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Consolidated Financial Results for the Three Months Ended September 20, 2025 [Under Japanese GAAP]

October 31, 2025

Company name: KING JIM CO., LTD.

Listing: Tokyo Stock Exchange

Securities code: 7962

URL: <https://www.kingjim.co.jp/english>

Representative: Miyoko Kimura

President & CEO

Inquiries: Shinichi Harada

Director and Senior Managing Executive Officer, General Manager,
Administration Division & CFO

Telephone: +81-3-3864-5883

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

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

1. Consolidated Financial Results for the Three Months Ended September 20, 2025 (June 21, 2025 to September 20, 2025)

(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 | % |
| Three months ended September 20, 2025 | 8,251 | (6.1) | (213) | - | (135) | - | (298) | - |
| September 20, 2024 | 8,785 | 7.9 | (252) | - | (75) | - | (218) | - |

(Note) Comprehensive income: Three months ended September 20, 2025: ¥ 174 million [-%]

Three months ended September 20, 2024: ¥ (389) million [-%]

| | Basic earnings per share | Diluted earnings per share |
|---------------------------------------|--------------------------|----------------------------|
| | Yen | Yen |
| Three months ended September 20, 2025 | (10.63) | - |
| September 20, 2024 | (7.76) | - |

(2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio | Net assets per share |
|--------------------------|-----------------|-----------------|-----------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of September 20, 2025 | 36,375 | 24,029 | 65.8 | 851.27 |
| June 20, 2025 | 35,513 | 24,052 | 67.5 | 852.06 |

(Reference) Equity: As of September 20, 2025: ¥ 23,942 million

As of June 20, 2025: ¥ 23,965 million

2. Dividends

| | Annual dividends per share | | | | |
|---------------------------------------------|----------------------------|-----------------|-----------------|----------|-------|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended June 20, 2025 | - | 7.00 | - | 7.00 | 14.00 |
| Fiscal year ending June 20, 2026 | - | | | | |
| Fiscal year ending June 20, 2026 (Forecast) | | 7.00 | - | 7.00 | 14.00 |

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

3. Consolidated Financial Result Forecasts for the Fiscal Year Ending June 20, 2026 (June 21, 2025 to June 20, 2026)

(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 |
| First half | 18,600 | 0.4 | 220 | - | 370 | 104.4 | 110 | - | 3.91 |
| Full year | 42,000 | 6.0 | 1,500 | 179.0 | 1,600 | 91.3 | 1,000 | 135.3 | 35.55 |

(Note) Revisions to the financial results forecast announced most recently : Yes

* Notes

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1)Changes in accounting policies due to revisions to accounting standards and other regulations: None

2)Changes in accounting policies due to other reasons: None

3)Changes in accounting estimates: None

4)Restatement: None

(4) Number of issued shares (common shares)

1)Total number of issued shares at the end of the period (including treasury shares):

September 20, 2025: 31,459,692 shares

June 20, 2025: 31,459,692 shares

2)Number of treasury shares at the end of the period:

September 20, 2025: 3,333,516 shares

June 20, 2025: 3,333,516 shares

3)Average number of shares outstanding during the period:

Three months ended September 20, 2025: 28,126,176 shares

Three months ended September 20, 2024: 28,093,898 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Explanation of the proper use of financial results forecast and other notes

- The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable as of the date of publication of this document, and are not intended as a guarantee by the Company that they will be achieved. Actual results may differ significantly from these forecasts due to a wide range of factors.

- Supplementary briefing materials for the financial results will be posted on the Company's website today.

Supplementary briefing material (Japanese only): <https://www.kingjim.co.jp/ir/library/tansin.html>

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheet

(Thousands of yen)

| | As of June 20, 2025 | As of September 20, 2025 |
|----------------------------------------|---------------------|--------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 6,831,528 | 6,747,841 |
| Notes receivable - trade | 226,669 | 208,178 |
| Accounts receivable - trade | 5,159,478 | 4,140,375 |
| Merchandise and finished goods | 9,700,866 | 10,804,902 |
| Work in process | 301,213 | 340,121 |
| Raw materials and supplies | 1,190,668 | 1,323,877 |
| Other | 653,503 | 765,160 |
| Allowance for doubtful accounts | (484) | (835) |
| Total current assets | 24,063,443 | 24,329,621 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 6,196,545 | 6,211,898 |
| Accumulated depreciation | (4,306,709) | (4,350,422) |
| Buildings and structures, net | 1,889,836 | 1,861,476 |
| Machinery, equipment and vehicles | 3,517,938 | 3,574,549 |
| Accumulated depreciation | (3,221,779) | (3,294,394) |
| Machinery, equipment and vehicles, net | 296,158 | 280,154 |
| Land | 1,570,022 | 1,570,022 |
| Construction in progress | 56,104 | 90,261 |
| Other | 3,172,541 | 3,187,509 |
| Accumulated depreciation | (2,873,047) | (2,885,692) |
| Other, net | 299,493 | 301,816 |
| Total property, plant and equipment | 4,111,615 | 4,103,731 |
| Intangible assets | | |
| Goodwill | 739,574 | 698,487 |
| Other | 1,084,655 | 1,079,441 |
| Total intangible assets | 1,824,230 | 1,777,928 |
| Investments and other assets | | |
| Investment securities | 2,977,800 | 3,600,556 |
| Retirement benefit asset | 1,866,257 | 1,898,529 |
| Deferred tax assets | 183,265 | 187,225 |
| Other | 487,753 | 479,555 |
| Allowance for doubtful accounts | (1,199) | (1,831) |
| Total investments and other assets | 5,513,877 | 6,164,035 |
| Total non-current assets | 11,449,723 | 12,045,696 |
| Total assets | 35,513,167 | 36,375,317 |

(Thousands of yen)

| | As of June 20, 2025 | As of September 20, 2025 |
|----------------------------------------------------------|---------------------|--------------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 1,140,419 | 1,376,193 |
| Short-term borrowings | 4,540,000 | 5,270,000 |
| Current portion of long-term borrowings | 437,806 | 599,233 |
| Income taxes payable | 254,476 | 89,389 |
| Accounts payable - other | 759,464 | 723,082 |
| Contract liabilities | 31,342 | 24,356 |
| Provision for bonuses for directors (and other officers) | 6,222 | 1,000 |
| Provision for shareholder benefit program | 37,532 | 37,532 |
| Other | 1,003,193 | 1,035,100 |
| Total current liabilities | 8,210,456 | 9,155,888 |
| Non-current liabilities | | |
| Long-term borrowings | 1,300,482 | 1,083,889 |
| Deferred tax liabilities | 948,343 | 1,081,124 |
| Retirement benefit liability | 515,723 | 531,528 |
| Asset retirement obligations | 41,353 | 41,983 |
| Other | 444,518 | 450,982 |
| Total non-current liabilities | 3,250,422 | 3,189,507 |
| Total liabilities | 11,460,879 | 12,345,396 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 1,978,690 | 1,978,690 |
| Capital surplus | 1,717,975 | 1,717,975 |
| Retained earnings | 21,593,605 | 21,097,779 |
| Treasury shares | (2,947,298) | (2,947,298) |
| Total shareholders' equity | 22,342,973 | 21,847,147 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 1,085,534 | 1,511,881 |
| Deferred gains or losses on hedges | 921 | (1,370) |
| Foreign currency translation adjustment | 420,742 | 483,678 |
| Remeasurements of defined benefit plans | 115,027 | 101,495 |
| Total accumulated other comprehensive income | 1,622,226 | 2,095,685 |
| Share acquisition rights | 87,088 | 87,088 |
| Total net assets | 24,052,288 | 24,029,921 |
| Total liabilities and net assets | 35,513,167 | 36,375,317 |

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income(For the three months)

(Thousands of yen)

| | For the three months ended September 20, 2024 | For the three months ended September 20, 2025 |
|----------------------------------------------|--------------------------------------------------|--------------------------------------------------|
| Net sales | 8,785,176 | 8,251,473 |
| Cost of sales | 5,537,849 | 5,035,836 |
| Gross profit | 3,247,326 | 3,215,636 |
| Selling, general and administrative expenses | 3,500,086 | 3,429,424 |
| Operating loss | (252,759) | (213,787) |
| Non-operating income | | |
| Interest income | 6,257 | 3,175 |
| Dividend income | 54,754 | 68,798 |
| Foreign exchange gains | 84,321 | - |
| Rental income | 37,094 | 37,254 |
| Other | 19,783 | 27,031 |
| Total non-operating income | 202,210 | 136,259 |
| Non-operating expenses | | |
| Interest expenses | 11,930 | 18,455 |
| Foreign exchange losses | - | 26,084 |
| Rental costs | 11,748 | 12,607 |
| Other | 804 | 593 |
| Total non-operating expenses | 24,483 | 57,741 |
| Ordinary loss | (75,032) | (135,269) |
| Extraordinary losses | | |
| Loss on sale of non-current assets | - | 139 |
| Loss on retirement of non-current assets | 103 | 90 |
| Extra retirement payments | - | 20,102 |
| Total extraordinary losses | 103 | 20,332 |
| Loss before income taxes | (75,135) | (155,602) |
| Income taxes - current | 89,089 | 98,641 |
| Income taxes - deferred | 53,854 | (60,958) |
| Income taxes for prior periods | - | 105,657 |
| Total income taxes | 142,943 | 143,340 |
| Loss | (218,078) | (298,942) |
| Loss attributable to owners of parent | (218,078) | (298,942) |

Quarterly Consolidated Statement of Comprehensive Income (For the three months)

(Thousands of yen)

| | For the three months ended September 20, 2024 | For the three months ended September 20, 2025 |
|-------------------------------------------------------|--------------------------------------------------|--------------------------------------------------|
| Loss | (218,078) | (298,942) |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (21,408) | 426,347 |
| Deferred gains or losses on hedges | (16,354) | (2,292) |
| Foreign currency translation adjustment | (117,328) | 62,936 |
| Remeasurements of defined benefit plans, net of tax | (15,865) | (13,532) |
| Total other comprehensive income | (170,956) | 473,459 |
| Comprehensive income | (389,035) | 174,516 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | (389,035) | 174,516 |