Note: This document has been translated from 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.

November 13, 2026

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

Company name: FaithNetwork Co.,Ltd
Listing: Tokyo Stock Exchange
Securities code: 3489
URL: https://faithnetwork.co.jp/en/
Representative: Jiro Hachiya, President and Representative Director
Inquiries: Yosuke Ishimaru, Director and Executive Officer
Telephone: +81-3(6432)9937

Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: -
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 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	6,106	(29.2)	(381)	-	(622)	-	(452)	-
September 30, 2025	8,619	6.5	757	250.4	540	-	358	-

Note: Comprehensive income For the six months ended September 30, 2026: ¥ (452) million [-%]
For the six months ended September 30, 2025: ¥ 358 million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	(15.27)	-
September 30, 2025	12.11	-

Note: The Company conducted a 3-for-1 split of its common shares as of October 1, 2025. Basic earnings per share has been calculated as if this share split were carried out at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	38,515	10,585	27.5
March 31, 2026	34,587	12,387	35.8

Reference: Equity
As of September 30, 2026: ¥ 10,585 million
As of March 31, 2026: ¥ 12,387 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	-	0.00	-	42.50	42.50
Fiscal year ending March 31, 2027	-	0.00			
Fiscal year ending March 31, 2027 (Forecast)			-	45.00	45.00

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

3. Consolidated financial result forecasts 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
Full year	37,000	12.4	6,300	11.9	5,800	12.3	3,800	6.0	128.20

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

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

Newly included: - companies( )

Excluded: - companies( )

(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	29,880,000 shares
As of March 31, 2026	29,880,000 shares

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

As of September 30, 2026	341,426 shares
As of March 31, 2026	237,693 shares

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

Six months ended September 30, 2026	29,627,861 shares
Six months ended September 30, 2025	29,637,323 shares

Note: The Company conducted a 3-for-1 split of its common shares as of October 1, 2025. The total number of issued shares (common shares) has been calculated as if this share split were carried out at the beginning of the previous fiscal year.

* 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

Semi-annual Consolidated Financial Statements and Primary Notes

Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	9,140,413	2,959,937
Accounts receivable from completed construction contracts	429,565	483,640
Real estate for sale	2,310,607	5,248,554
Real estate for sale in process	20,096,424	26,752,170
Advance payments to suppliers	344,031	307,488
Other	198,677	530,558
Total current assets	32,519,719	36,282,349
Non-current assets		
Property, plant and equipment		
Buildings	338,312	385,728
Structures	27,587	27,587
Machinery and equipment	51,800	51,800
Vehicles	32,468	32,468
Tools, furniture and fixtures	70,776	98,049
Land	545,281	545,281
Leased assets	17,373	17,373
Accumulated depreciation	(158,829)	(185,866)
Total property, plant and equipment	924,769	972,423
Intangible assets		
Goodwill	502,834	446,964
Other	16,233	12,368
Total intangible assets	519,068	459,333
Investments and other assets	623,634	801,784
Total non-current assets	2,067,471	2,233,540
Total assets	34,587,191	38,515,890

(Thousands of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable for construction contracts	1,307,416	987,616
Short-term borrowings	737,000	2,974,600
Current portion of long-term borrowings	4,651,881	6,679,291
Current portion of bonds payable	55,000	30,000
Accounts payable - other	297,678	194,713
Income taxes payable	1,311,396	10,531
Advances received	1,497	1,275
Advances received on uncompleted construction contracts	303,279	194,565
Deposits received	509,818	576,669
Lease liabilities	3,185	3,185
Provision for bonuses	156,486	141,409
Provision for costs after sales	23,747	21,578
Other	43,974	33,478
Total current liabilities	9,402,360	11,848,913
Non-current liabilities		
Bonds payable	50,000	40,000
Long-term borrowings	12,628,628	15,953,031
Lease liabilities	15,129	13,536
Other	103,695	74,814
Total non-current liabilities	12,797,452	16,081,382
Total liabilities	22,199,813	27,930,296
Net assets		
Shareholders' equity		
Share capital	681,120	681,120
Capital surplus	653,059	660,307
Retained earnings	11,107,825	9,395,527
Treasury shares	(54,654)	(151,364)
Total shareholders' equity	12,387,351	10,585,590
Accumulated other comprehensive income		
Deferred gains or losses on hedges	27	3
Total accumulated other comprehensive income	27	3
Total net assets	12,387,378	10,585,594
Total liabilities and net assets	34,587,191	38,515,890

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	8,619,742	6,106,299
Cost of sales	6,254,230	4,726,138
Gross profit	2,365,512	1,380,161
Selling, general and administrative expenses	1,607,634	1,761,571
Operating profit (loss)	757,877	(381,409)
Non-operating income		
Interest income	5,483	9,091
Dividend income	43	40
Subsidy income	-	6,675
Cancellation penalty income	-	32,266
Other	585	424
Total non-operating income	6,112	48,498
Non-operating expenses		
Interest expenses	178,267	236,907
Commission expenses	29,780	27,306
Registration license taxes and other	13,663	15,265
Other	1,868	10,373
Total non-operating expenses	223,579	289,853
Ordinary profit (loss)	540,411	(622,765)
Extraordinary losses		
Loss on sale of non-current assets	1,554	-
Total extraordinary losses	1,554	-
Profit (loss) before income taxes	538,856	(622,765)
Income taxes - current	151,633	2,570
Income taxes - deferred	28,428	(172,836)
Total income taxes	180,061	(170,265)
Profit (loss)	358,794	(452,499)
Profit (loss) attributable to owners of parent	358,794	(452,499)

Semi-annual Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit (loss)	358,794	(452,499)
Other comprehensive income		
Deferred gains or losses on hedges	(40)	(23)
Total other comprehensive income	(40)	(23)
Comprehensive income	358,753	(452,522)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	358,753	(452,522)

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit (loss) before income taxes	538,856	(622,765)
Depreciation	31,226	30,901
Amortization of goodwill	55,870	55,870
Share-based payment expenses	4,622	5,248
Increase (decrease) in provision for bonuses	(21,648)	(15,076)
Increase (decrease) in provision for costs after sales	752	(2,169)
Interest and dividend income	(5,527)	(9,131)
Interest expenses	178,267	236,907
Commission expenses	29,780	27,306
Decrease (increase) in accounts receivable from completed construction contracts	45,429	(54,075)
Decrease (increase) in inventories	(8,923,639)	(9,593,692)
Increase (decrease) in accounts payable for construction contracts	684,188	(319,800)
Increase (decrease) in advances received	9,787	(222)
Increase (decrease) in advances received on construction contracts in progress	(404,295)	(108,714)
Loss on sales of non current assets	1,554	-
Other, net	24,825	(369,410)
Subtotal	(7,749,948)	(10,738,823)
Interest and dividends received	5,527	9,131
Interest paid	(185,253)	(254,316)
Income taxes paid	(1,050,644)	(1,245,809)
Net cash provided by (used in) operating activities	(8,980,319)	(12,229,818)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,942)	(74,690)
Purchase of intangible assets	(3,034)	-
Proceeds from sale of property, plant and equipment	19,058	-
Purchase of investment securities	-	(5,000)
Purchase of shares of subsidiaries and associates	-	(18,308)
Payments of leasehold and guarantee deposits	(191,093)	(3,133)
Other, net	5,847	23,464
Net cash provided by (used in) investing activities	(173,165)	(77,666)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,089,000	2,237,600
Proceeds from long-term borrowings	7,047,000	8,006,850
Repayments of long-term borrowings	(2,620,756)	(2,655,036)
Redemption of bonds	(37,000)	(35,000)
Dividends paid	(970,011)	(1,260,791)
Purchase of treasury shares	(96)	(99,960)
Repayments of lease liabilities	-	(1,592)
Other, net	(36,359)	(65,059)
Net cash provided by (used in) financing activities	5,471,776	6,127,008
Net increase (decrease) in cash and cash equivalents	(3,681,708)	(6,180,476)
Cash and cash equivalents at beginning of period	8,838,769	9,140,413
Cash and cash equivalents at end of period	5,157,061	2,959,937