

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2026 (Based on Japanese GAAP)

May 15, 2026

Company name: FORVAL CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 8275 URL <https://www.forval.co.jp>  
 Representative: President and COO Masanori Nakajima  
 Inquiries: Managing Executive Officer, Group Chief Masaki Akai TEL 03-3498-1541  
 Financial Strategy Officer  
 Scheduled date of ordinary general meeting of shareholders: June 19, 2026  
 Scheduled date to file Securities Report: June 19, 2026  
 Scheduled date to commence dividend payments: June 5, 2026  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: Yes (for analysts, institutional investors and general investors)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

#### (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	%
Year ended March 31, 2026	71,524	(1.5)	3,724	(0.4)	4,045	1.8	1,477	(31.8)
Year ended March 31, 2025	72,629	14.3	3,740	15.6	3,975	14.9	2,168	7.8

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2026	56.64	–	8.1	9.6	5.2
Year ended March 31, 2025	83.06	–	12.7	9.6	5.1

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	41,831	21,393	45.2	724.31
As of March 31, 2025	42,130	19,704	41.6	673.60

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2026	3,073	(769)	(1,529)	12,148
Year ended March 31, 2025	4,139	(1,364)	(3,314)	11,186

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2025	–	0.00	–	30.00	30.00	781	36.1	4.6
Year ended March 31, 2026	–	0.00	–	31.00	31.00	809	54.7	4.4
Year ending March 31, 2027 (Forecast)	–	0.00	–	32.00	32.00		38.0	

3. Forecast of consolidated financial results for the year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	77,000	7.7	4,100	10.1	4,300	6.3	2,200	48.9	84.25

4. Notes

- (1) Significant changes in the scope of consolidation during the year ended March 31, 2026: No
- (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 March 31, 2026	27,732,622 shares	As of March 31, 2025	27,732,622 shares
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Number of treasury shares at the end of the period

As of March 31, 2026	1,619,157 shares	As of March 31, 2025	1,687,984 shares
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Average number of shares during the period

Year ended March 31, 2026	26,090,714 shares	Year ended March 31, 2025	26,106,635 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	11,408,399	12,427,108
Notes receivable - trade	127,705	84,158
Accounts receivable - trade	11,226,891	10,475,666
Contract assets	32,561	64,985
Investments in leases	1,033,286	879,280
Merchandise and finished goods	1,082,171	999,894
Work in process	85,226	66,687
Raw materials and supplies	356,918	635,242
Prepaid expenses	1,117,825	1,252,054
Accounts receivable - other	1,900,515	1,738,136
Other	389,788	452,299
Allowance for doubtful accounts	(195,293)	(162,646)
<b>Total current assets</b>	<b>28,565,996</b>	<b>28,912,869</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings	1,741,785	1,789,261
Accumulated depreciation	(721,922)	(798,993)
Buildings, net	1,019,862	990,267
Tools, furniture and fixtures	1,309,229	1,396,972
Accumulated depreciation	(1,037,931)	(1,108,982)
Tools, furniture and fixtures, net	271,298	287,990
Leased assets	404,692	472,043
Accumulated depreciation	(192,110)	(219,947)
Leased assets, net	212,582	252,095
Land	1,028,731	1,029,192
Other	274,204	303,783
Accumulated depreciation	(198,037)	(221,076)
Other, net	76,167	82,707
<b>Total property, plant and equipment</b>	<b>2,608,642</b>	<b>2,642,253</b>
<b>Intangible assets</b>		
Goodwill	2,618,717	2,553,261
Software	1,364,060	1,262,313
Software in progress	40,167	88,693
Other	83,586	99,060
<b>Total intangible assets</b>	<b>4,106,531</b>	<b>4,003,329</b>
<b>Investments and other assets</b>		
Investment securities	2,596,057	2,368,001
Long-term prepaid expenses	664,732	927,482
Distressed receivables	281,747	301,107
Deferred tax assets	1,721,395	1,436,812
Other	1,933,537	1,699,229
Allowance for doubtful accounts	(348,137)	(459,236)
<b>Total investments and other assets</b>	<b>6,849,332</b>	<b>6,273,396</b>
<b>Total non-current assets</b>	<b>13,564,506</b>	<b>12,918,979</b>
<b>Total assets</b>	<b>42,130,503</b>	<b>41,831,848</b>

(Thousands of yen)

	As of March 31, 2025	As of March 31, 2026
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	7,816,086	7,246,039
Short-term borrowings	1,325,384	1,205,144
Accounts payable - other	2,836,412	2,663,599
Accrued expenses	1,240,778	1,290,141
Lease liabilities	318,062	367,451
Income taxes payable	1,105,410	808,264
Contract liabilities	487,857	472,797
Provision for bonuses	1,055,873	974,669
Provision for bonuses for directors (and other officers)	294,330	264,914
Other	1,846,634	1,720,488
<b>Total current liabilities</b>	<b>18,326,829</b>	<b>17,013,510</b>
<b>Non-current liabilities</b>		
Long-term borrowings	935,454	602,721
Lease liabilities	147,000	178,317
Retirement benefit liability	2,801,704	2,439,551
Provision for retirement benefits for directors (and other officers)	43,628	15,450
Deferred tax liabilities	21,406	17,309
Liabilities from application of equity method	28,265	48,146
Other	121,288	123,540
<b>Total non-current liabilities</b>	<b>4,098,749</b>	<b>3,425,037</b>
<b>Total liabilities</b>	<b>22,425,579</b>	<b>20,438,547</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	4,150,294	4,150,294
Capital surplus	3,255,844	3,317,476
Retained earnings	11,160,609	11,864,553
Treasury shares	(1,112,083)	(1,065,965)
<b>Total shareholders' equity</b>	<b>17,454,664</b>	<b>18,266,358</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	96,915	383,134
Foreign currency translation adjustment	32,701	84,353
Remeasurements of defined benefit plans	(40,620)	180,310
<b>Total accumulated other comprehensive income</b>	<b>88,995</b>	<b>647,798</b>
<b>Non-controlling interests</b>	<b>2,161,263</b>	<b>2,479,144</b>
<b>Total net assets</b>	<b>19,704,923</b>	<b>21,393,301</b>
<b>Total liabilities and net assets</b>	<b>42,130,503</b>	<b>41,831,848</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	72,629,302	71,524,950
Cost of sales	47,378,770	45,162,922
Gross profit	25,250,531	26,362,028
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	133,005	137,506
Salaries and allowances	9,572,714	10,227,177
Retirement benefit expenses	367,176	368,727
Provision for bonuses	1,109,974	1,047,224
Provision for bonuses for directors (and other officers)	298,770	266,018
Commission expenses	1,139,273	1,110,560
Other	8,889,217	9,480,614
Total selling, general and administrative expenses	21,510,130	22,637,829
Operating profit	3,740,400	3,724,198
Non-operating income		
Interest income	9,888	20,923
Dividend income	14,147	19,563
Share of profit of entities accounted for using equity method	119,954	173,624
Gain on investments in investment partnerships	–	50,659
Repayment income	–	54,850
Other	183,710	114,190
Total non-operating income	327,701	433,811
Non-operating expenses		
Interest expenses	57,264	33,700
Provision of allowance for doubtful accounts	7,502	54,906
Commission expenses	10,000	–
Other	17,724	23,990
Total non-operating expenses	92,490	112,597
Ordinary profit	3,975,611	4,045,413
Extraordinary income		
Gain on sale of non-current assets	1,214	3,054
Gain on sale of investment securities	230,914	59,783
Gain on extinguishment of tie-in shares	–	37,698
Other	9,779	–
Total extraordinary income	241,908	100,535
Extraordinary losses		
Loss on sale and retirement of non-current assets	22,139	5,052
Loss on valuation of investment securities	–	740,702
Impairment losses	94,820	21,697
loss on waiver of debt	37,424	–
Other	7,194	2,654
Total extraordinary losses	161,579	770,106
Profit before income taxes	4,055,940	3,375,842
Income taxes - current	1,441,092	1,357,526
Income taxes - deferred	191,560	76,831
Total income taxes	1,632,652	1,434,358
Profit	2,423,287	1,941,484
Profit attributable to non-controlling interests	254,846	463,619
Profit attributable to owners of parent	2,168,441	1,477,864

## Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	2,423,287	1,941,484
Other comprehensive income		
Valuation difference on available-for-sale securities	(280,183)	286,219
Remeasurements of defined benefit plans, net of tax	3,454	220,931
Share of other comprehensive income of entities accounted for using equity method	(31,955)	51,651
Total other comprehensive income	(308,684)	558,802
Comprehensive income	2,114,603	2,500,286
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,859,757	2,036,666
Comprehensive income attributable to non-controlling interests	254,846	463,619

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,150,294	3,119,829	9,724,796	(906,276)	16,088,644
Changes during period					
Dividends of surplus			(733,548)		(733,548)
Profit attributable to owners of parent			2,168,441		2,168,441
Purchase of treasury shares				(205,807)	(205,807)
Change in scope of consolidation			919		919
Change in ownership interest of parent due to transactions with non-controlling interests		136,014			136,014
Net changes in items other than shareholders' equity					
Total changes during period	–	136,014	1,435,813	(205,807)	1,366,020
Balance at end of period	4,150,294	3,255,844	11,160,609	(1,112,083)	17,454,664

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	377,098	64,657	(44,075)	397,680	9,720	1,254,605	17,750,650
Changes during period							
Dividends of surplus							(733,548)
Profit attributable to owners of parent							2,168,441
Purchase of treasury shares							(205,807)
Change in scope of consolidation							919
Change in ownership interest of parent due to transactions with non-controlling interests							136,014
Net changes in items other than shareholders' equity	(280,183)	(31,955)	3,454	(308,684)	(9,720)	906,657	588,253
Total changes during period	(280,183)	(31,955)	3,454	(308,684)	(9,720)	906,657	1,954,273
Balance at end of period	96,915	32,701	(40,620)	88,995	–	2,161,263	19,704,923

Fiscal year ended March 31, 2026

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,150,294	3,255,844	11,160,609	(1,112,083)	17,454,664
Changes during period					
Dividends of surplus			(781,339)		(781,339)
Profit attributable to owners of parent			1,477,864		1,477,864
Disposal of treasury shares		47,332		46,117	93,450
Change in ownership interest of parent due to transactions with non-controlling interests		14,299			14,299
Increase by merger			7,418		7,418
Net changes in items other than shareholders' equity					
Total changes during period	–	61,632	703,943	46,117	811,693
Balance at end of period	4,150,294	3,317,476	11,864,553	(1,065,965)	18,266,358

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	96,915	32,701	(40,620)	88,995	2,161,263	19,704,923
Changes during period						
Dividends of surplus						(781,339)
Profit attributable to owners of parent						1,477,864
Disposal of treasury shares						93,450
Change in ownership interest of parent due to transactions with non-controlling interests						14,299
Increase by merger						7,418
Net changes in items other than shareholders' equity	286,219	51,651	220,931	558,802	317,881	876,684
Total changes during period	286,219	51,651	220,931	558,802	317,881	1,688,377
Balance at end of period	383,134	84,353	180,310	647,798	2,479,144	21,393,301

## Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	4,055,940	3,375,842
Depreciation	1,642,761	1,639,507
Impairment losses	94,820	21,697
Amortization of goodwill	464,758	482,269
Increase (decrease) in allowance for doubtful accounts	11,592	78,278
Increase (decrease) in retirement benefit liability	(68,984)	(52,581)
Increase (decrease) in provision for bonuses for directors (and other officers)	38,787	(31,011)
Increase (decrease) in provision for bonuses	208,076	(89,884)
Interest and dividend income	(24,036)	(40,486)
Interest expenses	57,264	33,700
Share of loss (profit) of entities accounted for using equity method	(119,954)	(173,624)
Loss (gain) on sale and retirement of non-current assets	20,925	1,973
Loss (gain) on sale of investment securities	(230,914)	(57,934)
Loss (gain) on valuation of investment securities	–	740,702
Decrease (increase) in trade receivables and contract assets	(1,091,812)	1,111,471
Decrease (increase) in inventories	(201,042)	(156,627)
Decrease (increase) in accounts receivable - other	(45,819)	208,140
Decrease (increase) in prepaid expenses	(627,824)	(996,869)
Increase (decrease) in trade payables	702,759	(733,005)
Increase (decrease) in accrued consumption taxes	543,409	(149,670)
Increase (decrease) in accounts payable - other	(127,694)	(263,587)
Other, net	(119,353)	(191,728)
Subtotal	5,183,660	4,756,572
Interest and dividends received	55,900	42,172
Interest paid	(55,813)	(33,661)
Income taxes paid	(1,044,525)	(1,691,092)
Net cash provided by (used in) operating activities	4,139,221	3,073,990
Cash flows from investing activities		
Purchase of property, plant and equipment	(254,121)	(300,719)
Purchase of intangible assets	(544,420)	(568,249)
Proceeds from sale of investment securities	272,384	151,305
Purchase of investment securities	(1,116,960)	(8,118)
Loan advances	(1,070)	(1,115)
Proceeds from collection of loans receivable	90,902	20,081
Payments of guarantee deposits	(161,945)	(53,726)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(424,938)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	399,690	–
Purchase of insurance funds	(206,222)	(54,154)
Proceeds from cancellation of insurance funds	96,706	389,182
Other, net	60,933	81,093
Net cash provided by (used in) investing activities	(1,364,124)	(769,359)

(Thousands of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,300,000)	–
Proceeds from long-term borrowings	1,700,000	178,446
Repayments of long-term borrowings	(2,234,222)	(632,751)
Redemption of bonds	(100,000)	–
Purchase of treasury shares	(205,807)	–
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	345,212	–
Dividends paid	(731,559)	(779,761)
Dividends paid to non-controlling interests	(595,484)	(116,866)
Other, net	(192,826)	(178,274)
Net cash provided by (used in) financing activities	(3,314,687)	(1,529,207)
Effect of exchange rate change on cash and cash equivalents	850	1,819
Net increase (decrease) in cash and cash equivalents	(538,739)	777,242
Cash and cash equivalents at beginning of period	11,724,950	11,186,203
Increase in cash and cash equivalents resulting from merger	–	184,746
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(6)	–
Cash and cash equivalents at end of period	11,186,203	12,148,192