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November 12, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)



Company name: Kyokuto Boeki Kaisha, Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 8093
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 Scheduled date to file semi-annual securities report: November 13, 2025
 Scheduled date to commence dividend payments: December 8, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 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	%
September 30, 2025	31,817	49.5	1,275	60.1	1,418	38.9	937	22.1
September 30, 2024	21,277	5.5	796	134.7	1,020	56.5	767	64.8

Note: Comprehensive income For the six months ended September 30, 2025: ¥799 million [(39.9)%]
 For the six months ended September 30, 2024: ¥1,330 million [(22.2)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	77.57	-
September 30, 2024	62.29	-

(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
September 30, 2025	55,792	29,437	52.8	2,445.98
March 31, 2025	58,010	29,356	50.6	2,401.99

Reference: Equity
 As of September 30, 2025: ¥29,437 million
 As of March 31, 2025: ¥29,356 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	-	35.00	-	35.00	70.00
Fiscal year ending March 31, 2026	-	35.00			
Fiscal year ending March 31, 2026 (Forecast)			-	37.00	72.00

Note: Revision to the forecast for dividends announced most recently: Yes

3. Consolidated financial results forecast 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
Full year	62,000	17.0	2,200	7.9	2,350	(6.9)	1,700	(54.3)	140.68

Note: Revision to the financial results forecast announced most recently: Yes

Reference: The year-on-year change in profit attributable to owners of parent in the consolidated financial results forecast for the fiscal year ending March 31, 2026 is 7.6%, based on the comparison with profit attributable to owners of parent for the fiscal year ended March 31, 2025, excluding the impact of gain on bargain purchase recorded in that year.

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: - companies

(Company name) -

Excluded: 1 company

(Company name) Vahle Japan Co., Ltd.

(2) Accounting methods adopted particularly for the preparation of semi-annual 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 September 30, 2025	12,152,736 shares
As of March 31, 2025	12,471,836 shares

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

As of September 30, 2025	117,651 shares
As of March 31, 2025	250,074 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	12,084,451 shares
Six months ended September 30, 2024	12,329,126 shares

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as the financial results forecast contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. These statements are not intended as a guarantee of future performance. Actual results may differ significantly from these forecasts due to various factors.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheet

(Unit: Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	8,834	8,576
Notes and accounts receivable - trade, and contract assets	20,891	18,071
Electronically recorded monetary claims - operating	3,574	3,494
Merchandise and finished goods	6,749	6,678
Work in process	81	134
Raw materials and supplies	645	667
Advance payments to suppliers	1,513	1,668
Other	1,535	1,649
Allowance for doubtful accounts	(137)	(133)
Total current assets	43,688	40,806
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,954	1,979
Accumulated depreciation	(1,349)	(1,368)
Buildings and structures, net	604	610
Machinery, equipment and vehicles	856	858
Accumulated depreciation	(688)	(714)
Machinery, equipment and vehicles, net	168	143
Tools, furniture and fixtures	1,264	1,219
Accumulated depreciation	(1,073)	(1,038)
Tools, furniture and fixtures, net	190	180
Leased assets	74	74
Accumulated depreciation	(52)	(56)
Leased assets, net	21	18
Right of use assets	351	352
Accumulated depreciation	(140)	(148)
Right of use assets, net	211	204
Land	1,301	1,301
Construction in progress	3	7
Total property, plant and equipment	2,501	2,466
Intangible assets		
Goodwill	240	214
Other	201	202
Total intangible assets	442	417
Investments and other assets		
Investment securities	9,405	10,269
Other	1,988	1,849
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	11,377	12,102
Total non-current assets	14,321	14,986
Total assets	58,010	55,792

(Unit: Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,641	12,250
Electronically recorded obligations - operating	2,050	2,217
Short-term borrowings	6,577	1,692
Lease liabilities	117	124
Income taxes payable	543	636
Contract liabilities	1,553	1,751
Provision for bonuses	380	360
Other	937	815
Total current liabilities	24,801	19,849
Non-current liabilities		
Bonds payable	100	1,700
Long-term borrowings	731	1,480
Lease liabilities	120	103
Long-term accounts payable - other	65	60
Retirement benefit liability	1,265	1,225
Deferred tax liabilities	1,562	1,929
Asset retirement obligations	6	6
Total non-current liabilities	3,852	6,505
Total liabilities	28,653	26,355
Net assets		
Shareholders' equity		
Share capital	5,496	5,496
Capital surplus	7,935	7,935
Retained earnings	10,760	10,853
Treasury shares	(277)	(151)
Total shareholders' equity	23,914	24,133
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,709	3,251
Deferred gains or losses on hedges	8	44
Foreign currency translation adjustment	2,707	1,989
Remeasurements of defined benefit plans	16	18
Total accumulated other comprehensive income	5,441	5,304
Total net assets	29,356	29,437
Total liabilities and net assets	58,010	55,792

(2) Semi-annual Consolidated Statement of Income and Semi-annual Consolidated Statement of Comprehensive Income

Semi-annual Consolidated Statement of Income

(Unit: Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales	21,277	31,817
Cost of sales	16,413	25,980
Gross profit	4,863	5,837
Selling, general and administrative expenses		
Remuneration, salaries and allowances for directors (and other officers)	1,695	1,884
Employees' bonuses	52	51
Provision for bonuses	206	271
Retirement benefit expenses	85	84
Depreciation	128	133
Provision of allowance for doubtful accounts	(2)	5
Other	1,900	2,132
Total selling, general and administrative expenses	4,066	4,562
Operating profit	796	1,275
Non-operating income		
Interest income	51	33
Dividend income	210	196
Share of profit of entities accounted for using equity method	35	97
Other	19	42
Total non-operating income	317	370
Non-operating expenses		
Interest expenses	20	52
Bond issuance costs	-	40
Foreign exchange losses	53	84
Other	18	49
Total non-operating expenses	93	226
Ordinary profit	1,020	1,418
Extraordinary income		
Gain on sale of investment securities	108	158
Total extraordinary income	108	158
Extraordinary losses		
Impairment losses	79	-
Total extraordinary losses	79	-
Profit before income taxes	1,050	1,576
Income taxes - current	312	577
Income taxes - deferred	(27)	61
Total income taxes	284	639
Profit	765	937
Loss attributable to non-controlling interests	(2)	-
Profit attributable to owners of parent	767	937

Semi-annual Consolidated Statement of Comprehensive Income

(Unit: Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	765	937
Other comprehensive income		
Valuation difference on available-for-sale securities	(285)	542
Deferred gains or losses on hedges	(14)	36
Foreign currency translation adjustment	772	(664)
Remeasurements of defined benefit plans, net of tax	15	1
Share of other comprehensive income of entities accounted for using equity method	77	(53)
Total other comprehensive income	565	(137)
Comprehensive income	1,330	799
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,333	799
Comprehensive income attributable to non-controlling interests	(2)	-

(3) Semi-annual Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from operating activities		
Profit before income taxes	1,050	1,576
Depreciation	180	195
Impairment losses	79	-
Amortization of goodwill	-	26
Share of loss (profit) of entities accounted for using equity method	(35)	(97)
Increase (decrease) in provision for bonuses	(16)	(19)
Increase (decrease) in allowance for doubtful accounts	(2)	(2)
Increase (decrease) in retirement benefit liability	(47)	(37)
Interest and dividend income	(262)	(230)
Interest expenses	20	52
Loss (gain) on sale of investment securities	(108)	(158)
Increase (decrease) in contract liabilities	(261)	206
Decrease (increase) in trade receivables	(1,598)	2,603
Decrease (increase) in inventories	(1,427)	(160)
Decrease (increase) in advance payments to suppliers	732	(157)
Decrease (increase) in accounts receivable - other	249	(331)
Decrease (increase) in other current assets	157	249
Increase (decrease) in trade payables	1,971	(146)
Increase (decrease) in accounts payable - other	(61)	(70)
Increase (decrease) in other current liabilities	(329)	(16)
Other, net	(1)	83
Subtotal	288	3,564
Interest and dividends received	228	252
Interest paid	(19)	(53)
Income taxes paid	(236)	(481)
Net cash provided by (used in) operating activities	261	3,282
Cash flows from investing activities		
Payments into time deposits	(343)	(44)
Proceeds from withdrawal of time deposits	1,628	346
Purchase of investment securities	(2)	(9)
Proceeds from sale of investment securities	121	239
Purchase of non-current assets	(115)	(120)
Proceeds from sale of non-current assets	2	-
Decrease (increase) in guarantee deposits	4	(7)
Proceeds from liquidation of subsidiaries	10	-
Other, net	(7)	31
Net cash provided by (used in) investing activities	1,299	434

(Unit: Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(268)	(5,054)
Proceeds from long-term borrowings	300	1,100
Repayments of long-term borrowings	(333)	(170)
Proceeds from issuance of bonds	-	1,559
Purchase of treasury shares	(0)	(302)
Dividends paid	(688)	(422)
Other, net	(65)	(72)
Net cash provided by (used in) financing activities	(1,055)	(3,362)
Effect of exchange rate change on cash and cash equivalents	177	(303)
Net increase (decrease) in cash and cash equivalents	682	50
Cash and cash equivalents at beginning of period	7,065	8,439
Cash and cash equivalents at end of period	7,747	8,490