(6,071)	–
Total	152,314	16,745	909	6,552	176,521	(6,071)	170,450
Segment income	7,254	766	62	338	8,422	38	8,460

Notes: 1. The adjustment of 38 million yen in segment income consists of the elimination of inter-segment trade.
2. Segment income is adjusted for operating income on the quarterly consolidated statements of income and comprehensive income.

2 . Information regarding impairment loss on non-current assets or on goodwill and other matters by reportable segment

(Material impairment loss pertaining to non-current assets)
Not applicable

(Material change in goodwill amount)
Omitted due to immateriality.

(Material gain on bargain purchase)
Not applicable

(Subsequent events)

(Tender offer for common stock of Shinko Shoji Co., Ltd.)

The Company resolved at a meeting of its Board of Directors held on May 15, 2026, to acquire the common shares of Shinko Shoji Co., Ltd. (hereinafter the “Target Company”), which is listed on the Prime Market of the Tokyo Stock Exchange, through a tender offer (hereinafter the “Tender Offer”) pursuant to the Financial Instruments and Exchange Act (Act No. 25 of 1948, as amended), and has been conducting the Tender Offer since May 18, 2026. The Tender Offer was completed on August 3, 2026.

1．Reasons Behind the Tender Offer

The Company believes that while synergy can be expected by collaborating under unified decision-making with the Target Company and expanding sales of each other’s handled products, etc., if the Target Company’s shares remain listed, it would be necessary from a governance perspective to maintain an independent management system that considers the interests of its own shareholders, and under such a capital relationship, agile decision-making would not be possible within both groups. In order to create a greater number of synergies that will contribute to the further growth of both groups and the enhancement of corporate value going forward, by making the Target Company, which engages in the sale of electronic components such as semiconductors, a wholly owned subsidiary of the Company, the Company believes it will be possible to strengthen the electronic components business of the Group, including its semiconductor business, and that the Target Company Group will also be able to further strengthen its business by implementing measures that leverage the network, resources, and expertise of the Group.

Furthermore, the Company determined that making the Target Company a wholly owned subsidiary is essential in order to maximize synergy effects and benefits, such as (1) mutual complementation of product lineups, (2) mutual complementation of sales channels and strengthening of sales capabilities leveraging the technological capabilities of both parties, (3) strengthening of the Target Company Group’s EMS business by utilizing the manufacturing bases and procurement capabilities of the Group, and (4) exploration of new businesses with the Group’s CVC (corporate venture capital) business, and thereby realize medium- to long-term enhancement of corporate value for both the Group and the Target Company Group.

2．Outline of the Target Company

(1) Name	Shinko Shoji Co., Ltd.
(2) Address of Head Office	Art Village Osaki Central Tower 13F, 1-2-2, Osaki, Shinagawa-ku, Tokyo, Japan
(3) Representative’s title and name	President and Representative Director Tatsuya Ogawa
(4) Description of business	Sales of electronic components such as integrated circuits and semiconductor elements, assembly products and electronic equipment, as well as related import/export operations and businesses incidental thereto.
(5) Capital	9,501 million yen（as of March 31, 2026）
(6) Date of establishment	November 25, 1953

3. Result of the Tender Offer

Because the Company's objective is to make the Target Company a wholly owned subsidiary through the transaction, including the Tender Offer, no upper limit was set for the number of shares to be purchased in the Tender Offer.

In addition, a condition was set that if the total number of share certification, etc. tendered in response to the Tender Offer (the "Tendered Share Certificates, etc.") did not meet the minimum number of shares to be purchased (15,988,500 shares), we would not proceed with the purchase of all Tendered Share Certificates, etc. However, because the total number of the Tendered Share Certificates, etc. exceeded the minimum number of shares to be purchased, we have proceeded with the purchase of all Tendered Share Certificates, etc.

(1) Number of share certificates, etc., purchased
20,938,007 shares

(2) Ownership ratio of share certificates, etc., after the purchase, etc.
72.45%

(3) Acquisition price
33,082 million yen

(4) Financing
The Company financed the funds required for the settlement of the Tender Offer through borrowings from MUFG Bank, Ltd.

(5) Future outlook
As a result of the Tender Offer, the Target Company became a consolidated subsidiary of the Company as of August 10, 2026 (the commencement date of settlement of the Tender Offer), and is now a specified subsidiary. The deemed acquisition date is June 30, 2026.

(Borrowing of a large amount of funds)

In order to raise the funds necessary for the above acquisition of shares, the Company resolved at a meeting of the Board of Directors held on July 30, 2026, to enter into a loan agreement (bridge loan) and concluded the agreement on August 4, 2026.

Lender :	MUFG Bank, Ltd.
Maximum loan amount :	46.0 billion yen
Loan amount:	33.1 billion yen
Loan disbursement date:	August 7, 2026
Loan period :	1 year
Interest rate :	Base rate + spread
Collateral and guarantees :	Unsecured and unguaranteed
Financial covenants:	(a) Maintain the amount of net assets on the Company's audited consolidated balance sheet as of the end of each fiscal year and interim period ending on or after the date of the agreement at not less than 75% of the larger of (i) the amount as of the end of the fiscal year or interim period immediately preceding (six months prior) the relevant fiscal year or interim period or (ii) the amount as of the end of the fiscal year ended March 31, 2026. (b) Not record ordinary losses for two consecutive fiscal years on the Company's audited consolidated statement of income for each fiscal year ending on or after the date of the agreement.