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November 12, 2026

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

Company name: Kyokuto Boeki Kaisha, Ltd.
Listing: Tokyo Stock Exchange
Securities code: 8093
URL: https://www.kbk.co.jp
Representative: Shinji Sakuma, President and Chief Executive Officer
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Scheduled date to file semi-annual securities report: November 13, 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 and 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	31,774	(0.1)	1,183	(7.2)	1,806	27.3	1,354	44.5
September 30, 2025	31,817	49.5	1,275	60.1	1,418	38.9	937	22.1

Note: Comprehensive income For the six months ended September 30, 2026: ¥2,857 million [257.3%]
For the six months ended September 30, 2025: ¥799 million [(39.9)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	113.50	-
September 30, 2025	77.57	-

(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	59,900	33,771	56.4	2,863.13
March 31, 2026	59,506	31,822	53.5	2,644.20

Reference: Equity
As of September 30, 2026: ¥33,771 million
As of March 31, 2026: ¥31,822 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	-	35.00	-	39.00	74.00
Fiscal year ending March 31, 2027	-	37.00			
Fiscal year ending March 31, 2027 (Forecast)			-	37.00	74.00

Note: Revision to the forecast for dividends announced most recently: None

3. Consolidated financial results forecast 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	68,000	5.4	2,500	(3.2)	3,250	14.2	2,450	33.9	205.37

Note: Revision to the financial results forecast announced most recently: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None
Newly included: - companies
(Company name) -
Excluded: - companies
(Company name) -

(2) Accounting methods adopted particularly for 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	12,152,736 shares
As of March 31, 2026	12,152,736 shares

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

As of September 30, 2026	357,400 shares
As of March 31, 2026	117,797 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2026	11,929,722 shares
Six months ended September 30, 2025	12,084,451 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
The forward-looking statements such as the financial results forecast contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. These statements are not intended as a guarantee of future performance. Actual results may differ significantly from these forecasts due to various factors.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheet

(Unit: Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	9,909	11,765
Notes and accounts receivable - trade, and contract assets	19,002	16,294
Electronically recorded monetary claims - operating	2,520	1,606
Merchandise and finished goods	7,646	8,174
Work in process	98	191
Raw materials and supplies	618	676
Advance payments to suppliers	2,000	2,084
Other	1,885	1,538
Allowance for doubtful accounts	(176)	(176)
Total current assets	43,505	42,156
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,997	2,032
Accumulated depreciation	(1,400)	(1,427)
Buildings and structures, net	597	604
Machinery, equipment and vehicles	862	874
Accumulated depreciation	(741)	(770)
Machinery, equipment and vehicles, net	120	103
Tools, furniture and fixtures	1,289	1,341
Accumulated depreciation	(1,099)	(1,134)
Tools, furniture and fixtures, net	189	206
Leased assets	74	64
Accumulated depreciation	(58)	(52)
Leased assets, net	15	12
Right of use assets	385	405
Accumulated depreciation	(205)	(257)
Right of use assets, net	179	147
Land	1,292	1,292
Construction in progress	49	55
Total property, plant and equipment	2,445	2,423
Intangible assets		
Goodwill	187	160
Other	212	185
Total intangible assets	399	345
Investments and other assets		
Investment securities	11,319	13,093
Other	1,850	1,894
Allowance for doubtful accounts	(13)	(13)
Total investments and other assets	13,155	14,974
Total non-current assets	16,000	17,743
Total assets	59,506	59,900

(Unit: Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,671	12,208
Electronically recorded obligations - operating	1,345	1,036
Short-term borrowings	1,473	1,220
Current portion of bonds payable	-	100
Lease liabilities	133	130
Income taxes payable	761	844
Contract liabilities	2,274	2,861
Provision for bonuses	390	356
Other	1,070	1,070
Total current liabilities	21,121	19,828
Non-current liabilities		
Bonds payable	1,700	1,600
Long-term borrowings	1,220	1,060
Lease liabilities	64	32
Long-term accounts payable - other	67	72
Retirement benefit liability	1,121	1,081
Deferred tax liabilities	2,382	2,447
Asset retirement obligations	6	6
Total non-current liabilities	6,561	6,300
Total liabilities	27,683	26,128
Net assets		
Shareholders' equity		
Share capital	5,496	5,496
Capital surplus	7,935	7,935
Retained earnings	11,335	12,211
Treasury shares	(151)	(582)
Total shareholders' equity	24,615	25,060
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,065	5,143
Deferred gains or losses on hedges	39	(10)
Foreign currency translation adjustment	2,963	3,480
Remeasurements of defined benefit plans	138	96
Total accumulated other comprehensive income	7,207	8,710
Total net assets	31,822	33,771
Total liabilities and net assets	59,506	59,900

(2) Semi-annual Consolidated Statement of Income and Semi-annual Consolidated Statement of Comprehensive Income

Semi-annual Consolidated Statement of Income

(Unit: Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	31,817	31,774
Cost of sales	25,980	25,873
Gross profit	5,837	5,901
Selling, general and administrative expenses		
Remuneration, salaries and allowances for directors (and other officers)	1,884	1,953
Employees' bonuses	51	62
Provision for bonuses	271	252
Retirement benefit expenses	84	86
Depreciation	133	143
Provision of allowance for doubtful accounts	5	(1)
Other	2,132	2,223
Total selling, general and administrative expenses	4,562	4,718
Operating profit	1,275	1,183
Non-operating income		
Interest income	33	22
Dividend income	196	266
Share of profit of entities accounted for using equity method	97	303
Other	42	127
Total non-operating income	370	720
Non-operating expenses		
Interest expenses	52	42
Bond issuance costs	40	-
Foreign exchange losses	84	29
Miscellaneous expenses	49	25
Total non-operating expenses	226	98
Ordinary profit	1,418	1,806
Extraordinary income		
Gain on sale of investment securities	158	536
Total extraordinary income	158	536
Extraordinary losses		
Loss on order related operations	-	736
Total extraordinary losses	-	736
Profit before income taxes	1,576	1,606
Income taxes - current	577	739
Income taxes - deferred	61	(487)
Total income taxes	639	252
Profit	937	1,354
Profit attributable to owners of parent	937	1,354

Semi-annual Consolidated Statement of Comprehensive Income

(Unit: Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	937	1,354
Other comprehensive income		
Valuation difference on available-for-sale securities	542	1,078
Deferred gains or losses on hedges	36	(50)
Foreign currency translation adjustment	(664)	478
Remeasurements of defined benefit plans, net of tax	1	(41)
Share of other comprehensive income of entities accounted for using equity method	(53)	38
Total other comprehensive income	(137)	1,503
Comprehensive income	799	2,857
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	799	2,857

(3) Semi-annual Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,576	1,606
Depreciation	195	205
Amortization of goodwill	26	27
Share of loss (profit) of entities accounted for using equity method	(97)	(303)
Increase (decrease) in provision for bonuses	(19)	(34)
Increase (decrease) in allowance for doubtful accounts	(2)	(1)
Increase (decrease) in retirement benefit liability	(37)	(46)
Interest and dividend income	(230)	(289)
Interest expenses	52	42
Loss (gain) on sale of investment securities	(158)	(536)
Increase (decrease) in contract liabilities	206	587
Decrease (increase) in trade receivables	2,603	3,803
Decrease (increase) in inventories	(160)	(842)
Decrease (increase) in advance payments to suppliers	(157)	(421)
Decrease (increase) in accounts receivable - other	(331)	277
Decrease (increase) in other current assets	249	(156)
Increase (decrease) in trade payables	(146)	(1,815)
Increase (decrease) in accounts payable - other	(70)	(64)
Increase (decrease) in other current liabilities	(16)	(39)
Loss on order related operations	-	736
Other, net	83	(10)
Subtotal	3,564	2,721
Interest and dividends received	252	486
Interest paid	(53)	(43)
Income taxes paid	(481)	(659)
Net cash provided by (used in) operating activities	3,282	2,505
Cash flows from investing activities		
Payments into time deposits	(44)	(65)
Proceeds from withdrawal of time deposits	346	65
Purchase of investment securities	(9)	(9)
Proceeds from sale of investment securities	239	656
Purchase of non-current assets	(120)	(115)
Decrease (increase) in guarantee deposits	(7)	(0)
Other, net	31	40
Net cash provided by (used in) investing activities	434	571

(Unit: Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(5,054)	(157)
Proceeds from long-term borrowings	1,100	-
Repayments of long-term borrowings	(170)	(260)
Proceeds from issuance of bonds	1,559	-
Purchase of treasury shares	(302)	(449)
Dividends paid	(422)	(477)
Other, net	(72)	(72)
Net cash provided by (used in) financing activities	(3,362)	(1,417)
Effect of exchange rate change on cash and cash equivalents	(303)	194
Net increase (decrease) in cash and cash equivalents	50	1,853
Cash and cash equivalents at beginning of period	8,439	9,807
Cash and cash equivalents at end of period	8,490	11,660