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November 12, 2026

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

Company name: PIOLAX, Inc.
Listing: Tokyo Stock Exchange
Securities code: 5988
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Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 1, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(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	31,998	6.4	739	(12.5)	899	14.2	310	(28.7)
September 30, 2025	30,060	(5.9)	845	(33.5)	787	(56.4)	435	(64.5)

Note: Comprehensive income For the six months ended September 30, 2026: ¥1,856 million [-%]
For the six months ended September 30, 2025: ¥(1,885) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	12.91	-
September 30, 2025	16.49	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	101,126	66,113	64.1
March 31, 2026	101,415	66,144	63.9

Reference: Equity
As of September 30, 2026: ¥64,797 million
As of March 31, 2026: ¥64,854 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, 2026	-	39.00	-	53.00	92.00
Fiscal year ending March 31, 2027	-	39.00			
Fiscal year ending March 31, 2027 (Forecast)				53.00	92.00

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	63,000	1.5	1,500	2.0	1,500	3.2	700	-	27.45

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: Yes

Note: This is whether or not accounting procedures specific to the preparation of interim consolidated financial statements are applied.

(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	37,054,100 shares
As of March 31, 2026	37,054,100 shares

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

As of September 30, 2026	13,176,334 shares
As of March 31, 2026	12,787,708 shares

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

Six months ended September 30, 2026	24,056,896 shares
Six months ended September 30, 2025	26,427,320 shares

Note: 1. The Company has introduced a stock-based remuneration plan for directors, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (87,376 shares in the previous interim consolidated accounting period, 77,546 shares in the current interim consolidated accounting period)
2. The Company has introduced a stock-based remuneration plan for employees, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (63,919 shares in the previous interim consolidated accounting period, 60,566 shares in the current interim consolidated accounting period)

* 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.)
The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	26,192	27,917
Notes and accounts receivable - trade	12,925	12,734
Electronically recorded monetary claims - operating	1,815	1,806
Securities	152	62
Merchandise and finished goods	6,681	6,608
Work in process	2,661	2,562
Raw materials and supplies	3,286	3,206
Income taxes refund receivable	244	171
Other	4,282	3,504
Allowance for doubtful accounts	(103)	(122)
Total current assets	58,140	58,452
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,995	15,604
Machinery, equipment and vehicles, net	7,761	7,573
Tools, furniture and fixtures, net	2,241	2,166
Land	5,942	5,934
Leased assets, net	542	683
Construction in progress	3,351	3,315
Total property, plant and equipment	35,836	35,278
Intangible assets		
Other	1,458	1,418
Total intangible assets	1,458	1,418
Investments and other assets		
Investment securities	4,670	4,979
Other	1,314	1,001
Allowance for doubtful accounts	(4)	(4)
Total investments and other assets	5,980	5,976
Total non-current assets	43,275	42,673
Total assets	101,415	101,126

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	3,152	3,371
Short-term borrowings	24,171	24,000
Income taxes payable	279	357
Provisions	852	838
Other	5,086	4,787
Total current liabilities	33,541	33,354
Non-current liabilities		
Provision for share awards for directors (and other officers)	150	52
Provision for share awards	46	40
Retirement benefit liability	485	529
Asset retirement obligations	37	37
Other	1,008	998
Total non-current liabilities	1,729	1,658
Total liabilities	35,271	35,013
Net assets		
Shareholders' equity		
Share capital	2,960	2,960
Capital surplus	2,572	2,572
Retained earnings	74,625	73,641
Treasury shares	(29,381)	(29,974)
Total shareholders' equity	50,777	49,200
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	906	1,123
Deferred gains or losses on hedges	(1)	(2)
Foreign currency translation adjustment	13,213	14,514
Remeasurements of defined benefit plans	(41)	(39)
Total accumulated other comprehensive income	14,077	15,596
Non-controlling interests	1,289	1,315
Total net assets	66,144	66,113
Total liabilities and net assets	101,415	101,126

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net sales	30,060	31,998
Cost of sales	23,454	25,069
Gross profit	6,606	6,928
Selling, general and administrative expenses	5,760	6,188
Operating profit	845	739
Non-operating income		
Interest income	212	148
Dividend income	124	156
Share of profit of entities accounted for using equity method	-	2
Other	130	248
Total non-operating income	468	556
Non-operating expenses		
Interest expenses	109	185
Loss on abandonment of non-current assets	4	3
Loss on valuation of derivatives	29	-
Rental costs	3	2
Foreign exchange losses	84	108
Commission expenses	205	-
Share of loss of entities accounted for using equity method	0	-
Other	89	97
Total non-operating expenses	525	396
Ordinary profit	787	899
Extraordinary losses		
Extra payments for early retirements	251	-
Total extraordinary losses	251	-
Profit before income taxes	536	899
Income taxes	99	567
Profit	437	331
Profit attributable to non-controlling interests	1	21
Profit attributable to owners of parent	435	310

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Profit	437	331
Other comprehensive income		
Valuation difference on available-for-sale securities	169	216
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	(2,491)	1,306
Remeasurements of defined benefit plans, net of tax	-	2
Total other comprehensive income	(2,322)	1,524
Comprehensive income	(1,885)	1,856
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,858)	1,830
Comprehensive income attributable to non-controlling interests	(27)	25

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	536	899
Depreciation	2,052	2,145
Share of loss (profit) of entities accounted for using equity method	0	(2)
Loss (gain) on valuation of derivatives	29	(62)
Increase (decrease) in retirement benefit liability	51	59
Increase (decrease) in provision for bonuses	32	18
Increase (decrease) in provision for share awards for directors (and other officers)	14	(97)
Increase (decrease) in provision for share awards	6	(6)
Increase (decrease) in allowance for doubtful accounts	(1)	22
Interest and dividend income	(337)	(305)
Interest expenses	109	185
Loss on abandonment of non-current assets	4	3
Decrease (increase) in trade receivables	(181)	500
Decrease (increase) in inventories	45	497
Increase (decrease) in trade payables	216	7
Other, net	(535)	421
Subtotal	2,042	4,286
Interest and dividends received	326	349
Interest paid	(109)	(183)
Income taxes paid	(785)	(503)
Net cash provided by (used in) operating activities	1,474	3,949
Cash flows from investing activities		
Payments into time deposits	(26)	(2,618)
Proceeds from withdrawal of time deposits	1,158	2,820
Proceeds from redemption of securities	72	100
Purchase of property, plant and equipment	(5,629)	(1,042)
Proceeds from sale of investment securities	0	-
Proceeds from sale of property, plant and equipment	53	159
Purchase of intangible assets	(190)	(165)
Purchase of investment securities	(4)	(0)
Other, net	27	374
Net cash provided by (used in) investing activities	(4,538)	(373)
Cash flows from financing activities		
Proceeds from short-term borrowings	20,000	-
Repayments of short-term borrowings	-	(168)
Purchase of treasury shares	(23,072)	(696)
Proceeds from disposal of treasury shares	-	103
Dividends paid	(1,820)	(1,293)
Dividends paid to non-controlling interests	(61)	(27)
Other, net	(54)	(72)
Net cash provided by (used in) financing activities	(5,009)	(2,154)
Effect of exchange rate change on cash and cash equivalents	(766)	454
Net increase (decrease) in cash and cash equivalents	(8,839)	1,876
Cash and cash equivalents at beginning of period	30,236	22,773
Cash and cash equivalents at end of period	21,396	24,649

(Notes on segment information, etc.)

Segment Information

I. Previous interim consolidated accounting period (from April 1, 2025 to September 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Automobile-related	Medical	Total
Sales			
Sales to external customers	27,530	2,529	30,060
Transactions with other segments	-	-	-
Total	27,530	2,529	30,060
Segment Profit	1,294	83	1,378

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the interim consolidated statement of income and the main details of the difference (matters related to adjustment of differences)

(Millions of yen)

benefit	amount of money
Total Reporting Segments	1,378
Company-wide expenses (Note)	(537)
Inter-segment transaction elimination	6
Other Adjustments	(2)
Operating income in the interim consolidated statement of income	845

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.

II. The Interim Consolidated Accounting Period (April 1, 2026 to September 30, 2026)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Automobile-related	Medical	Total
Sales			
Sales to external customers	29,175	2,822	31,998
Transactions with other segments	-	-	-
Total	29,175	2,822	31,998
Segment Profit	1,069	167	1,236

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the interim consolidated statement of income and the main details of the difference (matters related to adjustment of differences)

(Millions of yen)

benefit	amount of money
Total Reporting Segments	1,236
Company-wide expenses (Note)	(504)
Inter-segment transaction elimination	6
Other Adjustments	0
Operating income in the interim consolidated statement of income	739

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.