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November 10, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: ARATA CORPORATION
Listing: Tokyo Stock Exchange
Securities code: 2733
URL: https://www.arata-gr.jp/
Representative: Seiichi Kochiya, Representative Director and President
Inquiries: Nobutaka Tsuchiya, Managing Executive Officer, General Manager of Corporate Governance Division
Telephone: +81-3-5635-2800

Scheduled date to file semi-annual securities report: November 12, 2026
Scheduled date to commence dividend payments: December 7, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (For Institutional Investors, Analysts, and Financial Institutions)

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

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	521,652	3.6	5,767	(21.9)	5,641	(25.3)	3,715	(26.3)
September 30, 2025	503,299	2.4	7,383	(9.7)	7,549	(11.9)	5,043	(13.2)

Note: Comprehensive income For the six months ended September 30, 2026: ¥3,244 million [(44.8)%]
For the six months ended September 30, 2025: ¥5,873 million [0.8%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	110.82	-
September 30, 2025	150.79	-

(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, 2026	359,077	125,529	34.9	3,741.73
March 31, 2026	350,551	124,162	35.4	3,707.92

Reference: Equity
As of September 30, 2026: ¥125,487 million
As of March 31, 2026: ¥124,129 million

Note: In the consolidated accounting period between the fiscal year ending March 31, 2027, the provisional accounting treatment for the business combination was finalized, and the figures for the fiscal year ending March 31, 2026 reflect the details of the provisional accounting treatment.

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, 2026	-	56.00	-	56.00	112.00
Fiscal year ending March 31, 2027	-	56.00			
Fiscal year ending March 31, 2027 (Forecast)				56.00	112.00

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

3. Forecast of consolidated financial results for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen

Fiscal year ending March 31, 2027	1,030,000	2.5	11,000	(16.7)	10,500	(22.4)	7,000	(30.9)	209.19

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

*** Notes**

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

(2) Adoption of accounting treatment specific to 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, 2026	36,057,424 shares
As of March 31, 2026	36,057,424 shares

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

As of September 30, 2026	2,520,152 shares
As of March 31, 2026	2,580,712 shares

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

Six months ended September 30, 2026	33,529,225 shares
Six months ended September 30, 2025	33,446,515 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

(Cautions on forward-looking statements, etc.)

Please note that the forecasted figures presented above are outlooks based on information currently available and include a considerable number of uncertain factors. Actual results may differ from the above forecasts due to changes in current conditions and other factors. For details related to the above forecasts, please refer to Appendix P5 "Explanation of Forward-Looking Information on Consolidated Earnings Forecasts and Other Forward-Looking Information."

(How to obtain the contents of financial results briefing materials)

On Tuesday, November 10, 2026, the Company plans to hold a briefing session for institutional investors, analysts, and financial institutions in a hybrid format of on-site and live-streaming. The briefing materials will be posted on our website (https://www.arata-gr.jp/ir/). In addition, a video of the briefing will be posted on our website (https://www.arata-gr.jp/ir/) at a later date.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	39,710	23,581
Notes and accounts receivable - trade	129,370	147,107
Merchandise	46,627	50,753
Accounts receivable - other	34,797	33,941
Other	5,811	6,463
Allowance for doubtful accounts	(5)	(29)
Total current assets	256,312	261,819
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,889	20,155
Land	21,298	21,298
Other, net	14,638	15,917
Total property, plant and equipment	54,827	57,371
Intangible assets		
Goodwill	3,562	3,443
Other	14,554	15,743
Total intangible assets	18,117	19,187
Investments and other assets		
Investment securities	13,603	13,159
Deferred tax assets	488	411
Retirement benefit asset	4,287	4,406
Other	3,020	2,826
Allowance for doubtful accounts	(104)	(104)
Total investments and other assets	21,294	20,698
Total non-current assets	94,238	97,258
Total assets	350,551	359,077

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	120,334	121,084
Short-term borrowings	21,152	26,116
Current portion of bonds payable	200	200
Income taxes payable	2,679	2,356
Provision for bonuses	1,839	2,211
Other	32,327	35,002
Total current liabilities	178,533	186,970
Non-current liabilities		
Bonds payable	5,500	8,300
Long-term borrowings	22,076	18,399
Deferred tax liabilities	3,714	3,371
Retirement benefit liability	7,411	7,501
Other	9,152	9,004
Total non-current liabilities	47,855	46,576
Total liabilities	226,388	233,547
Net assets		
Shareholders' equity		
Share capital	8,572	8,572
Capital surplus	28,413	28,413
Retained earnings	86,816	88,602
Treasury shares	(6,648)	(6,595)
Total shareholders' equity	117,153	118,991
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,386	5,040
Foreign currency translation adjustment	(43)	(13)
Remeasurements of defined benefit plans	1,633	1,468
Total accumulated other comprehensive income	6,975	6,495
Non-controlling interests	33	42
Total net assets	124,162	125,529
Total liabilities and net assets	350,551	359,077

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	503,299	521,652
Cost of sales	453,886	470,906
Gross profit	49,412	50,746
Selling, general and administrative expenses	42,029	44,978
Operating profit	7,383	5,767
Non-operating income		
Interest income	4	7
Dividend income	146	156
Share of profit of entities accounted for using equity method	3	15
Outsourcing service income	71	46
Other	447	442
Total non-operating income	674	668
Non-operating expenses		
Interest expenses	296	537
Loss on sale of trade receivables	153	150
Other	58	105
Total non-operating expenses	508	794
Ordinary profit	7,549	5,641
Extraordinary income		
Gain on sale of non-current assets	31	-
Gain on sale of investment securities	0	33
Total extraordinary income	31	33
Extraordinary losses		
Loss on sale of non-current assets	85	-
Loss on retirement of non-current assets	1	2
Loss on valuation of investment securities	29	0
Total extraordinary losses	116	2
Profit before income taxes	7,463	5,673
Income taxes - current	2,513	1,986
Income taxes - deferred	(95)	(37)
Total income taxes	2,418	1,949
Profit	5,045	3,723
Profit attributable to non-controlling interests	2	8
Profit attributable to owners of parent	5,043	3,715

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	5,045	3,723
Other comprehensive income		
Valuation difference on available-for-sale securities	1,013	(345)
Foreign currency translation adjustment	(77)	30
Remeasurements of defined benefit plans, net of tax	(107)	(164)
Total other comprehensive income	827	(479)
Comprehensive income	5,873	3,244
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,874	3,235
Comprehensive income attributable to non-controlling interests	(0)	8

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	7,463	5,673
Depreciation	2,402	2,634
Amortization of goodwill	-	118
Share-based payment expenses	58	-
Increase (decrease) in provision for bonuses	298	371
Increase (decrease) in allowance for doubtful accounts	18	26
Increase (decrease) in retirement benefit liability	(42)	1
Interest and dividend income	(151)	(163)
Interest expenses	296	537
Foreign exchange losses (gains)	(67)	60
Share of loss (profit) of entities accounted for using equity method	(3)	(15)
Loss (gain) on sale of non-current assets	54	-
Loss on retirement of non-current assets	1	2
Loss (gain) on sale of investment securities	(0)	(33)
Loss (gain) on valuation of investment securities	29	0
Decrease (increase) in trade receivables	(6,279)	(17,736)
Decrease (increase) in inventories	(545)	(4,125)
Increase (decrease) in trade payables	2,240	872
Decrease (increase) in other assets	(4,674)	404
Increase (decrease) in other liabilities	1,128	1,164
Other, net	1,702	(1,210)
Subtotal	3,930	(11,417)
Interest and dividends received	153	167
Interest paid	(265)	(580)
Income taxes paid	(2,510)	(2,245)
Net cash provided by (used in) operating activities	1,308	(14,076)

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from investing activities		
Payments into time deposits	(382)	(599)
Proceeds from withdrawal of time deposits	364	364
Purchase of property, plant and equipment	(3,533)	(1,690)
Proceeds from sale of property, plant and equipment	256	-
Purchase of intangible assets	(1,062)	(2,230)
Purchase of investment securities	(76)	(76)
Proceeds from sale of investment securities	40	87
Loan advances	(20)	-
Proceeds from collection of loans receivable	9	16
Other, net	171	183
Net cash provided by (used in) investing activities	(4,233)	(3,946)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(30)	2,991
Proceeds from long-term borrowings	14,620	2,050
Repayments of long-term borrowings	(5,689)	(3,755)
Proceeds from issuance of bonds	-	2,882
Redemption of bonds	(100)	(100)
Purchase of treasury shares	-	(0)
Dividends paid	(1,758)	(1,929)
Repayments of lease liabilities	(475)	(456)
Net cash provided by (used in) financing activities	6,567	1,683
Effect of exchange rate change on cash and cash equivalents	5	(25)
Net increase (decrease) in cash and cash equivalents	3,647	(16,363)
Cash and cash equivalents at beginning of period	22,497	38,623
Cash and cash equivalents at end of period	26,144	22,259

(Notes on segment information, etc.)

Since the Group is a single segment whose main business is the wholesale of daily necessities and cosmetics, the description is omitted.