Translation

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

November 11, 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 file Semi-annual Securities Report:		November 11, 2026	
Scheduled date to commence dividend payments:		–	
Preparation of supplementary material on financial results:		No	
Holding of financial results meeting:		Yes (for analysts, institutional investors and general investors)	

(Amounts less than one million yen are rounded down)

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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2026	35,436	4.4	1,265	5.2	1,463	8.5	616	2.4
Six months ended September 30, 2025	33,934	0.3	1,202	(24.7)	1,348	(20.6)	602	(26.6)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2026	23.60	–
Six months ended September 30, 2025	23.10	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2026	40,962	21,223	45.7
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	–	0.00			
Year ending March 31, 2027 (Forecast)			–	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 six months ended September 30, 2026: No

(2) Application of special accounting methods for preparing semi-annual 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 September 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 September 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)

Six months ended September 30, 2026	26,113,427 shares	Six months ended September 30, 2025	26,067,783 shares

Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	12,427,108	10,745,477
Notes and accounts receivable - trade, and contract assets	10,624,811	10,087,379
Investments in leases	879,280	746,586
Merchandise and finished goods	999,894	2,253,520
Work in process	66,687	96,206
Raw materials and supplies	635,242	704,976
Accounts receivable - other	1,738,136	1,986,962
Other	1,704,353	2,296,259
Allowance for doubtful accounts	(162,646)	(179,378)
Total current assets	28,912,869	28,737,990
Non-current assets		
Property, plant and equipment	2,642,253	2,652,621
Intangible assets		
Goodwill	2,553,261	2,312,189
Other	1,450,068	1,482,078
Total intangible assets	4,003,329	3,794,267
Investments and other assets		
Investment securities	2,368,001	2,431,857
Distressed receivables	301,107	298,115
Deferred tax assets	1,436,812	1,307,325
Other	2,626,711	2,195,812
Allowance for doubtful accounts	(459,236)	(455,942)
Total investments and other assets	6,273,396	5,777,168
Total non-current assets	12,918,979	12,224,057
Total assets	41,831,848	40,962,048
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,246,039	7,245,341
Short-term borrowings	1,205,144	1,595,748
Accounts payable - other	2,663,599	2,490,964
Lease liabilities	367,451	331,774
Income taxes payable	808,264	681,684
Provision for bonuses	974,669	693,821
Provision for bonuses for directors (and other officers)	264,914	152,070
Other	3,483,427	3,193,092
Total current liabilities	17,013,510	16,384,497
Non-current liabilities		
Long-term borrowings	602,721	512,965
Lease liabilities	178,317	153,341
Retirement benefit liability	2,439,551	2,515,797
Provision for retirement benefits for directors (and other officers)	15,450	15,450
Deferred tax liabilities	17,309	43,723
Liabilities from application of equity method	48,146	–
Other	123,540	113,239
Total non-current liabilities	3,425,037	3,354,516
Total liabilities	20,438,547	19,739,014

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Net assets		
Shareholders' equity		
Share capital	4,150,294	4,150,294
Capital surplus	3,317,476	3,317,569
Retained earnings	11,864,553	11,674,974
Treasury shares	(1,065,965)	(1,065,965)
Total shareholders' equity	18,266,358	18,076,872
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	383,134	410,170
Foreign currency translation adjustment	84,353	54,826
Remeasurements of defined benefit plans	180,310	165,786
Total accumulated other comprehensive income	647,798	630,782
Non-controlling interests	2,479,144	2,515,378
Total net assets	21,393,301	21,223,034
Total liabilities and net assets	41,831,848	40,962,048

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	33,934,985	35,436,933
Cost of sales	21,241,442	22,192,187
Gross profit	12,693,542	13,244,745
Selling, general and administrative expenses	11,491,022	11,979,404
Operating profit	1,202,520	1,265,341
Non-operating income		
Interest income	10,079	17,109
Dividend income	16,777	17,928
Foreign exchange gains	8,106	–
Share of profit of entities accounted for using equity method	63,237	136,016
Other	79,270	51,651
Total non-operating income	177,472	222,706
Non-operating expenses		
Interest expenses	18,259	16,216
Other	12,767	8,368
Total non-operating expenses	31,026	24,585
Ordinary profit	1,348,965	1,463,463
Extraordinary income		
Gain on sale of investment securities	634	3,260
Gain on sale of non-current assets	1,617	441
Gain on extinguishment of tie-in shares	37,698	–
Insurance claim income	–	9,040
Total extraordinary income	39,950	12,741
Extraordinary losses		
Loss on sale and retirement of non-current assets	3,918	4,757
Impairment losses	13,801	104
Retirement benefits for directors (and other officers)	–	6,891
Other	1,965	702
Total extraordinary losses	19,684	12,456
Profit before income taxes	1,369,231	1,463,748
Income taxes - current	413,334	588,826
Income taxes - deferred	144,061	123,904
Total income taxes	557,395	712,730
Profit	811,836	751,018
Profit attributable to non-controlling interests	209,689	134,615
Profit attributable to owners of parent	602,146	616,403

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	811,836	751,018
Other comprehensive income		
Valuation difference on available-for-sale securities	96,640	27,035
Remeasurements of defined benefit plans, net of tax	6,150	(14,524)
Share of other comprehensive income of entities accounted for using equity method	(10,641)	(29,526)
Total other comprehensive income	92,149	(17,015)
Comprehensive income	903,985	734,003
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	688,030	599,387
Comprehensive income attributable to non-controlling interests	215,954	134,615

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,369,231	1,463,748
Depreciation	809,544	906,270
Impairment losses	13,801	104
Amortization of goodwill	240,622	241,072
Increase (decrease) in allowance for doubtful accounts	4,957	(21,275)
Increase (decrease) in provision for bonuses	(297,424)	(280,848)
Increase (decrease) in provision for bonuses for directors (and other officers)	(152,479)	(112,843)
Increase (decrease) in retirement benefit liability	(47,335)	55,035
Interest and dividend income	(26,857)	(35,038)
Interest expenses	18,259	16,216
Share of loss (profit) of entities accounted for using equity method	(63,237)	(136,016)
Loss (gain) on sale and retirement of non-current assets	2,300	4,315
Loss (gain) on extinguishment of tie-in shares	(37,698)	–
Decrease (increase) in accounts receivable - trade, and contract assets	1,922,187	699,200
Decrease (increase) in inventories	(98,730)	(1,351,643)
Decrease (increase) in prepaid expenses	(637,027)	(673,794)
Decrease (increase) in accounts receivable - other	214,066	(248,651)
Increase (decrease) in trade payables	(1,764,628)	(698)
Increase (decrease) in accrued consumption taxes	(308,093)	(266,537)
Increase (decrease) in accounts payable - other	(435,553)	(184,545)
Increase (decrease) in accrued expenses	(322,492)	(187,656)
Other, net	(14,531)	(176,685)
Subtotal	388,880	(290,272)
Interest and dividends received	28,403	34,863
Interest paid	(18,210)	(16,174)
Income taxes paid	(1,034,067)	(681,498)
Net cash provided by (used in) operating activities	(634,994)	(953,082)
Cash flows from investing activities		
Payments into time deposits	(21,458)	(206,716)
Purchase of property, plant and equipment	(163,918)	(150,477)
Purchase of intangible assets	(298,171)	(300,303)
Purchase of investment securities	(6,893)	(7,840)
Proceeds from sale of investment securities	2,737	97,779
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(424,938)	–
Loan advances	(1,115)	(104)
Proceeds from collection of loans receivable	18,404	9,141
Payments of guarantee deposits	(43,264)	(10,747)
Proceeds from refund of guarantee deposits	39,832	362,801
Purchase of insurance funds	(44,506)	(20,671)
Proceeds from cancellation of insurance funds	374,099	11,245
Other, net	11,977	42,324
Net cash provided by (used in) investing activities	(557,216)	(173,567)

(Thousands of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	–	400,000
Proceeds from long-term borrowings	3,006	3,600
Repayments of long-term borrowings	(283,489)	(102,752)
Dividends paid	(779,463)	(807,460)
Dividends paid to non-controlling interests	(66,652)	(97,590)
Other, net	(84,846)	(105,737)
Net cash provided by (used in) financing activities	(1,211,446)	(709,939)
Effect of exchange rate change on cash and cash equivalents	(120)	(454)
Net increase (decrease) in cash and cash equivalents	(2,403,777)	(1,837,044)
Cash and cash equivalents at beginning of period	11,186,203	12,148,192
Increase in cash and cash equivalents resulting from merger	184,746	–
Cash and cash equivalents at end of period	8,967,172	10,311,147