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.

Consolidated Financial Results for the Fiscal Year Ended June 20, 2026 [Under Japanese GAAP]

July 30, 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, Accounting & Finance Division & CFO
Telephone: +81-3-3864-5883
Scheduled date of annual general meeting of shareholders: September 17, 2026
Scheduled date to commence dividend payments: September 18, 2026
Scheduled date to file annual securities report: September 16, 2026
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 fiscal year ended June 20, 2026 (from June 21, 2025 to June 20, 2026)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 20, 2026	39,134	(1.3)	1,128	109.9	1,510	80.7	1,000	135.4
June 20, 2025	39,639	0.2	537	-	836	541.9	424	-

(Note) Comprehensive income: Fiscal year ended June 20, 2026: ¥ 2,545 million [-%]
Fiscal year ended June 20, 2025: ¥ 116 million [(54.3) %]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
June 20, 2026	35.54	35.40	4.0	4.1	2.9
June 20, 2025	15.12	15.05	1.8	2.4	1.4

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended June 20, 2026: ¥ - million
Fiscal year ended June 20, 2025: ¥ - million

(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
June 20, 2026	37,352	26,232	70.0	928.46
June 20, 2025	35,513	24,052	67.5	852.06

(Reference) Equity: As of June 20, 2026: ¥ 26,145 million
As of June 20, 2025: ¥ 23,965 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
June 20, 2026	2,114	(550)	(1,876)	6,363
June 20, 2025	1,468	(825)	175	6,399

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
June 20, 2025	-	7.00	-	7.00	14.00	393	92.6	1.6
June 20, 2026	-	7.00	-	8.00	15.00	422	42.2	1.7
Fiscal year ending June 20, 2027 (Forecast)	-	7.00	-	8.00	15.00		40.0	

3. Consolidated financial result forecasts for the fiscal year ending June 20, 2027 (from June 21, 2026 to June 20, 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
Six months ending December 20, 2026	19,300	7.4	200	0.6	385	0.6	200	625.9	7.10
Full year	42,000	7.3	1,440	27.6	1,620	7.2	1,055	5.5	37.46

* Notes:

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

(2) 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

(3) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares)
   - As of June 20, 2026: 31,459,692 shares
   - As of June 20, 2025: 31,459,692 shares

2) Number of treasury shares at the end of the period
   - As of June 20, 2026: 3,299,537 shares
   - As of June 20, 2025: 3,333,516 shares

3) Average number of shares outstanding during the period
   - Fiscal Year ended June 20, 2026: 28,146,563 shares
   - Fiscal Year ended June 20, 2025: 28,113,209 shares

(Reference) Overview of non-consolidated financial results

Non-consolidated financial results for the fiscal year ended June 20, 2026 (from June 21, 2025 to June 20, 2026)

(1) Non-consolidated operating results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 20, 2026	24,055	(0.7)	548	81.8	987	(6.4)	911	11.0
June 20, 2025	24,219	(0.0)	301	-	1,054	-	821	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
June 20, 2026	32.37	32.24
June 20, 2025	29.21	29.09

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 20, 2026	29,875	20,533	68.4	726.09
June 20, 2025	28,914	19,161	66.0	678.19

(Reference) Equity: As of June 20, 2026: ¥ 20,446 million
As of June 20, 2025: ¥ 19,074 million

* These consolidated financial results are outside the scope of an audit 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. For assumptions underlying the financial results forecast and precautions regarding their use, please refer to "1. Overview of Business Results, etc. (4) Future Outlook" on page 5.

-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 at a later date.

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

Table of Contents - Attachments

1. Overview of Business Results, etc.

(1) Overview of Business Results for the Period Under Review

During the fiscal year ended June 20, 2026, the Japanese economy showed a continued moderate recovery supported by wage increases and capital investment. However, the outlook remained uncertain due to an ongoing upward trend in prices, mainly for energy resources, as the yen continued to weaken.

Under these circumstances, KING JIM CO., LTD. (the "Company") implements measures to achieve the goals of its 11th Medium-Term Management Plan (fiscal year ended June 20, 2025 to fiscal year ending June 20, 2027), which is themed, "Taking the wave of social change as an opportunity to move toward new growth." While strengthening its existing businesses, the Company has carried out three fundamental policies, namely, expansion into the service business, expansion of the lifestyle field, and strengthening of overseas business.

As for the consolidated business results for the fiscal year ended June 20, 2026, net sales amounted to ¥39,134.78 million (down 1.3% year on year). In terms of profit, due to improvements in the gross profit margin (up 1.1 percentage points year on year) and the selling, general and administrative expenses ratio (down 0.4 percentage points year on year), operating profit amounted to ¥1,128.91 million (up 109.9% year on year), and ordinary profit was ¥1,510.94 million (up 80.7% year on year). Profit attributable to owners of parent was ¥1,000.44 million (up 135.4% year on year), due to an increase in gain on sale of investment securities and a decrease in impairment losses and other factors.

Business results by segment are as follows.

A. Stationery and office supplies business

In stationery, although we observed the effects of price revisions and increased sales in the overseas business, net sales amounted to ¥24,902.91 million (down 1.1% year on year) due to factors in living environment products, such as the transfer of part of the Company's EC business to a subsidiary and a decline in sales of disaster preparedness products. In terms of profit, operating profit amounted to ¥660.30 million (up 72.6% year on year), on account of improvements in the gross profit margin and the selling, general and administrative expenses ratio.

The main details for each domain are as follows.

In TEPRA, we launched TEPRA PRO SR-R5600P, a new model designed exclusively for PCs and smartphones that offers an enhanced convenience for use at sites. It was developed based on TEPRA PRO SR5500P, a long-standing product that has remained popular for over a decade since its launch, as a renewed model that is easier to use and caters to the needs at sites of use. The product is operable by dry cell batteries and can be used cordless at manufacturing sites, warehouses, and other places where power sources are not readily available. We also released a series of three web commercials promoting the usability of various functional tapes. We carried out a number of promotional activities alongside these, including joint campaigns with our sales partners and a TEPRA Display Contest. As a result of sales strategies aiming to broaden the range of situations in which tape is used, TEPRA tape sales showed steady growth.

In office and living environment products, in response to the growing risk of natural disasters in recent years, we launched the disaster preparedness brand KOKOBO in August 2025. KOKOBO is a disaster preparedness brand based on the concept of "disaster preparation that aligns with daily life," fitting with everyday routines and being easy to adopt. While we launched the Emergency tent for multi-purpose, Emergency tent with open roof, and Self-inflating emergency air mat in October 2025, and these have been adopted primarily by public agencies, sales did not exceed the same period of the previous fiscal year, during which there was a spike in demand due to extraordinary factors. The Extreme heat preparedness kit, launched in March 2026,which packages disaster preparedness products such as instant cold packs and preserved water in an A4-sized file box, won the Grand Prix in the hydration and salt replenishment category of the Tokyo Heatstroke Prevention Goods Contest hosted by the Tokyo Metropolitan Government and the Tokyo Environmental Public Service Corporation. In addition, against the backdrop of growing awareness of heatstroke prevention measures, we launched three types of WBGT Heat Stress Monitor in June 2026.

In stationery, we achieved a collaboration with the Standard Products brand of Daiso Industries Co., Ltd. for the first time. A total of 13 multifunctional and user-friendly items jointly developed by the two companies including files, magnetic storage cases, and clipboards went on sale at Standard Products stores nationwide. Additionally, we launched the Japan Design Collection, a stationery series aimed at inbound tourists, and in June 2026 released the Chopsticks pen, Card wallet, and Privacy roller.

In May 2026, we held KING JIM Fan Meeting 2026 for customers who applied through KING JIM's official social media accounts, and in June 2026, we exhibited at Bungu Joshi Haku Tokyo 2026, one of Japan's largest stationery festivals. Through these events, we engaged directly with our fans and, with members of our product development team also participating, heard their opinions on our products while providing an opportunity for them to learn more about the Company.

In the EC business, sales at our own direct sales EC site showed growth, driven by accepting reservation orders for new products and introducing an EC-exclusive color variation of pomera. Likewise, in the Latuna business, we added new merchandise to drive sales growth.

In the overseas business, sales remained strong, mainly in China, Vietnam, and other ASEAN countries identified as important regions for our overseas business strategy in the 11th Medium-Term Management Plan, resulting in significant growth in net sales. In China, we continued to launch products in the Chinese original stationery brand KELITA series. Sales of the Foldable cutting mat, in particular, grew significantly, driven by the successful expansion of its lineup against the backdrop of the growing popularity of planners in the local market. In addition, we are actively advancing market-oriented product development that captures market needs, through initiatives such as introducing SUGArrr series, which focuses on Oshi-katsu (activities to support one's favorite idols or characters). In Vietnam, with the progress in developing and cultivating B-to-B distribution channels, sales of TEPRA and office use filing tools manufactured at KING JIM (VIETNAM) CO., LTD., the Company's factory, grew significantly. In the U.S., sales of pomera DM250US, the localized model of pomera, a digital typewriter dedicated to text entry, grew steadily, and sales of B-to-C stationery also expanded.

B. Lifestyle products business

Net sales for the lifestyle products business were ¥14,231.87 million (down 1.6% year on year) owing to the weak performance of Bon Furniture Co., Ltd., despite the steady growth in sales at the Group companies, including LADONNA CO., LTD. In terms of profit, operating profit amounted to ¥451.24 million (up 243.5% year on year), on account of improvements in the cost of sales ratio and the selling, general and administrative expenses ratio.

The main details for each subsidiary company are as follows.

At BON FURNITURE CO., LTD., several factors contributed to sales, including the strong performance of the Toffy PUTUPUTU collection, a collection targeting the youth demographic, as well as measures such as entering the hometown tax payment market centered on finished-product services and launching GEKIKAGU Business, a corporate-focused website. However, sales decreased due to the ongoing challenging business environment, including increased competition in the furniture EC industry and rising delivery costs for large products. In terms of profit, although the company still fell short of profitability, results were on an improving trend, driven by improved gross profit margin resulting from price revisions and curbing discounts, as well as the effects of a reduction in storage costs through logistics reorganization.

At LADONNA CO., LTD., in its mainstay kitchen goods category, the strong performance of microwave cooking appliances, along with expanded OEM orders, drove sales. In addition, sales of seasonal products also remained robust, leading to an increase in overall sales. Profit also grew significantly due to an improvement in profitability associated with the transfer of the EC business, an improvement in gross profit margin as a result of securing large-scale projects, a decrease in mold amortization expenses, and the curbing of selling, general and administrative expenses.

Life on Products, Inc. started selling summer products in March, while sales of new products, including Turbo Handy Fan, remained strong, and the introduction of OEM products progressed as planned. However, these factors failed to compensate for the sluggish performance of winter products caused by the warm winter, and as a result, overall sales decreased. In terms of profit, despite lower sales, profit increased significantly, driven by an improvement in gross profit margin through measures such as price revisions.

At ASCA COMPANY, LTD., performance remained strong throughout the year, and sales exceeded the previous year's levels, as a result of successfully capturing demand for foliage plants for offices. In terms of profit, the company posted a record-high level of profit, driven by an improvement in gross profit margin, as the yen remained stronger in the first half of the fiscal year than in the previous year.

WINCESS CORPORATION saw an increase in sales and profit. This was due to ongoing strong demand for the semiconductor- and electronic-components-related industries,its main purchasers, as well as an improvement in profitability resulting from the effects of price revisions in the previous fiscal year. In addition,for some products, advance procurement and rush demand were observed, as the prices of raw materials increased and delivery times lengthened against the backdrop of instability in the naphtha market, among other factors.

(2) Overview of Financial Position for the Period Under Review

Total assets as of June 20, 2026 increased by ¥1,838.91 million from the end of the previous fiscal year to ¥37,352.08 million. This is mainly attributable to increases in investment securities and retirement benefit asset.

Liabilities decreased by ¥341.48 million from the end of the previous fiscal year to ¥11,119.39 million. This is mainly attributable to decreases in short-term borrowings and long-term borrowings.

Total net assets increased by ¥2,180.40 million from the end of the previous fiscal year to ¥26,232.69 million. This is mainly attributable to increases in retained earnings, valuation difference on available-for-sale securities, and foreign currency translation adjustment.

(3) Overview of Cash Flows for the Period Under Review

Cash and cash equivalents (hereinafter referred to as "cash") as of June 20, 2026 decreased by ¥35.94 million from the end of the previous fiscal year to ¥6,363.51 million (down 0.6% year on year).

The status of each cash flow and their factors for the fiscal year ended June 20, 2026 are as follows.

(Cash flows from operating activities)

Net cash provided by operating activities increased by ¥645.27 million from the previous fiscal year to ¥2,114.25 million. This is mainly attributable to profit before income taxes of ¥1,634.09 million and depreciation of ¥649.08 million, despite income taxes paid of ¥466.87million, and others.

(Cash flows from investing activities)

Net cash used in investing activities decreased by ¥275.73 million from the previous fiscal year to ¥550.21 million. This is mainly attributable to purchase of property, plant and equipment of ¥585.77 million and purchase of intangible assets of ¥169.79 million, despite proceeds from sale of investment securities of ¥256.34 million, and others.

(Cash flows from financing activities)

Net cash used in financing activities was ¥1,876.52 million (net cash provided by financing activities of ¥175.73 million for the previous fiscal year). This is mainly attributable to net decrease in short-term borrowings of ¥1,040.00 million and repayments of long-term borrowings of ¥437.80 million, and others.

(Reference) Trends in cash flow-related indicators

	Fiscal year ended June 20, 2022	Fiscal year ended June 20, 2023	Fiscal year ended June 20, 2024	Fiscal year ended June 20, 2025	Fiscal year ended June 20, 2026
Equity ratio (%)	72.0	69.1	69.1	67.5	70.0
Equity ratio based on fair value (%)	75.5	72.2	71.1	67.3	59.2
Cash flow to interest-bearing debt ratio (years)	(3.5)	37.0	5.7	4.4	2.4
Interest coverage ratio (times)	(55.7)	3.9	22.6	23.4	25.1

Equity ratio: Shareholders' equity / Total assets

Equity ratio based on fair value: Total market value of shares / Total assets

Cash flow to interest-bearing debt ratio: Interest-bearing debts / Cash flow

Interest coverage ratio: Cash flow / Interest paid

* The indicators were calculated using consolidated financial figures.

* The total market value of shares was calculated based on the total number of shares issued (less treasury shares).

* Operating cash flow is used as cash flow.

* Interest-bearing debts include all liabilities recorded on the consolidated balance sheets for which interest is paid.

(4) Future Outlook

Although the Japanese economy is on a moderate recovery track, the outlook remains uncertain due to geopolitical risks such as the situation in the Middle East, volatile foreign exchange rates, and the effects of rising prices on personal consumption, among other factors. The outlook for the global economy also continues to be uncertain due to geopolitical risks, as well as developments in trade and monetary policies of various countries, among others. As for the business environment surrounding the Company, the market environment continues to change – the paperless movement is advancing, driven by digital transformation by companies, while new demand associated with diversified work styles and thereview of office environments has emerged.

Amidst such economic and business environment, the fiscal year ending June 20, 2027 marks the final year of the Group's 11th Medium-Term Management Plan. Under the theme of "Taking the wave of social change as an opportunity to move toward new growth," we will continue to strive to strengthen our existing businesses while carrying out the three fundamental policies of "expansion into the service business," "expansion of the lifestyle field," and "strengthening of overseas business."

In the stationery and office supplies business, we will advance sales strategy of building sales channels suited to the unique properties of customers and products, and product development that meet the needs of workplaces and living in response to social changes. In addition, we will improve gross profit margin through price revisions. For overseas markets, we will develop market-oriented products.

In the lifestyle products business, we will enhance the growth and synergies of Group companies through activities in line with each Group company's growth strategy and with the involvement of the Management Committee. We will also work to rebuild BON FURNITURE CO., LTD.

With the above measures, for the next fiscal year, it is forecast that net sales will be ¥42,000 million (up 7.3% year on year), operating profit will be ¥1,440 million (up 27.6% year on year), ordinary profit will be ¥1,620 million (up 7.2% year on year), and profit attributable to owners of parent will be ¥1,055 million (up 5.5% year on year).

(5) Basic Policy Regarding Distribution of Profits and Dividends for the Current and Next Fiscal Years

The Company's dividend policy is to aim for stable dividends with a payout ratio of 40% or more based on profit attributable to owners of parent, taking into consideration the overall need for returns to shareholders and internal reserves for the execution of flexible management measures.

For the fiscal year ended June 20, 2026, the Company plans to propose a year-end ordinary dividend of ¥8 per share to the Annual General Meeting of Shareholders to be held on September 17, 2026. Since the Company paid an interim dividend of ¥7 per share for the fiscal year ended June 20, 2026, the total annual dividend is expected to be ¥15 per share.

For the next fiscal year, the Company plans to pay an interim dividend of ¥7 per share and a year-end dividend of ¥8 per share, for a total of ¥15 per share.

2. Basic Stance Concerning Selection of Accounting Standards

For the time being, the Group intends to prepare its consolidated financial statements in accordance with Japanese GAAP, taking into consideration the comparability of consolidated financial statements from period to period and the comparability among enterprises.

The Group intends to consider the application of international accounting standards in the future, taking into account trends in the ratio of foreign shareholders and the application of international accounting standards by other domestic companies in the same industry.

3.Consolidated Financial Statements and Primary Notes

(1)Consolidated Balance Sheet

(Thousands of yen)

	As of June 20, 2025	As of June 20, 2026
Assets		
Current assets		
Cash and deposits	6,831,528	6,832,976
Notes receivable - trade	226,669	195,956
Accounts receivable - trade	5,159,478	5,405,640
Merchandise and finished goods	9,700,866	9,232,373
Work in process	301,213	349,684
Raw materials and supplies	1,190,668	1,399,888
Other	653,503	890,170
Allowance for doubtful accounts	(484)	(1,223)
Total current assets	24,063,443	24,305,467
Non-current assets		
Property, plant and equipment		
Buildings and structures	6,196,545	6,453,964
Accumulated depreciation	(4,306,709)	(4,504,984)
Buildings and structures, net	1,889,836	1,948,979
Machinery, equipment and vehicles	3,517,938	3,849,137
Accumulated depreciation	(3,221,779)	(3,583,344)
Machinery, equipment and vehicles, net	296,158	265,792
Land	1,570,022	1,570,022
Construction in progress	56,104	117,566
Other	3,172,541	3,247,537
Accumulated depreciation	(2,873,047)	(2,960,357)
Other, net	299,493	287,179
Total property, plant and equipment	4,111,615	4,189,540
Intangible assets		
Goodwill	739,574	575,224
Other	1,084,655	1,071,477
Total intangible assets	1,824,230	1,646,702
Investments and other assets		
Investment securities	2,977,800	4,103,598
Retirement benefit asset	1,866,257	2,395,627
Deferred tax assets	183,265	216,289
Other	487,753	496,133
Allowance for doubtful accounts	(1,199)	(1,272)
Total investments and other assets	5,513,877	7,210,375
Total non-current assets	11,449,723	13,046,618
Total assets	35,513,167	37,352,086

(Thousands of yen)

	As of June 20, 2025	As of June 20, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,140,419	1,311,242
Short-term borrowings	4,540,000	3,500,000
Current portion of long-term borrowings	437,806	437,806
Income taxes payable	254,476	388,614
Accounts payable - other	759,464	726,973
Contract liabilities	31,342	58,509
Provision for bonuses for directors (and other officers)	6,222	11,839
Provision for shareholder benefit program	37,532	42,167
Asset retirement obligations	-	15,000
Other	1,003,193	1,184,228
Total current liabilities	8,210,456	7,676,381
Non-current liabilities		
Long-term borrowings	1,300,482	862,676
Deferred tax liabilities	948,343	1,504,450
Retirement benefit liability	515,723	549,291
Asset retirement obligations	41,353	49,315
Other	444,518	477,277
Total non-current liabilities	3,250,422	3,443,010
Total liabilities	11,460,879	11,119,391
Net assets		
Shareholders' equity		
Share capital	1,978,690	1,978,690
Capital surplus	1,717,975	1,717,704
Retained earnings	21,593,605	22,198,821
Treasury shares	(2,947,298)	(2,917,261)
Total shareholders' equity	22,342,973	22,977,955
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,085,534	1,909,244
Deferred gains or losses on hedges	921	2,471
Foreign currency translation adjustment	420,742	875,430
Remeasurements of defined benefit plans	115,027	380,504
Total accumulated other comprehensive income	1,622,226	3,167,651
Share acquisition rights	87,088	87,088
Total net assets	24,052,288	26,232,694
Total liabilities and net assets	35,513,167	37,352,086

(2)Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Thousands of yen)

	For the fiscal year ended June 20, 2025	For the fiscal year ended June 20, 2026
Net sales	39,639,500	39,134,788
Cost of sales	24,774,360	24,044,543
Gross profit	14,865,140	15,090,244
Selling, general and administrative expenses	14,327,425	13,961,333
Operating profit	537,715	1,128,910
Non-operating income		
Interest income	23,082	22,394
Dividend income	99,790	151,436
Foreign exchange gains	8,844	131,766
Rental income	150,251	150,015
Compensation income	47,104	-
Other	84,045	59,886
Total non-operating income	413,118	515,499
Non-operating expenses		
Interest expenses	64,688	84,409
Rental costs	45,431	45,062
Other	4,471	3,992
Total non-operating expenses	114,591	133,465
Ordinary profit	836,242	1,510,944
Extraordinary income		
Gain on sale of non-current assets	69	1,216
Gain on sale of investment securities	103,087	179,441
Total extraordinary income	103,157	180,658
Extraordinary losses		
Loss on sale of non-current assets	-	139
Loss on retirement of non-current assets	2,175	2,202
Loss on valuation of investment securities	600	-
Impairment losses	116,057	37,527
Extra retirement payments	-	17,633
Total extraordinary losses	118,833	57,503
Profit before income taxes	820,566	1,634,098
Income taxes - current	340,534	482,209
Income taxes - deferred	50,158	25,885
Income taxes for prior periods	4,928	125,561
Total income taxes	395,621	633,655
Profit	424,944	1,000,443
Profit attributable to owners of parent	424,944	1,000,443

Consolidated Statement of Comprehensive Income

(Thousands of yen)

	For the fiscal year ended June 20, 2025	For the fiscal year ended June 20, 2026
Profit	424,944	1,000,443
Other comprehensive income		
Valuation difference on available-for-sale securities	(79,735)	823,709
Deferred gains or losses on hedges	(1,755)	1,550
Foreign currency translation adjustment	(135,059)	454,688
Remeasurements of defined benefit plans, net of tax	(91,498)	265,477
Total other comprehensive income	(308,048)	1,545,425
Comprehensive income	116,896	2,545,868
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	116,896	2,545,868

(3)Consolidated Statement of Changes in Equity

For the fiscal year ended June 20, 2025

(Thousands of yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges
Balance at beginning of period	1,978,690	1,718,919	21,562,202	(2,975,833)	22,283,979	1,165,269	2,677
Changes during period							
Dividends of surplus			(393,541)		(393,541)		
Profit attributable to owners of parent			424,944		424,944		
Purchase of treasury shares				(244)	(244)		
Disposal of treasury shares		(944)		28,778	27,834		
Net changes in items other than shareholders' equity						(79,735)	(1,755)
Total changes during period	-	(944)	31,403	28,534	58,993	(79,735)	(1,755)
Balance at end of period	1,978,690	1,717,975	21,593,605	(2,947,298)	22,342,973	1,085,534	921

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	555,801	206,525	1,930,274	87,088	24,301,342
Changes during period					
Dividends of surplus					(393,541)
Profit attributable to owners of parent					424,944
Purchase of treasury shares					(244)
Disposal of treasury shares					27,834
Net changes in items other than shareholders' equity	(135,059)	(91,498)	(308,048)	-	(308,048)
Total changes during period	(135,059)	(91,498)	(308,048)	-	(249,054)
Balance at end of period	420,742	115,027	1,622,226	87,088	24,052,288

For the fiscal year ended June 20, 2026

(Thousands of yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges
Balance at beginning of period	1,978,690	1,717,975	21,593,605	(2,947,298)	22,342,973	1,085,534	921
Changes during period							
Dividends of surplus			(394,004)		(394,004)		
Profit attributable to owners of parent			1,000,443		1,000,443		
Disposal of treasury shares		(271)	(1,223)	30,037	28,542		
Net changes in items other than shareholders' equity						823,709	1,550
Total changes during period	-	(271)	605,215	30,037	634,981	823,709	1,550
Balance at end of period	1,978,690	1,717,704	22,198,821	(2,917,261)	22,977,955	1,909,244	2,471

	Accumulated other comprehensive income			Share acquisition rights	Total net assets
	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	420,742	115,027	1,622,226	87,088	24,052,288
Changes during period					
Dividends of surplus					(394,004)
Profit attributable to owners of parent					1,000,443
Disposal of treasury shares					28,542
Net changes in items other than shareholders' equity	454,688	265,477	1,545,425	-	1,545,425
Total changes during period	454,688	265,477	1,545,425	-	2,180,406
Balance at end of period	875,430	380,504	3,167,651	87,088	26,232,694

(4)Consolidated Statement of Cash Flows

(Thousands of yen)

	For the fiscal year ended June 20, 2025	For the fiscal year ended June 20, 2026
Cash flows from operating activities		
Profit before income taxes	820,566	1,634,098
Depreciation	744,881	649,085
Impairment losses	116,057	37,527
Amortization of goodwill	200,059	164,349
Increase (decrease) in allowance for doubtful accounts	(3,015)	728
Increase (decrease) in retirement benefit liability	37,775	16,742
Decrease (increase) in retirement benefit asset	(197,999)	(185,607)
Interest and dividend income	(122,873)	(173,830)
Interest expenses	64,688	84,409
Foreign exchange losses (gains)	8,673	(14,377)
Loss on retirement of non-current assets	2,175	2,202
Loss (gain) on sale of non-current assets	(69)	(1,076)
Loss (gain) on sale of investment securities	(103,087)	(179,441)
Extra retirement payments	-	17,633
Decrease (increase) in trade receivables	(59,756)	(169,093)
Decrease (increase) in inventories	129,288	315,819
Decrease (increase) in other assets	(32,779)	(232,357)
Increase (decrease) in trade payables	245,162	141,831
Decrease (increase) in consumption taxes refund receivable	(30,106)	4,720
Increase (decrease) in accrued consumption taxes	(115,283)	192,953
Increase (decrease) in other liabilities	15,643	106,549
Other, net	57,841	79,542
Subtotal	1,777,842	2,492,412
Interest and dividends received	120,899	173,955
Interest paid	(62,876)	(84,215)
Income taxes refund	-	16,609
Income taxes paid	(366,883)	(466,871)
Extra retirement payments	-	(17,633)
Net cash provided by (used in) operating activities	1,468,981	2,114,256

(Thousands of yen)

	For the fiscal year ended June 20, 2025	For the fiscal year ended June 20, 2026
Cash flows from investing activities		
Purchase of investment securities	(609)	(573)
Proceeds from sale of investment securities	146,959	256,342
Purchase of property, plant and equipment	(403,822)	(585,773)
Purchase of intangible assets	(486,874)	(169,790)
Proceeds from sale of property, plant and equipment	70	1,216
Payments of guarantee deposits	(7,853)	(9,722)
Proceeds from refund of guarantee deposits	7,104	13,011
Payments into time deposits	(468,258)	(471,449)
Proceeds from withdrawal of time deposits	432,020	468,321
Other, net	(44,685)	(51,797)
Net cash provided by (used in) investing activities	(825,950)	(550,214)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,010,000	(1,040,000)
Repayments of long-term borrowings	(437,806)	(437,806)
Purchase of treasury shares	(244)	-
Dividends paid	(393,948)	(394,887)
Other, net	(2,265)	(3,835)
Net cash provided by (used in) financing activities	175,735	(1,876,529)
Effect of exchange rate change on cash and cash equivalents	(108,777)	276,544
Net increase (decrease) in cash and cash equivalents	709,989	(35,943)
Cash and cash equivalents at beginning of period	5,689,466	6,399,455
Cash and cash equivalents at end of period	6,399,455	6,363,511

(5) Notes to the Consolidated Financial Statements

(Notes on going concern assumption)

There is no relevant information.

(Notes on changes in accounting policies)

There is no relevant information.

(Notes on segment information, etc.)

Segment information

1. Description of reportable segments

Reportable segments are components of the Group about which separate financial information is available that is evaluated regularly by the Board of Directors in deciding how to allocate management resources and in assessing performance.

The Group reports the financial statements of each of the Company and its consolidated subsidiaries to the Company's Board of Directors, which is the unit that makes up its business segments. Segments are aggregated based on similarities in products and sales markets of each segment, and the Group has two reportable segments: the stationery and office supplies business and the lifestyle products business.

Major companies engaged in the stationery and office supplies business are as follows: the Company, PT. KING JIM INDONESIA, KING JIM (MALAYSIA) SDN. BHD., KING JIM (SHANGHAI) TRADING CO., LTD., KING JIM (VIETNAM) CO., LTD., KING JIM (HK) CO., LIMITED, and its subsidiary KING JIM (SHENZHEN) TRADING CO., LTD. This business engages in the manufacture and sale of electric products (TEPRA, digital stationery, etc.), living environment products (office and living environment products such as disaster preparedness products, Latuna products, etc.), and stationery (filing tools, style stationery, etc.).

Major companies engaged in the lifestyle products business are as follows: BON FURNITURE CO., LTD., LADONNA CO., LTD., ASCA COMPANY, LTD.,WINCESS CORPORATION, and Life on Products, Inc. This business engages in the planning and sale of furniture, kitchen goods, photo frames, aroma-related products, clocks, artificial flowers, household electronics, miscellaneous goods, room fragrances, etc.

2. Method of measurement for the amounts of net sales, profit (loss), assets, liabilities, and other items by reportable segment

The accounting method used for reporting business segments is generally the same as that used for the preparation of Consolidated Financial Statements.

Segment profit (loss) figures are based on operating profit. Inter-segment sales and transfers are based on prevailing market prices.

3. Information on net sales, profit (loss), assets, liabilities, and other items by reportable segment

For the fiscal year ended June 20, 2025

(Thousands of yen)

	Reportable segment			Adjustment (Note 1)	Amount recorded in consolidated financial statements (Note 2)
	Stationery and office supplies	Lifestyle products	Total		
Sales					
Sales to outside customers	25,178,093	14,461,407	39,639,500	–	39,639,500
Inter-segment net sales or transfers	98,565	312,610	411,176	(411,176)	–
Total	25,276,658	14,774,018	40,050,677	(411,176)	39,639,500
Segment profit	382,663	131,378	514,041	23,673	537,715
Segment assets	24,438,390	11,973,345	36,411,736	(898,569)	35,513,167
Other items					
Depreciation	544,757	200,170	744,928	(46)	744,881
Amortization of goodwill	35,709	164,349	200,059	–	200,059
Impairment losses	116,057	–	116,057	–	116,057
Increase in property, plant and equipment and intangible assets	670,321	197,692	868,013	–	868,013

(Notes) 1. Adjustment of segment profit of ¥23,673 thousand and adjustment of segment assets of ¥(898,569) thousand are adjustments, etc., associated with the elimination of inter-segment transactions.

2. Segment profit is adjusted with operating profit in the consolidated statements of income.

For the fiscal year ended June 20, 2026

(Thousands of yen)

	Reportable segment			Adjustment (Note 1)	Amount recorded in consolidated financial statements (Note 2)
	Stationery and office supplies	Lifestyle products	Total		
Sales					
Sales to outside customers	25,178,093	14,461,407	39,639,500	–	39,639,500
Inter-segment net sales or transfers	98,565	312,610	411,176	(411,176)	–
Total	25,276,658	14,774,018	40,050,677	(411,176)	39,639,500
Segment profit	382,663	131,378	514,041	23,673	537,715
Segment assets	24,438,390	11,973,345	36,411,736	(898,569)	35,513,167
Other items					
Depreciation	544,757	200,170	744,928	(46)	744,881
Amortization of goodwill	35,709	164,349	200,059	–	200,059
Impairment losses	116,057	–	116,057	–	116,057
Increase in property, plant and equipment and intangible assets	670,321	197,692	868,013	–	868,013

(Notes) 1. Adjustment of segment profit of ¥17,362 thousand and adjustment of segment assets of ¥(1,090,920) thousand are adjustments, etc., associated with the elimination of inter-segment transactions.

2. Segment profit is adjusted with operating profit in the consolidated statements of income.

4. Information concerning impairment losses on non-current assets or goodwill by reportable segment

(Significant impairment losses on non-current assets)

For the fiscal year ended June 20, 2025

In the stationery and office supplies business, an impairment loss of ¥116,057 thousand was recorded for goodwill related to the former HIM Co., Ltd. (Latuna business), as it is expected to fall below the initially projected earnings as a result of a revision of future business plans.

For the fiscal year ended June 20, 2026

In the stationery and office supplies business, an impairment loss of ¥37,527 thousand was recorded for idle assets, as they were not expected to be used in the future.

(Per share information)

	For the fiscal year ended June 20, 2025	For the fiscal year endedJune 20, 2026
Net assets per share	¥852.06	¥928.46
Profit per share	¥15.12	¥35.54
Diluted earnings per share	¥15.05	¥35.40

(Note) The basis for the calculation of profit per share and diluted earnings per share is as follows.

	For the fiscal year ended June 20, 2025	For the fiscal year ended June 20, 2026
Profit per share		
Profit attributable to owners of parent (Thousand yen)	424,944	1,000,443
Amount not attributable to common shareholders (Thousand yen)	–	–
Profit attributable to owners of parent relating to common shares (Thousand yen)	424,944	1,000,443
Average number of shares during the period (Shares)	28,113,209	28,146,563
Diluted earnings per share		
Adjustment of profit attributable to owners of parent (Thousand yen)	–	–
Increase in number of common shares (Shares)	116,294	116,289
(of which, share acquisition rights (Shares))	116,294	116,289
Overview of potential shares not included in the calculation of diluted earnings per share due to the absence of dilutive effects	–	–

(Significant subsequent events)

There is no relevant information.