

Note: This document has been translated from a part of the Japanese original. The fully translated version will be disclosed at a later date. These documents have been translated for reference purposes only. In the event of any discrepancy between these translated documents and their Japanese originals, the originals shall prevail.



## Consolidated Financial Results for the Six Months Ended December 20, 2025 [Under Japanese GAAP]

January 29, 2026

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 file semi-annual securities report: January 29, 2026

Scheduled date to commence dividend payments: March 3, 2026

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 six months ended December 20, 2025 (from June 21, 2025 to December 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	%
Six months ended December 20, 2025	17,967	(3.0)	198	974.0	382	111.5	27	-
December 20, 2024	18,520	3.5	18	-	180	-	(75)	-

(Note) Comprehensive income: Six months ended December 20, 2025: ¥ 989 million [- %]  
Six months ended December 20, 2024: ¥ (189) million [- %]

	Basic earnings per share	Diluted earnings per share
Six months ended December 20, 2025	Yen 0.98	Yen 0.98
December 20, 2024	(2.67)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of December 20, 2025	Millions of yen 37,963	Millions of yen 24,873	% 65.3	Yen 880.20
June 20, 2025	35,513	24,052	67.5	852.06

(Reference) Equity: As of December 20, 2025: ¥ 24,786 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
Fiscal year ended June 20, 2025	Yen -	Yen 7.00	Yen -	Yen 7.00	Yen 14.00
Fiscal year ending June 20, 2026	-	7.00	-	-	-
Fiscal year ending June 20, 2026 (Forecast)			-	7.00	14.00

(Note)Revisions to the financial results forecast announced most recently : None

3. Consolidated Financial Results Forecast 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
Full year	40,500	2.2	1,000	86.0	1,200	43.5	650	53.0	23.11

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

December 20, 2025:	31,459,692 shares
June 20, 2025:	31,459,692 shares
- 2)Number of treasury shares at the end of the period
 

December 20, 2025:	3,299,537 shares
June 20, 2025:	3,333,516 shares
- 3)Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)
 

Six months ended December 20, 2025:	28,133,046 shares
Six months ended December 20, 2024:	28,100,259 shares

\* Semi-annual consolidated financial results are outside the scope of review by certified public accountants or audit firms.

\* 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. In addition, a financial results briefing video will be distributed on the Company's website around the end of February 2026.
  - Supplementary briefing material (Japanese only): <https://www.kingjim.co.jp/ir/library/tansin.html>
  - Financial results briefing video (Japanese only): <https://www.kingjim.co.jp/ir/event/presentation.html>

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Balance Sheet

(Thousands of yen)

	As of June 20, 2025	As of December 20, 2025
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	6,831,528	6,984,794
Notes receivable - trade	226,669	191,147
Accounts receivable - trade	5,159,478	5,354,194
Merchandise and finished goods	9,700,866	10,654,992
Work in process	301,213	343,020
Raw materials and supplies	1,190,668	1,220,739
Other	653,503	735,540
Allowance for doubtful accounts	(484)	(878)
<b>Total current assets</b>	<b>24,063,443</b>	<b>25,483,552</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	6,196,545	6,383,800
Accumulated depreciation	(4,306,709)	(4,416,734)
Buildings and structures, net	1,889,836	1,967,066
Machinery, equipment and vehicles	3,517,938	3,753,131
Accumulated depreciation	(3,221,779)	(3,475,803)
Machinery, equipment and vehicles, net	296,158	277,327
Land	1,570,022	1,570,022
Construction in progress	56,104	45,644
Other	3,172,541	3,204,698
Accumulated depreciation	(2,873,047)	(2,894,407)
Other, net	299,493	310,290
<b>Total property, plant and equipment</b>	<b>4,111,615</b>	<b>4,170,351</b>
<b>Intangible assets</b>		
Goodwill	739,574	657,399
Other	1,084,655	1,054,846
<b>Total intangible assets</b>	<b>1,824,230</b>	<b>1,712,246</b>
<b>Investments and other assets</b>		
Investment securities	2,977,800	3,978,663
Retirement benefit asset	1,866,257	1,930,420
Deferred tax assets	183,265	202,465
Other	487,753	487,665
Allowance for doubtful accounts	(1,199)	(1,849)
<b>Total investments and other assets</b>	<b>5,513,877</b>	<b>6,597,365</b>
<b>Total non-current assets</b>	<b>11,449,723</b>	<b>12,479,963</b>
<b>Total assets</b>	<b>35,513,167</b>	<b>37,963,515</b>

(Thousands of yen)

	As of June 20, 2025	As of December 20, 2025
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	1,140,419	1,391,589
Short-term borrowings	4,540,000	5,800,000
Current portion of long-term borrowings	437,806	437,806
Income taxes payable	254,476	200,984
Accounts payable - other	759,464	729,617
Contract liabilities	31,342	30,127
Provision for bonuses for directors (and other officers)	6,222	5,946
Provision for shareholder benefit program	37,532	17,901
Other	1,003,193	1,050,659
<b>Total current liabilities</b>	<b>8,210,456</b>	<b>9,664,631</b>
<b>Non-current liabilities</b>		
Long-term borrowings	1,300,482	1,081,579
Deferred tax liabilities	948,343	1,282,653
Retirement benefit liability	515,723	556,409
Asset retirement obligations	41,353	43,724
Other	444,518	460,981
<b>Total non-current liabilities</b>	<b>3,250,422</b>	<b>3,425,348</b>
<b>Total liabilities</b>	<b>11,460,879</b>	<b>13,089,979</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,978,690	1,978,690
Capital surplus	1,717,975	1,717,704
Retained earnings	21,593,605	21,423,050
Treasury shares	(2,947,298)	(2,917,261)
<b>Total shareholders' equity</b>	<b>22,342,973</b>	<b>22,202,184</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,085,534	1,770,662
Deferred gains or losses on hedges	921	1,656
Foreign currency translation adjustment	420,742	722,732
Remeasurements of defined benefit plans	115,027	89,210
<b>Total accumulated other comprehensive income</b>	<b>1,622,226</b>	<b>2,584,262</b>
<b>Share acquisition rights</b>	<b>87,088</b>	<b>87,088</b>
<b>Total net assets</b>	<b>24,052,288</b>	<b>24,873,535</b>
<b>Total liabilities and net assets</b>	<b>35,513,167</b>	<b>37,963,515</b>

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Thousands of yen)

	For the six months ended December 20, 2024	For the six months ended December 20, 2025
Net sales	18,520,057	17,967,230
Cost of sales	11,511,490	10,930,712
<b>Gross profit</b>	<b>7,008,566</b>	<b>7,036,517</b>
Selling, general and administrative expenses	6,990,052	6,837,670
<b>Operating profit</b>	<b>18,514</b>	<b>198,847</b>
Non-operating income		
Interest income	10,592	6,196
Dividend income	94,721	115,075
Foreign exchange gains	-	11,506
Rental income	75,089	74,920
Other	97,016	39,348
Total non-operating income	277,419	247,048
Non-operating expenses		
Interest expenses	25,756	38,349
Foreign exchange losses	61,660	-
Rental costs	24,165	23,657
Other	3,366	1,085
Total non-operating expenses	114,949	63,091
<b>Ordinary profit</b>	<b>180,984</b>	<b>382,804</b>
Extraordinary losses		
Loss on sale of non-current assets	-	139
Loss on retirement of non-current assets	119	1,046
Extra retirement payments	-	13,607
Total extraordinary losses	119	14,793
<b>Profit before income taxes</b>	<b>180,864</b>	<b>368,010</b>
Income taxes - current	212,561	207,141
Income taxes - deferred	43,406	9,279
Income taxes for prior periods	-	124,036
Total income taxes	255,968	340,458
Profit (loss)	(75,103)	27,551
Profit (loss) attributable to owners of parent	(75,103)	27,551

Semi-annual Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the six months ended December 20, 2024	For the six months ended December 20, 2025
Profit (loss)	(75,103)	27,551
Other comprehensive income		
Valuation difference on available-for-sale securities	(32,837)	685,128
Deferred gains or losses on hedges	2,443	734
Foreign currency translation adjustment	(54,812)	301,990
Remeasurements of defined benefit plans, net of tax	(29,349)	(25,816)
Total other comprehensive income	(114,555)	962,036
Comprehensive income	(189,659)	989,588
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(189,659)	989,588

Semi-annual Consolidated Statement of Cash Flows

(Thousands of yen)

	For the six months ended December 20, 2024	For the six months ended December 20, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	180,864	368,010
Depreciation	324,652	300,294
Amortization of goodwill	100,029	82,174
Increase (decrease) in allowance for doubtful accounts	(3,071)	1,034
Increase (decrease) in retirement benefit liability	10,156	(48)
Decrease (increase) in retirement benefit asset	(99,623)	(93,744)
Interest and dividend income	(105,313)	(121,272)
Interest expenses	25,756	38,349
Foreign exchange losses (gains)	(1,708)	(14,612)
Loss (gain) on sale and retirement of non-current assets	119	1,186
Extra retirement payments	-	13,607
Decrease (increase) in trade receivables	(83,784)	(130,374)
Decrease (increase) in inventories	(700,686)	(966,662)
Decrease (increase) in other assets	(281,957)	(80,419)
Increase (decrease) in trade payables	610,239	241,303
Decrease (increase) in consumption taxes refund receivable	23,771	13,166
Increase (decrease) in accrued consumption taxes	(198,652)	(4,868)
Increase (decrease) in other liabilities	14,432	54,377
Other, net	(17,043)	(13,978)
<b>Subtotal</b>	<b>(201,817)</b>	<b>(312,473)</b>
Interest and dividends received	105,425	124,056
Interest paid	(23,304)	(36,588)
Income taxes paid	(231,643)	(328,646)
Income taxes refund	-	9,312
Extra retirement payments	-	(13,607)
<b>Net cash provided by (used in) operating activities</b>	<b>(351,340)</b>	<b>(557,947)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(379,742)	(323,778)
Proceeds from sale of property, plant and equipment and intangible assets	-	2,673
Purchase of investment securities	(299)	(260)
Payments of leasehold and guarantee deposits	(6,626)	(6,205)
Proceeds from refund of leasehold and guarantee deposits	5,077	4,153
Payments into time deposits	(231,000)	(234,000)
Proceeds from withdrawal of time deposits	219,603	255,695
Other, net	(13,568)	(25,573)
<b>Net cash provided by (used in) investing activities</b>	<b>(406,556)</b>	<b>(327,295)</b>
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	1,580,000	1,260,000
Repayments of long-term borrowings	(218,903)	(218,903)
Dividends paid	(197,065)	(197,551)
Other, net	(554)	(1,653)
<b>Net cash provided by (used in) financing activities</b>	<b>1,163,477</b>	<b>841,891</b>
Effect of exchange rate change on cash and cash equivalents	(39,099)	196,786
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>366,480</b>	<b>153,436</b>
Cash and cash equivalents at beginning of period	5,689,466	6,399,455
<b>Cash and cash equivalents at end of period</b>	<b>6,055,946</b>	<b>6,552,891</b>