

November 11, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)

Company name: FUTABA CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 6986
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 Scheduled date to file semi-annual securities report: November 13, 2025
 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 six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(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, 2025	20,953	(14.7)	(1,125)	-	(860)	-	(710)	-
September 30, 2024	24,568	(15.5)	(474)	-	(357)	-	(1,273)	-

Note: Comprehensive income For the six months ended September 30, 2025: ¥2,115 million [-%]
 For the six months ended September 30, 2024: ¥(3,655) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	(16.75)	-
September 30, 2024	(30.02)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	102,855	89,876	76.3
March 31, 2025	101,090	88,312	76.3

Reference: Equity
 As of September 30, 2025: ¥78,482 million
 As of March 31, 2025: ¥77,167 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen	Yen	Yen	Yen	Yen
	-	0.00	-	10.00	10.00
Fiscal year ending March 31, 2026	-	0.00			
Fiscal year ending March 31, 2026 (Forecast)				10.00	10.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 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
Fiscal year ending March 31, 2026	42,800	(11.0)	(1,600)	-	(1,000)	-	1,900	-	44.79

Note: Revisions to the earnings forecasts most recently announced: Yes

* **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
- (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, 2025	42,426,739 shares
As of March 31, 2025	42,426,739 shares

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

As of September 30, 2025	11,271 shares
As of March 31, 2025	11,122 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	42,415,556 shares
Six months ended September 30, 2024	42,416,170 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 above earnings forecasts are calculated based on information currently available to the Company and certain assumptions that the Company deems reasonable, and are not intended to be a promise by the Company to achieve them. Please be aware that actual results may vary due to various factors.

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	31,285	32,670
Notes and accounts receivable - trade	11,655	10,928
Electronically recorded monetary claims - operating	1,474	1,576
Securities	298	498
Merchandise and finished goods	4,046	3,822
Work in process	2,054	1,963
Raw materials and supplies	7,867	7,352
Other	1,078	1,153
Allowance for doubtful accounts	(803)	(975)
Total current assets	58,955	58,990
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,078	5,145
Machinery, equipment and vehicles, net	1,836	1,867
Tools, furniture and fixtures, net	361	385
Land	8,973	9,309
Leased assets, net	5	5
Construction in progress	112	4
Other	377	330
Total property, plant and equipment	16,745	17,049
Intangible assets		
Other	645	639
Total intangible assets	645	639
Investments and other assets		
Investment securities	13,343	15,308
Other	12,031	11,471
Allowance for doubtful accounts	(631)	(604)
Total investments and other assets	24,744	26,175
Total non-current assets	42,135	43,864
Total assets	101,090	102,855

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,909	1,779
Electronically recorded obligations - operating	110	35
Short-term borrowings	94	85
Accrued expenses	1,817	1,784
Income taxes payable	182	182
Provision for bonuses	663	743
Other	1,757	1,503
Total current liabilities	6,534	6,113
Non-current liabilities		
Deferred tax liabilities	5,467	6,086
Provision for retirement benefits for directors (and other officers)	17	19
Retirement benefit liability	179	198
Other	578	561
Total non-current liabilities	6,243	6,864
Total liabilities	12,778	12,978
Net assets		
Shareholders' equity		
Share capital	22,558	22,558
Capital surplus	21,044	21,044
Retained earnings	21,818	20,684
Treasury shares	(17)	(17)
Total shareholders' equity	65,404	64,270
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,931	6,221
Foreign currency translation adjustment	3,681	4,911
Remeasurements of defined benefit plans	3,149	3,079
Total accumulated other comprehensive income	11,763	14,212
Non-controlling interests	11,144	11,394
Total net assets	88,312	89,876
Total liabilities and net assets	101,090	102,855

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Net sales	24,568	20,953
Cost of sales	20,206	17,484
Gross profit	4,362	3,468
Selling, general and administrative expenses	4,836	4,594
Operating loss	(474)	(1,125)
Non-operating income		
Interest income	275	293
Dividend income	176	254
Rental income	127	84
Other	59	48
Total non-operating income	639	680
Non-operating expenses		
Interest expenses	38	27
Foreign exchange losses	416	349
Other	67	39
Total non-operating expenses	522	416
Ordinary loss	(357)	(860)
Extraordinary income		
Gain on sale of non-current assets	58	556
Total extraordinary income	58	556
Extraordinary losses		
Loss on sale of non-current assets	-	3
Loss on abandonment of non-current assets	3	6
Impairment losses	194	237
Loss on business restructuring	516	61
Total extraordinary losses	714	308
Loss before income taxes	(1,013)	(612)
Income taxes - current	183	134
Income taxes - refund	(364)	(4)
Income taxes - deferred	344	(4)
Total income taxes	163	125
Loss	(1,176)	(738)
Profit (loss) attributable to non-controlling interests	96	(27)
Loss attributable to owners of parent	(1,273)	(710)

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Loss	(1,176)	(738)
Other comprehensive income		
Valuation difference on available-for-sale securities	(989)	1,278
Foreign currency translation adjustment	(1,336)	1,650
Remeasurements of defined benefit plans, net of tax	(153)	(74)
Total other comprehensive income	(2,479)	2,853
Comprehensive income	(3,655)	2,115
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(3,493)	1,738
Comprehensive income attributable to non-controlling interests	(162)	377

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from operating activities		
Loss before income taxes	(1,013)	(612)
Depreciation	558	506
Impairment losses	194	237
Increase (decrease) in allowance for doubtful accounts	(142)	100
Decrease (increase) in retirement benefit asset	(184)	(83)
Increase (decrease) in retirement benefit liability	(161)	12
Increase (decrease) in remeasurements of defined benefit plans	(148)	(82)
Increase (decrease) in provision for bonuses	36	71
Interest and dividend income	(452)	(547)
Foreign exchange losses (gains)	29	86
Loss (gain) on sale and retirement of property, plant and equipment and intangible assets	(55)	(547)
Loss of retirement of non-current asset	4	-
Loss on business restructuring	516	61
Gain on reversal of asset retirement obligations	(83)	-
Decrease (increase) in trade receivables	2,692	991
Decrease (increase) in inventories	1,534	1,163
Increase (decrease) in trade payables	(394)	(327)
Increase (decrease) in other liabilities	367	(326)
Other, net	4	32
Subtotal	3,304	737
Interest and dividends received	429	485
Interest paid	(33)	(28)
Loss of business restructuring	(989)	(118)
Income taxes paid	(257)	(134)
Income taxes refund	426	49
Net cash provided by (used in) operating activities	2,880	991

	Six months ended September 30, 2024	Six months ended September 30, 2025
Cash flows from investing activities		
Payments into time deposits	(5,011)	(3,397)
Proceeds from withdrawal of time deposits	4,899	3,527
Payments for long-term deposits	(897)	-
Purchase of property, plant and equipment	(510)	(400)
Proceeds from sale of property, plant and equipment	58	574
Purchase of investment securities	(448)	(300)
Loan advances	(0)	-
Proceeds from collection of loans receivable	0	-
Other, net	(30)	(67)
Net cash provided by (used in) investing activities	(1,939)	(63)
Cash flows from financing activities		
Proceeds from short-term borrowings	318	226
Repayments of short-term borrowings	(335)	(243)
Repayments of lease liabilities	(97)	(88)
Purchase of treasury shares	(0)	(0)
Dividends paid	(212)	(424)
Dividends paid to non-controlling interests	(155)	(127)
Net cash provided by (used in) financing activities	(482)	(656)
Effect of exchange rate change on cash and cash equivalents	(253)	382
Net increase (decrease) in cash and cash equivalents	205	653
Cash and cash equivalents at beginning of period	21,317	23,610
Cash and cash equivalents at end of period	21,522	24,264