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February 6, 2026

Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Under Japanese GAAP)

Company name: FRANCE BED HOLDINGS CO., LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 7840
 URL: <https://francebed-hd.co.jp>
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 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results (cumulative)

(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	%
Nine months ended								
December 31, 2025	44,810	1.4	3,086	(5.5)	3,071	(7.2)	1,857	(10.7)
December 31, 2024	44,180	3.0	3,269	4.2	3,309	4.3	2,082	6.1

Note: Comprehensive income For the nine months ended December 31, 2025: ¥1,547 million [(33.3)%]
 For the nine months ended December 31, 2024: ¥2,321 million [41.9%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2025	55.44	50.94
December 31, 2024	60.25	55.64

(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
December 31, 2025	67,093	39,298	58.5	1,177.56
March 31, 2025	70,888	40,607	57.2	1,175.06

Reference: Equity
 As of December 31, 2025: ¥39,298 million
 As of March 31, 2025: ¥40,607 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 March 31, 2025	–	17.00	–	23.00	40.00
Fiscal year ending March 31, 2026	–	17.00	–		
Fiscal year ending March 31, 2026 (Forecast)				24.00	41.00

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

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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 March 31, 2026	61,500	1.5	4,200	(10.5)	4,200	(10.3)	2,650	(10.0)	79.09

Note: Revisions to the earnings forecasts most recently announced: Yes

For the revisions to the earnings forecasts, please refer to the “Notice Regarding Revision of Full-Year Earnings Forecast and Partial Withdrawal of the Medium-Term Management Plan” announced today (February 6, 2026).

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly 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: None
 - (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 December 31, 2025	34,747,500 shares
As of March 31, 2025	34,747,500 shares

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

As of December 31, 2025	1,374,867 shares
As of March 31, 2025	189,920 shares

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

Nine months ended December 31, 2025	33,504,980 shares
Nine months ended December 31, 2024	34,550,934 shares

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

* Explanation regarding appropriate use of earnings forecasts, and other special matters

Caution regarding forward-looking statements

This document contains forward-looking statements including performance forecasts based on information available to the Company at the time of disclosure and certain assumptions that the Company believes to be reasonable. The Company makes no assurances as to their outcomes. Actual performance may differ substantially from these forecasts owing to a wide range of factors.

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1. Summary of Operating Results, etc.

(1) Summary of Operating Results for the Nine Months Ended December 31, 2025

During the nine months ended December 31, 2025 (the “period under review”), the Japanese economy saw a trend of gradual recovery due to factors such as improvements in employment and wage increases. At the same time, however, the economic outlook remains uncertain due to factors such as stagnant consumer spending resulting from continued rising prices and the trend of U.S. trade policy.

Under these circumstances, the Group formulated a medium-term management plan encompassing three years beginning in April 2024, and has accordingly been working to create corporate value through sustainability management aimed at realizing a sustainable society, while enhancing its operations by continuing to intensively allocate its management resources in the senior-care business.

In the period under review, in the Medical Services Business, the core welfare equipment rental business remained strong, with an expansion of its contractual base through customer transfers, in addition to a steady response to demand for home care. Additionally, transactions for hospitals and elderly care facilities increased due to the expansion of subsidies aimed at promoting labor-saving measures for businesses. At the same time, however, in the Home Furnishings and Health Business, while property transactions for hotels remained strong against the backdrop of an increase in the number of foreign visitors to Japan. At the same time, however, the wholesale sales to furniture stores continued to face a severe market environment, primarily due to purchasing intent for durable consumer goods declining as a result of the impact of continuously rising prices.

As a result, in terms of operating results of the Group, net sales amounted to 44,810 million yen, up 1.4% year on year.

In terms of profit, operating profit amounted to 3,086 million yen, down 5.5% year on year, ordinary profit amounted to 3,071 million yen, down 7.2% year on year, and profit attributable to owners of parent amounted to 1,857 million yen, down 10.7% year on year, primarily due to increased investments for business expansion, especially in the Medical Services Business, including investments in response to surging distribution costs and expansion in demand, in addition to an increase in personnel expenses resulting from wage hikes.

Effective from the first quarter of the fiscal year ended March 31, 2025, the fiscal year-end of HOMECARE SERVICE YAMAGUCHI Co., Ltd., a consolidated subsidiary, has been changed from October 31 to March 31 in alignment with the consolidated balance sheet date. The fiscal period for said consolidated subsidiary is to encompass the eleven months from February 1, 2024 to December 31, 2024, with respect to the nine months ended December 31, 2024 due to this change in the fiscal year-end, and the effect associated with this change in the fiscal year-end has been adjusted through the quarterly consolidated statement of income.

Said consolidated subsidiary posted net sales of 415 million yen, operating profit of 71 million yen, ordinary profit of 73 million yen, and profit before income taxes of 72 million yen for the period from February 1, 2024 to March 31, 2024. In regards to the Group’s year on year changes excluding this impact, net sales increased by 1,044 million yen, up 2.3% year on year, operating profit decreased by 111 million yen, down 3.4% year on year, and ordinary profit decreased by 165 million yen, down 5.1% year on year.

The performance of each business segment for the period under review is described below:

(i) Medical Services Business

In the core welfare equipment rental business, amid the increasing population of late elderly persons as the baby-boomer generation turns 75 years or older, we increased our number of bed rentals to elderly persons who need low-level care (needed support condition and condition of need for long-term care level 1) in order to meet the demand for home care for elderly persons expected to progress to medium- to high-level care needs under the long-term care insurance system, and also hired sales personnel to increase the number of continual rental contracts and upgraded our fleet of delivery vehicles. Additionally, in response to rising costs such as personnel expenses, we are continuing efforts to improve labor productivity by streamlining service centers with storage

and maintenance functions and digitizing contract documents. Furthermore, with respect to the customer transfer initiatives, which are our main focus, we advanced several projects, including a large-scale contract succession that was conducted in June 2025, and thereby contributed to the expansion of rental sales. In addition, at the 52nd International Home Care and Rehabilitation Exhibition held in October 2025, we introduced our diverse product line for reducing burdens and ensuring safety at long-term care frontlines, thereby promoting the Company's ability to propose solutions that meet frontline needs.

In transactions for hospitals and elderly care facilities, we focused on selling IoT sensor-equipped beds and IoT equipment as products aimed at enhancing productivity in medical settings and streamlining operations through the introduction of care technology in nursing facilities.

In the linen supply business, laundry reception areas were congested due to increased orders, resulting in temporary costs, such as for staff replenishment and overtime, which drove revenue down. However, the system has stabilized since October 2025.

As a result, the Medical Services Business recorded net sales of 30,090 million yen, up 2.7% year on year, and ordinary profit of 2,301 million yen, down 7.8% year on year.

In regards to the year on year changes excluding the impact associated with the change of fiscal year for the aforementioned consolidated subsidiary, net sales increased by 1,229 million yen, up 4.2% year on year, and ordinary profit decreased by 122 million yen, down 5.0% year on year.

(ii) Home Furnishings and Health Business

In the Home Furnishings and Health Business, under an environment where spending trends for durable consumer goods were weak, we strove to maintain profitability by strengthening sales of merchandise with high added value, such as the "BODY CONDITIONING MATTRESS," a new product whose upper padding can be washed in cold water, and, the "LT LEGACY Mattress," a premium model from the "LIFE TREATMENT" core product series, mainly through our showrooms across the country.

Since October 2025, taking into account the harsh winter and energy-saving trends, we strove to expand sales of down quilts, which resulted in favorable sales and drove profitability improvement for the third quarter (October to December 2025).

In sales for hotels, as the number of foreign visitors to Japan exceeded 40 million for the first time in 2025, leading to increased hotel capital investments, there was an increase in orders for Eco Mark-certified "HOTEL ECO COLLECTION" mattresses and "Slumberland beds," and demand for bed rentals for hotels expanded, contributing to the growth in sales.

As a result, the Home Furnishings and Health Business posted net sales of 14,310 million yen, down 1.1% year on year, and ordinary profit of 771 million yen, down 3.3% year on year.

(2) Summary of Financial Position for the Nine Months Ended December 31, 2025

Assets

Total assets decreased by 3,795 million yen from the end of the previous fiscal year ("the previous year-end"), to 67,093 million yen as of December 31, 2025. Current assets decreased by 3,289 million yen to 35,194 million yen from the previous year-end. This was primarily due to decreases of 350 million yen in cash and deposits, 439 million yen in trade receivables, and 3,000 million yen in securities. Non-current assets decreased by 496 million yen from the previous year-end to 31,867 million yen. This result was primarily due to the purchase and depreciation and amortization of property, plant and equipment, and intangible assets.

Liabilities

Total liabilities decreased by 2,486 million yen from the previous year-end to 27,794 million yen. This result was primarily due to decreases of 453 million yen in trade payables, 1,581 million yen in income taxes payable, and 190 million yen in long-term borrowings (including current portion).

Net assets

Net assets decreased by 1,308 million yen from the previous year-end to 39,298 million yen. This was primarily due to decreases resulting from the 1,362 million yen payment of dividends from surplus and the 1,500 million yen purchase of treasury shares, which was partially offset by the 1,857 million yen profit attributable to owners of parent.

As a result, the equity-to-asset ratio increased from 57.2% at the previous year-end to 58.5%.

(3) Explanation of Forward-looking Statements Including Consolidated Earnings Forecasts

Revisions have been made to the consolidated earnings forecasts for the fiscal year ending March 31, 2026. Please refer to “Notice Regarding Revision of Full-Year Earnings Forecast and Partial Withdrawal of the Medium-Term Management Plan” announced today (February 6, 2026) for specific details.

2. Quarterly Consolidated Financial Statements and Primary Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	7,223	6,872
Notes and accounts receivable - trade	9,640	8,925
Electronically recorded monetary claims - operating	1,161	1,437
Securities	10,000	7,000
Merchandise and finished goods	6,517	6,310
Work in process	454	492
Raw materials and supplies	2,315	2,415
Other	1,173	1,742
Allowance for doubtful accounts	(2)	(3)
Total current assets	38,483	35,194
Non-current assets		
Property, plant and equipment		
Land	6,914	6,917
Other, net	13,707	13,907
Total property, plant and equipment	20,621	20,825
Intangible assets		
Goodwill	457	281
Other	844	700
Total intangible assets	1,301	981
Investments and other assets		
Retirement benefit asset	7,203	7,050
Other	3,236	3,009
Total investments and other assets	10,440	10,060
Total non-current assets	32,363	31,867
Deferred assets	41	31
Total assets	70,888	67,093
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,666	2,444
Electronically recorded obligations - operating	2,018	1,786
Short-term borrowings	1,540	1,540
Current portion of long-term borrowings	290	590
Income taxes payable	1,677	95
Provision for bonuses	1,642	851
Provision for business restructuring	–	22
Other provisions	15	12
Asset retirement obligations	14	22
Other	5,680	5,967
Total current liabilities	15,546	13,332
Non-current liabilities		
Bonds payable	1,500	1,500
Convertible-bond-type bonds with share acquisition rights	5,039	5,031
Long-term borrowings	4,520	4,030
Provisions	99	101
Retirement benefit liability	405	420
Asset retirement obligations	361	343
Other	2,808	3,033
Total non-current liabilities	14,734	14,462
Total liabilities	30,281	27,794

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Net assets		
Shareholders' equity		
Share capital	3,000	3,000
Capital surplus	–	0
Retained earnings	35,418	35,913
Treasury shares	(205)	(1,699)
Total shareholders' equity	38,213	37,214
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(33)	(9)
Deferred gains or losses on hedges	(10)	2
Remeasurements of defined benefit plans	2,437	2,090
Total accumulated other comprehensive income	2,393	2,083
Total net assets	40,607	39,298
Total liabilities and net assets	70,888	67,093

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income**Quarterly Consolidated Statement of Income**

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Net sales	44,180	44,810
Cost of sales	19,649	19,680
Gross profit	24,531	25,130
Selling, general and administrative expenses	21,262	22,043
Operating profit	3,269	3,086
Non-operating income		
Interest income	20	48
Dividend income	7	7
Share of profit of entities accounted for using equity method	18	-
Other	90	88
Total non-operating income	137	144
Non-operating expenses		
Interest expenses	57	53
Compensation expenses	3	69
Other	36	36
Total non-operating expenses	96	160
Ordinary profit	3,309	3,071
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale of non-current assets	1	-
Loss on retirement of non-current assets	5	4
Loss on sale of investment securities	0	-
Business restructuring expenses	-	22
Total extraordinary losses	6	26
Profit before income taxes	3,303	3,045
Income taxes - current	1,353	624
Income taxes - deferred	(131)	563
Total income taxes	1,221	1,187
Profit	2,082	1,857
Profit attributable to owners of parent	2,082	1,857

Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Profit	2,082	1,857
Other comprehensive income		
Valuation difference on available-for-sale securities	(14)	23
Deferred gains or losses on hedges	(27)	13
Remeasurements of defined benefit plans, net of tax	281	(347)
Total other comprehensive income	239	(310)
Comprehensive income	2,321	1,547
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,321	1,547
Comprehensive income attributable to non-controlling interests	–	–

(3) Notes Regarding Quarterly Consolidated Financial Statements**Notes on Segment Information, etc.**

Information on net sales and profit (loss) by reporting segment

Nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

	Reporting segment			Other (Note 1)	Total	Adjustments (Note 2)	Amounts reported on quarterly consolidated statement of income (Note 3)
	Medical Services	Home Furnishings and Health	Total				
Net sales							
Sales to external customers	29,275	14,469	43,745	434	44,180	–	44,180
Internal sales among segments or transfers	3	260	263	8	272	(272)	–
Total	29,279	14,730	44,009	443	44,453	(272)	44,180
Segment profit (loss)	2,496	798	3,295	2	3,298	11	3,309

Nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

	Reporting segment			Other (Note 1)	Total	Adjustments (Note 2)	Amounts reported on quarterly consolidated statement of income (Note 3)
	Medical Services	Home Furnishings and Health	Total				
Net sales							
Sales to external customers	30,090	14,310	44,400	409	44,810	–	44,810
Internal sales among segments or transfers	3	273	276	9	285	(285)	–
Total	30,093	14,583	44,677	418	45,096	(285)	44,810
Segment profit (loss)	2,301	771	3,072	2	3,075	(4)	3,071

Notes: 1. The “Other” segment is a business segment not included in any of the reporting segments and includes such businesses as real estate leasing.

2. The details of “Adjustments” are as follows:

Segment profit (loss)	(Millions of yen)	
	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Elimination of inter-segment transactions	1,229	1,265
Corporate revenue and expenses*	(1,217)	(1,270)
Total	11	(4)

* Corporate revenue and expenses are primarily revenue and expenses that do not belong to the reporting segments pertaining to the company submitting the consolidated financial statements.

3. Segment profit (loss) is adjusted to be consistent with ordinary profit reported in the quarterly consolidated statements of income.

Notes Regarding Significant Changes in the Amount of Shareholders' Equity

The Company conducted a purchase of 1,184,800 treasury shares based on a resolution adopted at the Board of Directors meeting held on May 15, 2025.

In addition, the Company conducted a disposal of 4,800 treasury shares on July 22, 2025 based on a resolution adopted at the Board of Directors meeting held on June 27, 2025.

As a result, including the acquisition through the purchase of shares less than one unit, treasury shares increased by 1,494 million yen in the period under review, to 1,699 million yen at the end of the period under review.

Notes Regarding the Going Concern Assumption

Not applicable

Notes Regarding Quarterly Consolidated Statement of Income

* Business restructuring expenses

Due to a consolidation and reorganization plan of production bases in the Home Furnishings and Health Business, we have recorded anticipated expenses (such as special additional retirement benefits at FRANCE BED FURNITURE CO., LTD., a consolidated subsidiary) as an extraordinary loss.

Notes Regarding Quarterly Consolidated Statement of Cash Flows

A quarterly consolidated statement of cash flows has not been prepared for the nine months ended December 31, 2025. Depreciation (including amortization of intangible assets excluding goodwill) and amortization of goodwill for the nine months ended December 31, 2024 and 2025 are as follows:

	(Millions of yen)	
	Nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)	Nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)
Depreciation	3,837	3,750
Amortization of goodwill	175	175