Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026 (Based on Japanese GAAP)

August 10, 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 Financial Strategy Officer	Masaki Akai	TEL 03-3498-1541
Scheduled date to commence dividend payments:		–	
Preparation of supplementary material on financial results:		No	
Holding of financial results meeting:		No	

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

(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	%
Three months ended June 30, 2026	16,865	5.4	344	67.4	444	80.3	115	79.3
Three months ended June 30, 2025	15,998	1.1	205	(54.5)	246	(53.9)	64	(66.9)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	4.44	–
Three months ended June 30, 2025	2.48	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	38,159	20,796	48.2
As of March 31, 2026	41,831	21,393	45.2

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, 2026	–	0.00	–	31.00	31.00
Year ending March 31, 2027	–				
Year ending March 31, 2027 (Forecast)		0.00	–	32.00	32.00

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 three months ended June 30, 2026: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) 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

(4) Number of issued shares (common shares)

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

As of June 30, 2026	27,732,622 shares	As of March 31, 2026	27,732,622 shares

Number of treasury shares at the end of the period

As of June 30, 2026	1,619,232 shares	As of March 31, 2026	1,619,157 shares

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

Three months ended June 30, 2026	26,113,464 shares	Three months ended June 30, 2025	26,044,638 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	12,427,108	11,585,797
Notes and accounts receivable - trade, and contract assets	10,624,811	8,206,227
Investments in leases	879,280	826,910
Merchandise and finished goods	999,894	1,028,676
Work in process	66,687	96,567
Raw materials and supplies	635,242	683,307
Accounts receivable - other	1,738,136	1,683,416
Other	1,704,353	1,817,049
Allowance for doubtful accounts	(162,646)	(183,525)
Total current assets	28,912,869	25,744,426
Non-current assets		
Property, plant and equipment	2,642,253	2,627,631
Intangible assets		
Goodwill	2,553,261	2,432,725
Other	1,450,068	1,463,283
Total intangible assets	4,003,329	3,896,008
Investments and other assets		
Investment securities	2,368,001	2,519,230
Distressed receivables	301,107	305,421
Deferred tax assets	1,436,812	1,250,243
Other	2,626,711	2,279,478
Allowance for doubtful accounts	(459,236)	(462,968)
Total investments and other assets	6,273,396	5,891,404
Total non-current assets	12,918,979	12,415,044
Total assets	41,831,848	38,159,470
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,246,039	5,837,463
Short-term borrowings	1,205,144	1,200,746
Accounts payable - other	2,663,599	2,536,149
Income taxes payable	808,264	188,621
Provision for bonuses	974,669	413,338
Provision for bonuses for directors (and other officers)	264,914	79,031
Lease liabilities	367,451	360,147
Other	3,483,427	3,403,426
Total current liabilities	17,013,510	14,018,925
Non-current liabilities		
Long-term borrowings	602,721	559,393
Retirement benefit liability	2,439,551	2,468,930
Provision for retirement benefits for directors (and other officers)	15,450	15,450
Lease liabilities	178,317	165,043
Deferred tax liabilities	17,309	19,625
Liabilities from application of equity method	48,146	–
Other	123,540	115,922
Total non-current liabilities	3,425,037	3,344,365
Total liabilities	20,438,547	17,363,290

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Net assets		
Shareholders' equity		
Share capital	4,150,294	4,150,294
Capital surplus	3,317,476	3,317,502
Retained earnings	11,864,553	11,174,458
Treasury shares	(1,065,965)	(1,065,965)
Total shareholders' equity	18,266,358	17,576,290
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	383,134	544,505
Foreign currency translation adjustment	84,353	95,899
Remeasurements of defined benefit plans	180,310	173,048
Total accumulated other comprehensive income	647,798	813,452
Non-controlling interests	2,479,144	2,406,437
Total net assets	21,393,301	20,796,180
Total liabilities and net assets	41,831,848	38,159,470

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	15,998,505	16,865,148
Cost of sales	10,037,275	10,484,541
Gross profit	5,961,230	6,380,606
Selling, general and administrative expenses	5,755,582	6,036,292
Operating profit	205,648	344,313
Non-operating income		
Interest income	784	1,190
Dividend income	12,564	13,353
Share of profit of entities accounted for using equity method	28,990	64,908
Other	23,491	30,147
Total non-operating income	65,830	109,599
Non-operating expenses		
Interest expenses	9,218	7,529
Foreign exchange losses	12,412	–
Other	3,551	2,339
Total non-operating expenses	25,181	9,868
Ordinary profit	246,297	444,044
Extraordinary income		
Gain on extinguishment of tie-in shares	33,092	–
Gain on sale of non-current assets	1,354	441
Gain on sale of investment securities	634	3,260
Total extraordinary income	35,081	3,701
Extraordinary losses		
Impairment losses	153	–
Loss on sale and retirement of non-current assets	2,878	0
Loss on valuation of investment securities	–	702
Total extraordinary losses	3,031	702
Profit before income taxes	278,347	447,043
Income taxes - current	65,240	127,899
Income taxes - deferred	52,039	177,650
Total income taxes	117,279	305,549
Profit	161,067	141,493
Profit attributable to non-controlling interests	96,436	25,606
Profit attributable to owners of parent	64,630	115,887

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	161,067	141,493
Other comprehensive income		
Valuation difference on available-for-sale securities	(61,008)	161,370
Remeasurements of defined benefit plans, net of tax	3,338	(7,262)
Share of other comprehensive income of entities accounted for using equity method	(26,326)	11,546
Total other comprehensive income	(83,996)	165,654
Comprehensive income	77,070	307,148
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(29,752)	281,542
Comprehensive income attributable to non-controlling interests	106,823	25,606