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October 15, 2026

Consolidated Financial Results for the Fiscal Year Ended August 31, 2026 (Under Japanese GAAP)

Company name: Goodpatch Inc.
Listing: Tokyo Stock Exchange
Securities code: 7351
URL: https://goodpatch.com/
Representative: Naofumi Tsuchiya, Chief Executive Officer
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Scheduled date of annual general meeting of shareholders: November 26, 2026
Scheduled date to commence dividend payments: November 27, 2026
Scheduled date to file annual securities report: November 27, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

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

1. Consolidated financial results for the fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
August 31, 2026	5,197	2.2	447	(19.8)	594	(3.0)	353	(13.1)
August 31, 2025	5,085	29.0	557	-	613	-	407	-

Note: Comprehensive income For the fiscal year ended August 31, 2026: 399 million [(4.7) %]
For the fiscal year ended August 31, 2025: 418 million [- %]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
August 31, 2026	40.50	40.37	8.3	11.5	8.6
August 31, 2025	46.35	46.10	10.2	12.4	11.0

Reference: Share of profit (loss) of entities accounted for using equity method
For the fiscal year ended August 31, 2026: 23 million
For the fiscal year ended August 31, 2025: 21 million

(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
August 31, 2026	5,109	4,448	86.4	507.65
August 31, 2025	5,245	4,145	78.6	471.94

Reference: Equity
As of August 31, 2026: 4,416 million
As of August 31, 2025: 4,121 million

(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
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
August 31, 2026	182	(1,261)	(236)	1,418
August 31, 2025	844	(1,075)	(310)	2,733

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended August 31, 2025	—	0.00	—	10.00	10.00	87	21.6	2.2
Fiscal year ended August 31, 2026	—	0.00	—	10.00	10.00	86	24.7	2.0
Fiscal year ending August 31, 2027 (Forecast)	—	0.00	—	10.00	10.00		21.3	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending August 31, 2027 (from September 1, 2026 to August 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	5,750	10.6	500	11.9	600	0.9	400	13.1	46.86

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 1 company (Layermate Inc.)
Excluded: -

(2) 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

(3) Number of issued shares (common shares)

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

As of August 31, 2026	9,250,820 shares
As of August 31, 2025	9,246,620 shares

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

As of August 31, 2026	551,648 shares
As of August 31, 2025	512,827 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended August 31, 2026	8,732,781 shares
Fiscal year ended August 31, 2025	8,782,327 shares

(Summary of non-consolidated financial results)
1. Non-consolidated Financial Results for the fiscal year ended August 31, 2026 (from September 1, 2025 to August 31, 2026)

(1) Non-consolidated Results of Operations (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
August 31, 2026	4,548	5.5	445	(3.1)	700	40.6	458	30.5
August 31, 2025	4,312	25.8	459	525.5	498	550.5	351	647.2

	Net income per share	Diluted net income per share
Fiscal year ended	Yen	Yen
August 31, 2026	52.50	52.33
August 31, 2025	40.01	39.80

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	yen
As of August 31, 2026	5,192	4,625	88.5	528.02
As of August 31, 2025	5,121	4,217	81.9	480.24

Reference: Equity
As of August 31, 2026: 4,593 million
As of August 31, 2025: 4,194 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to achieve the stated performance. Actual business and other results may differ substantially due to various factors.

Consolidated Financial Statements

Consolidated Balance Sheets

(Thousands of yen)

	As of August 31, 2025	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	2,733,133	2,534,557
Accounts receivable - trade, and contract assets	584,262	552,175
Work in process	9,565	14,525
Prepaid expenses	55,483	89,046
Income taxes refund receivable	6	10,157
Deposits paid	-	83,750
Other	13,247	24,250
Allowance for doubtful accounts	-	(330)
Total current assets	3,395,698	3,308,132
Non-current assets		
Property, plant and equipment		
Buildings	75,179	105,278
Accumulated depreciation	(42,101)	(44,652)
Buildings, net	33,078	60,626
Tools, furniture and fixtures	59,906	69,681
Accumulated depreciation	(52,652)	(57,000)
Tools, furniture and fixtures, net	7,254	12,681
Leased assets	9,680	9,680
Accumulated depreciation	(1,152)	(2,535)
Leased assets, net	8,527	7,144
Total Property, plant and equipment	48,860	80,452
Intangible assets		
Trademark right	1,247	1,002
Goodwill	349,070	285,603
Customer-related intangible assets	45,222	37,000
Total Intangible assets	395,540	323,605
Investments and other assets		
Investment securities	1,310,160	1,343,129
Leasehold and guarantee deposits	23,325	33,984
Deferred tax assets	51,563	-
Other	20,279	20,057
Total Investments and other assets	1,405,328	1,397,171
Total non-current assets	1,849,729	1,801,229
Total assets	5,245,428	5,109,362

(Thousands of yen)

	As of August 31, 2025	As of August 31, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	99,609	108,878
Current portion of long-term borrowings	130,423	78,398
Accounts payable - other	142,063	136,384
Accrued expenses	39,493	42,290
Income taxes payable	219,888	78,358
Accrued consumption taxes	112,933	57,444
Contract liabilities	61,599	52,128
Lease liabilities	1,367	1,433
Deposits received	48,730	30,425
Provision for bonuses	100,347	8,512
Other	-	404
Total current liabilities	956,456	594,658
Non-current liabilities		
Long-term borrowings	108,426	30,028
Lease liabilities	8,188	6,755
Asset retirement obligations	11,608	13,075
Deferred tax liabilities	15,570	16,420
Total non-current liabilities	143,793	66,278
Total liabilities	1,100,250	660,936
Net assets		
Shareholders' equity		
Share capital	1,774,543	1,774,790
Capital surplus	1,761,139	1,761,386
Retained earnings	821,244	1,087,589
Treasury shares	(250,168)	(268,251)
Total shareholders' equity	4,106,759	4,355,514
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15,192	60,752
Foreign currency translation adjustment	(128)	(143)
Total accumulated other comprehensive income	15,064	60,609
Share acquisition rights	23,353	32,301
Total net assets	4,145,177	4,448,425
Total liabilities and net assets	5,245,428	5,109,362

Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Thousands of yen)

	Fiscal year Ended August 31, 2025	Fiscal year Ended August 31, 2026
Net sales	5,085,553	5,197,259
Cost of sales	2,143,028	2,271,539
Gross profit	2,942,524	2,925,720
Selling, general and administrative expenses	2,385,040	2,478,703
Operating profit	557,483	447,017
Non-operating income		
Interest income	4,267	8,083
Dividend income	33,762	124,777
Share of profit of entities accounted for using equity method	21,741	23,131
Foreign exchange gains	369	387
Other	3,416	4,934
Total non-operating income	63,558	161,315
Non-operating expenses		
Interest expenses	2,392	1,875
Share issuance costs	38	31
Share acquisition rights issuance costs	552	552
Penalty	1,664	-
Loss on investments in investment partnerships	1,514	9,307
Commission expenses	1,317	162
Other	542	1,601
Total non-operating expenses	8,021	13,531
Ordinary profit	613,021	594,801
Extraordinary income		
Gain on sale of investment securities	-	5,002
Gain on sale of shares of subsidiaries and associates	-	8,723
Gain on reversal of asset retirement obligations	-	2,590
Gain on liquidation of subsidiaries and associates	971	-
Gain on reversal of share acquisition rights	7,164	775
Total extraordinary income	8,135	17,091
Extraordinary losses		
Loss on valuation of investment securities	-	47,999
Impairment losses	-	9,750
Total extraordinary losses	-	57,749
Profit before income taxes	621,156	554,142
Income taxes - current	210,601	169,354
Income taxes - deferred	10,058	31,155
Total income taxes	220,660	200,510
Profit	400,496	353,632
Loss attributable to non-controlling interests	(6,555)	(50)
Profit attributable to owners of parent	407,051	353,682

Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Fiscal year Ended August 31, 2025	Fiscal year Ended August 31, 2026
Profit	400,496	353,632
Other comprehensive income		
Valuation difference on available-for-sale securities	15,253	45,560
Foreign currency translation adjustment	2,941	(14)
Total other comprehensive income	18,194	45,545
Comprehensive income	418,691	399,178
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	425,246	399,228
Comprehensive income attributable to non-controlling interests	(6,555)	(50)

Consolidated statement of changes in equity

Fiscal year Ended August 31, 2025

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,772,244	1,767,244	414,192	(100,100)	3,853,580
Changes during period					
Issuance of new shares - exercise of share acquisition rights	2,299	2,299			4,598
Profit (loss) attributable to owners of parent			407,051		407,051
Purchase of treasury shares				(150,068)	(150,068)
Issuance of share acquisition rights					-
Forfeiture of share acquisition rights					-
Change in ownership interest of parent due to transactions with non-controlling interests		(8,403)			(8,403)
Net changes in items other than shareholders' equity					
Total changes during period	2,299	(6,104)	407,051	(150,068)	253,178
Balance at end of period	1,774,543	1,761,139	821,244	(250,168)	4,106,759

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	(60)	(3,069)	(3,130)	21,930	3,872,380
Changes during period					
Issuance of new shares - exercise of share acquisition rights					4,598
Profit (loss) attributable to owners of parent					407,051
Purchase of treasury shares					(150,068)
Issuance of share acquisition rights				8,587	8,587
Forfeiture of share acquisition rights				(7,164)	(7,164)
Change in ownership interest of parent due to transactions with non-controlling interests					(8,403)
Net changes in items other than shareholders' equity	15,253	2,941	18,194	-	18,194
Total changes during period	15,253	2,941	18,194	1,423	272,796
Balance at end of period	15,192	(128)	15,064	23,353	4,145,177

Consolidated statement of changes in equity

Fiscal year Ended August 31, 2026

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,774,543	1,761,139	821,244	(250,168)	4,106,759
Changes during period					
Issuance of new shares - exercise of share acquisition rights	246	246			492
Dividends of surplus			(87,337)		(87,337)
Profit (loss) attributable to owners of parent			353,682		353,682
Purchase of treasury shares				(18,083)	(18,083)
Issuance of share acquisition rights					-
Forfeiture of share acquisition rights					-
Net changes in items other than shareholders' equity					
Total changes during period	246	246	266,344	(18,083)	248,754
Balance at end of period	1,774,790	1,761,386	1,087,589	(268,251)	4,355,514

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	15,192	(128)	15,064	23,353	4,145,177
Changes during period					
Issuance of new shares - exercise of share acquisition rights					492
Dividends of surplus					(87,337)
Profit (loss) attributable to owners of parent					353,682
Purchase of treasury shares					(18,083)
Issuance of share acquisition rights				9,722	9,722
Forfeiture of share acquisition rights				(775)	(775)
Net changes in items other than shareholders' equity	45,560	(14)	45,545	-	45,545
Total changes during period	45,560	(14)	45,545	8,947	303,247
Balance at end of period	60,752	(143)	60,609	32,301	4,448,425

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year Ended August 31, 2025	Fiscal year Ended August 31, 2026
Cash flows from operating activities		
Profit (loss) before income taxes	621,156	554,142
Depreciation	19,386	25,455
Amortization of goodwill	65,391	71,717
Interest and dividend income	(38,030)	(132,861)
Share of loss (profit) of entities accounted for using equity method	(21,741)	(23,131)
Interest expenses	2,392	1,875
Share issuance costs	38	31
Share acquisition rights issuance costs	-	552
Gain on reversal of asset retirement obligations	-	(2,590)
Loss (gain) on valuation of investment securities	-	47,999
Loss (gain) on sale of investment securities	-	(5,002)
Gain on sale of shares of subsidiaries and associates	-	(8,723)
Gain on liquidation of subsidiaries and associates	(971)	-
Impairment losses	-	9,750
Increase (decrease) in provision for bonuses	98,461	(91,834)
Decrease (increase) in accounts receivable - trade, and contract assets	(156,553)	32,416
Decrease (increase) in inventories	(6,681)	(4,960)
Decrease (increase) in prepaid expenses	24,299	(33,610)
Increase (decrease) in trade payables	36,416	9,268
Increase (decrease) in accounts payable - other	56,857	(8,581)
Increase (decrease) in deposits received	(450)	(18,305)
Increase (decrease) in accrued expenses	(448)	2,797
Increase (decrease) in contract liabilities	(14,454)	(9,471)
Increase (decrease) in accrued consumption taxes	78,273	(55,489)
Other, net	12,545	12,502
Subtotal	775,885	373,947
Interest and dividends received	37,820	130,154
Interest paid	(2,346)	(1,828)
Income taxes paid	(17,008)	(319,397)
Income taxes refund	50,037	6
Net cash provided by (used in) operating activities	844,388	182,882
Cash flows from investing activities		
Payments into time deposits	-	(1,200,000)
Purchase of property, plant and equipment	(2,324)	(41,971)
Purchase of investment securities	(1,077,134)	(15,111)
Proceeds from sale of investment securities	-	5,002
Proceeds from sale of shares of subsidiaries and associates	-	8,723
Proceeds from distributions from investment partnerships	4,608	14,360
Payments of leasehold and guarantee deposits	(1,397)	(16,367)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(18,000)
Other, net	333	2,045
Net cash provided by (used in) investing activities	(1,075,915)	(1,261,319)

(Thousands of yen)

	Fiscal year Ended August 31, 2025	Fiscal year Ended August 31, 2026
Cash flows from financing activities		
Repayments of long-term borrowings	(162,412)	(130,423)
Proceeds from issuance of shares resulting from exercise of share acquisition rights	4,560	460
Purchase of treasury shares	(151,385)	(18,245)
Dividends paid	-	(86,934)
Proceeds from share issuance to non-controlling shareholders	24,500	-
Repayments of lease liabilities	(1,091)	(1,367)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(24,500)	-
Net cash provided by (used in) financing activities	(310,328)	(236,509)
Effect of exchange rate change on cash and cash equivalents	(156)	120
Net increase (decrease) in cash and cash equivalents	(542,011)	(1,314,826)
Cash and cash equivalents at beginning of period	3,275,145	2,733,133
Cash and cash equivalents at end of period	2,733,133	1,418,307