

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Six Months Ended August 31, 2026 (under IFRS)

October 14, 2026

Company name: **WingArc1st Inc.**
 Listing: Tokyo Stock Exchange
 Securities code: 4432
 URL: <https://ir.wingarc.com/en/>
 Representative: Jun Tanaka, President, Executive Officer and CEO
 Inquiries: Taisuke Fujimoto, Director, Executive Officer and CFO
 TEL: +81-3-5962-7400
 Scheduled date to file semi-annual securities report: October 14, 2026
 Scheduled date to commence dividend payments: November 9, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results presentation meeting: Yes (for institutional investors and analysts)

(Amounts are rounded down to the nearest million yen.)

1. Consolidated financial results for the six months ended August 31, 2026 (from March 1, 2026 to August 31, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before income taxes		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended August 31, 2026	16,498	12.1	5,168	25.8	5,306	28.0	3,782	29.1
August 31, 2025	14,712	(1.1)	4,108	(17.2)	4,144	(17.0)	2,929	(18.3)

	Profit attributable to equity holders of the parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Six months ended August 31, 2026	3,796	29.2	3,967	(13.1)	109.26	108.80
August 31, 2025	2,938	(18.3)	4,567	24.1	84.84	84.31

Note: Effective the fiscal year ended February 28, 2022, the Company has adopted a share-based remuneration system which utilizes an officer remuneration BIP trust, and shares of the Company held by the trust are included in treasury shares. In line with this, for the calculation of basic earnings per share and diluted earnings per share, the number of the Company's own shares held by the trust was included in the number of treasury shares, which are excluded from the calculation for the weighted average number of ordinary shares outstanding during the period.

(Reference)

	EBITDA	
	Millions of yen	%
Six months ended August 31, 2026	5,921	21.9
August 31, 2025	4,856	(14.3)

Note: The Group uses EBITDA as an important management indicator. For information about the indicator, refer to “(Notes when referring to summary information)” below.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to equity holders of the parent	Ratio of equity attributable to equity holders of the parent
As of	Millions of yen	Millions of yen	Millions of yen	%
August 31, 2026	76,745	49,280	49,261	64.2
February 28, 2026	73,490	47,032	47,000	64.0

2. Cash dividends

	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2026	0.00	52.00	0.00	52.00	104.00
Fiscal year ending February 28, 2027	0.00	54.00			
Fiscal year ending February 28, 2027 (Forecast)			0.00	54.00	108.00

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

3. Consolidated earnings forecasts for the fiscal year ending February 28, 2027
(from March 1, 2026 to February 28, 2027)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		EBITDA		Profit attributable to equity holders of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ending February 28, 2027	34,300	10.8	10,600	17.9	12,100	14.9	7,420	14.2

Note: Revisions to the earnings forecasts most recently announced: None

* Notes

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

(2) Changes in accounting policies and changes in accounting estimates

- (i) Changes in accounting policies required by IFRS: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of August 31, 2026	35,056,670 shares
As of February 28, 2026	35,009,470 shares

b. Number of treasury shares at the end of the period

As of August 31, 2026	276,110 shares
As of February 28, 2026	329,732 shares

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

For the six months ended August 31, 2026	34,742,006 shares
For the six months ended August 31, 2025	34,635,621 shares

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

* **Proper use of earnings forecasts, and other special items**

(Caution concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to various factors.

(Notes when referring to summary information)

1. EBITDA = Operating profit + Depreciation and amortization expenses
2. From the fiscal year ended February 29, 2020, due to the adoption of IFRS 16, the right of use related to office leases is recognized as a right-of-use asset, and depreciation related to this asset is also recorded. However, in the calculation of EBITDA, depreciation related to this right-of-use asset is excluded from "Depreciation and amortization expenses."
3. EBITDA is not a measure prescribed by IFRS, but rather is a financial measure that the Group believes is useful for investors to evaluate the Group's performance.
4. EBITDA should not be considered as an alternative measure to other measures presented in accordance with IFRS, as it excludes some of the items that affect profit and has significant limitations as a means of analysis. EBITDA for the Group may not be comparable to the measures used by other companies in the industry due to different calculation methods from those used for the same or similar measures. As a result, its usefulness may be reduced.

Condensed Semi-annual Consolidated Financial Statements**(1) Condensed semi-annual consolidated statements of financial position**

(Unit: thousand yen)

	As of February 28, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and cash equivalents	13,339,865	16,608,224
Trade and other receivables	3,899,849	3,231,070
Other financial assets	96,735	109,304
Other current assets	676,673	1,253,153
Total current assets	18,013,124	21,201,753
Non-current assets		
Property and equipment	1,859,489	2,097,297
Goodwill	30,209,905	30,236,928
Other intangible assets	14,199,585	13,752,566
Investments accounted for using equity method	490,589	515,989
Other financial assets	8,667,453	8,888,429
Other non-current assets	50,663	52,940
Total non-current assets	55,477,686	55,544,150
Total assets	73,490,811	76,745,904
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	1,128,270	1,163,058
Contract liabilities	8,091,691	9,726,189
Current portion of long-term borrowings	1,431,236	1,429,231
Income taxes payable	1,266,199	1,288,652
Other financial liabilities	593,083	539,004
Other current liabilities	2,790,033	2,545,623
Total current liabilities	15,300,514	16,691,760
Non-current liabilities		
Long-term borrowings	5,685,875	4,977,047
Provisions	245,638	244,876
Other financial liabilities	147,698	412,281
Deferred tax liabilities	5,078,489	5,139,483
Total non-current liabilities	11,157,702	10,773,689
Total liabilities	26,458,217	27,465,450
Equity		
Issued capital	1,247,675	1,259,794
Capital surplus	12,532,674	12,540,037
Other components of equity	4,495,920	4,688,408
Retained earnings	29,152,827	31,132,989
Treasury shares	(428,959)	(359,251)
Equity attributable to equity holders of the parent	47,000,138	49,261,978
Non-controlling interests	32,455	18,475
Total equity	47,032,593	49,280,453
Total liabilities and equity	73,490,811	76,745,904

- (2) Condensed semi-annual consolidated statements of profit or loss and condensed semi-annual consolidated statements of comprehensive income
(Condensed semi-annual consolidated statements of profit or loss)

	(Unit: thousand yen)	
	Six months ended August 31, 2025	Six months ended August 31, 2026
Revenue	14,712,285	16,498,365
Personnel expenses except those included in research and development costs	(3,891,530)	(4,305,388)
Research and development costs	(1,814,127)	(1,816,785)
Outsourcing expenses	(1,559,306)	(1,744,141)
Commission expenses	(570,440)	(560,595)
Other operating income	28,787	24,371
Other operating expenses	(2,796,807)	(2,927,084)
Operating profit	4,108,859	5,168,740
Finance income	82,553	174,617
Finance costs	(77,725)	(73,211)
Share of profit (loss) of investments accounted for using equity method	31,122	36,650
Profit before income taxes	4,144,810	5,306,796
Income taxes	(1,215,422)	(1,524,642)
Profit	2,929,387	3,782,153
Profit attributable to:		
Equity holders of the parent	2,938,535	3,796,133
Non-controlling interests	(9,147)	(13,980)
Profit	2,929,387	3,782,153
Earnings per share		
Basic earnings per share (yen)	84.84	109.26
Diluted earnings per share (yen)	84.31	108.80

(Condensed semi-annual consolidated statements of comprehensive income)

(Unit: thousand yen)

	Six months ended August 31, 2025	Six months ended August 31, 2026
Profit	2,929,387	3,782,153
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	1,614,790	132,738
Total of items that will not be reclassified to profit or loss	1,614,790	132,738
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	22,895	53,014
Total of items that may be reclassified to profit or loss	22,895	53,014
Other comprehensive income, net of income taxes	1,637,686	185,752
Total comprehensive income, net of income taxes	4,567,074	3,967,906
Attributable to:		
Equity holders of the parent	4,576,222	3,981,886
Non-controlling interests	(9,147)	(13,980)
Total comprehensive income	4,567,074	3,967,906

(3) Condensed semi-annual consolidated statement of changes in equity
Six months ended August 31, 2025

(Unit: thousand yen)

(Unit: thousand yen)

	Equity attributable to equity holders of the parent					
	Other components of equity					
	Issued capital	Capital surplus	Exchange differences on translation of foreign operations	Stock acquisition rights	Financial assets measured at fair value through other comprehensive income	Total
As of March 1, 2025	1,228,008	12,399,974	156,416	4,104	1,898,570	2,059,091
Profit						—
Other comprehensive income			22,895		1,614,790	1,637,686
Comprehensive income	—	—	22,895	—	1,614,790	1,637,686
Dividends						—
Share-based payment transactions		17,980				—
Exercise of stock acquisition rights	13,941	13,941		(733)		(733)
Forfeiture of stock acquisition rights		310		(310)		(310)
Purchase of treasury shares						—
Total transactions with equity holders	13,941	32,232	—	(1,043)	—	(1,043)
As of August 31, 2025	1,241,950	12,432,207	179,311	3,060	3,513,361	3,695,733

(Unit: thousand yen)

	Equity attributable to equity holders of the parent			Non-controlling interests	Total
	Retained earnings	Treasury shares	Total		
As of March 1, 2025	26,611,769	(506,450)	41,792,393	53,800	41,846,194
Profit	2,938,535		2,938,535	(9,147)	2,929,387
Other comprehensive income			1,637,686		1,637,686
Comprehensive income	2,938,535	–	4,576,222	(9,147)	4,567,074
Dividends	(2,151,660)		(2,151,660)		(2,151,660)
Share-based payment transactions		77,667	95,647		95,647
Exercise of stock acquisition rights			27,150		27,150
Forfeiture of stock acquisition rights			–		–
Purchase of treasury shares		(176)	(176)		(176)
Total transactions with equity holders	(2,151,660)	77,490	(2,029,039)	–	(2,029,039)
As of August 31, 2025	27,398,644	(428,959)	44,339,576	44,652	44,384,229

Six months ended August 31, 2026

(Unit: thousand yen)

	Equity attributable to equity holders of the parent					
	Other components of equity					Total
	Issued capital	Capital surplus	Exchange differences on translation of foreign operations	Stock acquisition rights	Financial assets measured at fair value through other comprehensive income	
As of March 1, 2026	1,247,675	12,532,674	368,433	2,759	4,124,727	4,495,920
Profit						—
Other comprehensive income			53,014		132,738	185,752
Comprehensive income	—	—	53,014	—	132,738	185,752
Dividends						—
Share-based payment transactions		(4,755)				—
Exercise of stock acquisition rights	12,118	12,118		(637)		(637)
Transfer from other components of equity to retained earnings					7,372	7,372
Total transactions with equity holders	12,118	7,362	—	(637)	7,372	6,735
As of August 31, 2026	1,259,794	12,540,037	421,447	2,122	4,264,838	4,688,408

(Unit: thousand yen)

	Equity attributable to equity holders of the parent			Non-controlling interests	Total
	Retained earnings	Treasury shares	Total		
As of March 1, 2026	29,152,827	(428,959)	47,000,138	32,455	47,032,593
Profit	3,796,133		3,796,133	(13,980)	3,782,153
Other comprehensive income			185,752		185,752
Comprehensive income	3,796,133	—	3,981,886	(13,980)	3,967,906
Dividends	(1,808,599)		(1,808,599)		(1,808,599)
Share-based payment transactions		69,708	64,952		64,952
Exercise of stock acquisition rights			23,600		23,600
Transfer from other components of equity to retained earnings	(7,372)		—		—
Total transactions with equity holders	(1,815,972)	69,708	(1,720,046)	—	(1,720,046)
As of August 31, 2026	31,132,989	(359,251)	49,261,978	18,475	49,280,453

(4) Condensed semi-annual consolidated statements of cash flows

	(Unit: thousand yen)	
	Six months ended August 31, 2025	Six months ended August 31, 2026
Cash flows from operating activities		
Profit before income taxes	4,144,810	5,306,796
Depreciation and amortization expenses	885,485	887,955
Finance income	(82,553)	(169,613)
Finance costs	65,636	76,693
Decrease (increase) in trade and other receivables	94,924	668,778
Increase (decrease) in trade and other payables	2,432	32,635
Increase (decrease) in contract liabilities	1,229,133	1,634,498
Increase (decrease) in other current liabilities	(202,048)	(361,851)
Others	(413,391)	(551,026)
Subtotal	5,724,430	7,524,867
Interest and dividends received	93,780	180,827
Interest paid	(61,406)	(60,460)
Income taxes paid	(1,418,220)	(1,358,111)
Net cash flows from operating activities	4,338,583	6,287,123
Cash flows from investing activities		
Purchase of property and equipment	(84,479)	(173,087)
Purchase of intangible assets	(238,070)	(154,705)
Payments for leasehold and guarantee deposits	(226)	(30,560)
Proceeds from refund of leasehold and guarantee deposits	206	5,070
Proceeds from sale and redemption of investments	2,027	54,633
Payments for acquisition of subsidiaries	(2,266,304)	—
Others	(8,906)	(50,949)
Net cash flows used in investing activities	(2,595,753)	(349,598)
Cash flows from financing activities		
Repayments of lease liabilities	(211,463)	(215,533)
Repayments of long-term borrowings	(737,463)	(716,289)
Dividends paid	(2,147,751)	(1,808,289)
Proceeds from issuance of new shares	27,150	23,600
Purchase of treasury shares	(176)	—
Net cash flows used in financing activities	(3,069,705)	(2,716,512)
Net foreign exchange differences	1,556	47,347
Net increase (decrease) in cash and cash equivalents	(1,325,317)	3,268,359
Cash and cash equivalents at the beginning of the period	14,715,413	13,339,865
Cash and cash equivalents at the end of the period	13,390,095	16,608,224