

Translation

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**Summary of Consolidated Financial Results  
for the Six Months Ended December 31, 2025  
(Based on Japanese GAAP)**

February 12, 2026

Company name: Nagaoka International Corporation

Stock exchange listing: Tokyo

Stock code: 6239 URL <https://www.nagaokajapan.co.jp/>

Representative: President & CEO Yasuhisa Umez

Inquiries: Managing Director Toshiya Tatemoto

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Scheduled date to file Semi-annual Securities Report: February 13, 2026

Scheduled date to commence dividend payments: —

Preparation of supplementary material on financial results: No

Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended December 31, 2025 (from July 1, 2025 to December 31, 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 31, 2025	3,040	(15.7)	123	(75.0)	141	(72.3)	125	(62.6)
Six months ended December 31, 2024	3,604	2.4	494	(17.0)	512	(20.5)	336	(22.3)

	Earnings per share		Diluted earnings per share	
	Yen	Yen	Yen	Yen
Six months ended December 31, 2025	18.02	—	—	—
Six months ended December 31, 2024	48.13	—	—	—

(2) Consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	
As of December 31, 2025	9,266	7,588	7,588	7,507	81.9	
As of June 30, 2025	10,023	—	—	—	74.9	

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Year ended June 30, 2025	Yen —	Yen 0.00	Yen —	Yen 35.00	Yen 35.00
Year ending June 30, 2026	—	0.00	—	—	—
Year ending June 30, 2026 (Forecast)	—	—	—	35.00	35.00

3. Forecast of consolidated financial results for the year ending June 30, 2026 (from July 1, 2025 to June 30, 2026)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
Full year	10,000	12.1	1,700	11.9	1,700	12.6	1,100	13.4	157.68	

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended December 31, 2025: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2025	7,078,400 shares	As of June 30, 2025	7,078,400 shares
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Number of treasury shares at the end of the period

As of December 31, 2025	111,877 shares	As of June 30, 2025	102,277 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended December 31, 2025	6,978,732 shares	Six months ended December 31, 2024	6,992,691 shares
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**Semi-annual consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of June 30, 2025	As of December 31, 2025
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	2,519,603	2,431,505
Notes and accounts receivable - trade, and contract assets	4,056,302	3,407,031
Electronically recorded monetary claims - operating	314,795	83,371
Merchandise and finished goods	10,630	16,335
Work in process	85,755	192,043
Raw materials and supplies	459,929	505,936
Other	264,412	460,236
Allowance for doubtful accounts	(10,464)	(6,138)
<b>Total current assets</b>	<b>7,700,966</b>	<b>7,090,320</b>
<b>Non-current assets</b>		
Property, plant and equipment		
Buildings and structures, net	668,145	699,703
Machinery, equipment and vehicles, net	189,915	204,482
Tools, furniture and fixtures, net	71,178	70,592
Land	149,095	149,095
Leased assets, net	12,615	10,109
Construction in progress	6,196	2,418
<b>Total property, plant and equipment</b>	<b>1,097,146</b>	<b>1,136,401</b>
Intangible assets		
Goodwill	9,575	7,181
Other	260,326	282,307
<b>Total intangible assets</b>	<b>269,902</b>	<b>289,489</b>
Investments and other assets		
Long-term prepaid expenses	589,545	552,375
Deferred tax assets	101,831	86,600
Other	273,829	111,241
Allowance for doubtful accounts	(9,567)	–
<b>Total investments and other assets</b>	<b>955,638</b>	<b>750,218</b>
<b>Total non-current assets</b>	<b>2,322,687</b>	<b>2,176,108</b>
<b>Total assets</b>	<b>10,023,654</b>	<b>9,266,429</b>

	(Thousands of yen)	
	As of June 30, 2025	As of December 31, 2025
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	1,228,615	938,327
Short-term borrowings	156,115	150,000
Current portion of bonds payable	10,000	5,000
Current portion of long-term borrowings	9,924	9,924
Income taxes payable	201,372	26,634
Provision for bonuses	3,690	2,015
Provision for bonuses for directors (and other officers)	—	10,000
Provision For Share Based Compensation Expenses For Directors	—	6,816
Other	771,715	400,722
<b>Total current liabilities</b>	<b>2,381,433</b>	<b>1,549,440</b>
<b>Non-current liabilities</b>		
Long-term borrowings	40,612	35,650
Retirement benefit liability	82,970	85,675
Other	10,861	6,712
<b>Total non-current liabilities</b>	<b>134,443</b>	<b>128,037</b>
<b>Total liabilities</b>	<b>2,515,877</b>	<b>1,677,477</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,253,241	1,253,241
Capital surplus	974,311	1,001,208
Retained earnings	4,842,750	4,724,330
Treasury shares	(103,026)	(143,637)
<b>Total shareholders' equity</b>	<b>6,967,276</b>	<b>6,835,143</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	36,835	—
Deferred gains or losses on hedges	228	(10,641)
Foreign currency translation adjustment	503,436	764,450
<b>Total accumulated other comprehensive income</b>	<b>540,500</b>	<b>753,809</b>
<b>Total net assets</b>	<b>7,507,777</b>	<b>7,588,952</b>
<b>Total liabilities and net assets</b>	<b>10,023,654</b>	<b>9,266,429</b>

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

	(Thousands of yen)	
	Six months ended December 31, 2024	Six months ended December 31, 2025
Net sales	3,604,738	3,040,594
Cost of sales	2,182,099	1,927,722
Gross profit	1,422,638	1,112,872
Selling, general and administrative expenses	928,435	989,567
Operating profit	494,203	123,305
Non-operating income		
Interest income	6,517	3,886
Foreign exchange gains	–	11,126
Gain on sale of scraps	35,656	2,249
Subsidy income	1,995	4,675
Other	2,012	1,893
Total non-operating income	46,181	23,832
Non-operating expenses		
Interest expenses	3,551	5,074
Foreign exchange losses	9,658	–
Loss on extinguishment share-based compensation expenses	14,120	–
Other	385	153
Total non-operating expenses	27,715	5,227
Ordinary profit	512,668	141,910
Extraordinary income		
Gain on sale of non-current assets	–	1,374
Gain on sale of investment securities	–	53,662
Total extraordinary income	–	55,036
Extraordinary losses		
Loss on retirement of non-current assets	–	0
Total extraordinary losses	–	0
Profit before income taxes	512,668	196,947
Income taxes - current	120,472	34,735
Income taxes - deferred	55,630	36,467
Total income taxes	176,103	71,202
Profit	336,565	125,744
Profit attributable to owners of parent	336,565	125,744

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended December 31, 2024	Six months ended December 31, 2025
Profit	336,565	125,744
Other comprehensive income		
Valuation difference on available-for-sale securities	(18,604)	(36,835)
Deferred gains or losses on hedges	3,751	(10,869)
Foreign currency translation adjustment	(50,803)	261,013
Total other comprehensive income	<u>(65,656)</u>	<u>213,308</u>
Comprehensive income	<u>270,909</u>	<u>339,052</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	270,909	339,052

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended December 31, 2024	Six months ended December 31, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	512,668	196,947
Depreciation	76,775	70,947
Amortization of goodwill	2,393	2,393
Share-based payment expenses	39,520	44,551
Increase (decrease) in allowance for doubtful accounts	(2,403)	(13,892)
Increase (decrease) in provision for bonuses	2,139	(1,674)
Increase (decrease) in provision for bonuses for directors (and other officers)	28,800	10,000
Increase (decrease) in retirement benefit liability	5,256	2,705
Interest and dividend income	(6,517)	(3,886)
Foreign exchange losses (gains)	(3,708)	1,705
Interest expenses	3,551	5,074
Loss on extinguishment share-based compensation expenses	14,120	—
Loss (gain) on sale of investment securities	—	(53,662)
Decrease (increase) in trade receivables	1,130,006	1,007,919
Decrease (increase) in inventories	(81,887)	(121,403)
Increase (decrease) in trade payables	(176,645)	(318,915)
Increase (decrease) in accrued expenses	(324,581)	(276,459)
Increase (decrease) in contract liabilities	(263,264)	593
Increase (decrease) in accounts payable - other	(299,979)	(152,077)
Other, net	(45,125)	76,176
<b>Subtotal</b>	<b>611,118</b>	<b>477,042</b>
Interest and dividends received	6,517	3,886
Interest paid	(3,856)	(5,410)
Income taxes paid	(443,187)	(220,914)
<b>Net cash provided by (used in) operating activities</b>	<b>170,592</b>	<b>254,604</b>
<b>Cash flows from investing activities</b>		
Payments into time deposits	(105,000)	(421)
Purchase of property, plant and equipment	(79,971)	(46,356)
Purchase of intangible assets	(2,587)	(6,574)
Payments of guarantee deposits	(21,037)	(634)
Proceeds from refund of guarantee deposits	3,906	4,147
Other, net	(30)	2,104
<b>Net cash provided by (used in) investing activities</b>	<b>(204,720)</b>	<b>(47,734)</b>
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(15,674)	(13,534)
Repayments of long-term borrowings	(4,962)	(4,962)
Redemption of bonds	(5,000)	(5,000)
Repayments of lease liabilities	(3,267)	(2,753)
Purchase of treasury shares	—	(91,380)
Dividends paid	(237,578)	(244,073)
Other, net	—	(137)
<b>Net cash provided by (used in) financing activities</b>	<b>(266,483)</b>	<b>(361,841)</b>
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>(18,301)</b>	<b>66,381</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(318,913)</b>	<b>(88,590)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>2,446,431</b>	<b>2,427,654</b>
<b>Cash and cash equivalents at end of period</b>	<b>2,127,518</b>	<b>2,339,063</b>