Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Six Months Ended June 30, 2026 (Based on Japanese GAAP)

August 13, 2026

Company name: rakumo Inc.
Stock exchange listing: Tokyo
Stock code: 4060 URL https://corporate.rakumo.com/
Representative: President CEO Koji Shimizu
Inquiries: Director CFO Kenta Ishisone TEL 050(1746)9891
Scheduled date to file Semi-annual Securities Report: August 13, 2026
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: Yes (for institutional investors, analysts and general investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended June 30, 2026 (from January 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Adjusted EBITA		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended June 30, 2026	1,096	36.5	373	33.7	261	16.3	253	13.1	143	(1.9)
Six months ended June 30, 2025	802	15.1	279	41.4	224	31.2	224	35.0	146	34.6

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2026	24.58	21.78
Six months ended June 30, 2025	25.14	22.74

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	4,528	1,991	43.5
As of December 31, 2025	4,170	1,887	44.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended December 31, 2025	–	0.00	–	9.00	9.00
Year ending December 31, 2026	–	0.00			
Year ending December 31, 2026 (Forecast)			–	14.00	14.00

3. Forecast of consolidated financial results for the year ending December 31, 2026 (from January 1, 2026 to December 31, 2026)

Percentages indicate year-on-year changes

	Net sales		Adjusted EBITA		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	%	Millions of yen	%	Yen
Full year	2,330	27.3	770	31.5	550	28.5	540	26.1	318	16.8	54.50

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended June 30, 2026: 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 June 30, 2026	5,838,700 shares	As of December 31, 2025	5,829,500 shares

Number of treasury shares at the end of the period

As of June 30, 2026	768 shares	As of December 31, 2025	168 shares

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

Six months ended June 30, 2026	5,831,456 shares	Six months ended June 30, 2025	5,812,965 shares

Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of December 31, 2025	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	1,818,791	2,252,972
Accounts receivable - trade	168,746	163,291
Work in process	312	463
Supplies	135	143
Other	75,465	77,633
Allowance for doubtful accounts	(49,561)	(38,874)
Total current assets	2,013,889	2,455,630
Non-current assets		
Property, plant and equipment	32,279	30,056
Intangible assets		
Goodwill	1,637,888	1,555,972
Customer-related intangible assets	168,977	160,930
Software	156,218	207,053
Software in progress	44,921	33,151
Total intangible assets	2,008,005	1,957,108
Investments and other assets	110,932	81,272
Total non-current assets	2,151,217	2,068,437
Deferred assets	5,830	3,943
Total assets	4,170,937	4,528,011
Liabilities		
Current liabilities		
Accounts payable - trade	61,155	75,442
Current portion of long-term borrowings	111,156	111,156
Income taxes payable	97,194	114,929
Contract liabilities	693,154	968,885
Provision for bonuses	6,531	8,192
Provision for bonuses for directors (and other officers)	–	3,152
Asset retirement obligations	2,489	731
Other	129,532	112,390
Total current liabilities	1,101,213	1,394,880
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	500,000	500,000
Long-term borrowings	605,089	549,511
Asset retirement obligations	19,344	19,109
Other	58,272	72,872
Total non-current liabilities	1,182,705	1,141,492
Total liabilities	2,283,919	2,536,373

(Thousands of yen)

	As of December 31, 2025	As of June 30, 2026
Net assets		
Shareholders' equity		
Share capital	400,629	403,892
Capital surplus	361,479	364,742
Retained earnings	1,081,719	1,170,982
Treasury shares	(229)	(229)
Total shareholders' equity	1,843,599	1,939,387
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(8)	230
Foreign currency translation adjustment	24,571	28,943
Total accumulated other comprehensive income	24,563	29,173
Share acquisition rights	18,855	23,076
Total net assets	1,887,017	1,991,637
Total liabilities and net assets	4,170,937	4,528,011

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Net sales	802,972	1,096,452
Cost of sales	241,454	332,654
Gross profit	561,517	763,798
Selling, general and administrative expenses	336,899	502,657
Operating profit	224,618	261,141
Non-operating income		
Interest income	1,941	2,498
Foreign exchange gains	808	–
Recoveries of written off receivables	–	1,000
Other	104	1,303
Total non-operating income	2,854	4,802
Non-operating expenses		
Interest expenses	–	4,815
Loss on investments in investment partnerships	684	1,899
Amortization of bond issuance costs	772	772
Issuance cost of subscription rights to shares	1,395	1,115
Other	–	3,406
Total non-operating expenses	2,852	12,008
Ordinary profit	224,620	253,935
Profit before income taxes	224,620	253,935
Income taxes - current	78,637	106,179
Income taxes - deferred	(157)	4,429
Total income taxes	78,479	110,608
Profit	146,141	143,326
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	146,141	143,326

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Profit	146,141	143,326
Other comprehensive income		
Valuation difference on available-for-sale securities	(39)	238
Foreign currency translation adjustment	(13,372)	4,372
Total other comprehensive income	(13,411)	4,610
Comprehensive income	132,730	147,937
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	132,730	147,937
Comprehensive income attributable to non-controlling interests	–	–

Consolidated statements of cash flows

(Thousands of yen)

	Six months ended June 30, 2025	Six months ended June 30, 2026
Cash flows from operating activities		
Profit before income taxes	224,620	253,935
Depreciation	21,526	39,100
Amortization of goodwill	18,259	81,915
Increase (decrease) in allowance for doubtful accounts	–	(10,687)
Interest and dividend income	(1,941)	(2,498)
Interest expenses	–	4,815
Decrease (increase) in trade receivables	8,145	5,652
Decrease (increase) in inventories	(345)	(159)
Increase (decrease) in trade payables	5,800	13,733
Amortization of deferred assets	2,167	1,887
Share-based payment expenses	6,444	6,322
Increase (decrease) in provision for bonuses	6,690	1,602
Increase (decrease) in provision for bonuses for directors (and other officers)	–	3,152
Increase (decrease) in provision for office transfer expenses	–	(1,312)
Loss (gain) on investments in investment partnerships	684	1,899
Increase (decrease) in contract liabilities	147,880	318,466
Decrease (increase) in prepaid expenses	(8,505)	(13,574)
Decrease (increase) in consumption taxes refund receivable	(647)	(1,119)
Decrease (increase) in accounts receivable - other	1,923	3,485
Increase (decrease) in accounts payable - other	(3,329)	9,700
Increase (decrease) in accrued expenses	(2,006)	(10,845)
Increase (decrease) in accrued consumption taxes	(1,139)	(6,782)
Increase (decrease) in income taxes payable - factor based tax	76	591
Increase (decrease) in deposits received	(2,364)	(7,197)
Decrease (increase) in guarantee deposits	(196)	294
Decrease (increase) in temporary deposit	3,817	(1,160)
Other loss (gain)	19	30
Subtotal	427,582	691,245
Interest and dividends received	1,046	1,709
Interest paid	–	(4,834)
Income taxes paid	(67,529)	(78,860)
Payments of office relocation expenses	–	(1,678)
Net cash provided by (used in) operating activities	361,099	607,581
Cash flows from investing activities		
Purchase of property, plant and equipment	(822)	(982)
Purchase of investment securities	(5,000)	(2,035)
Purchase of intangible assets	(50,102)	(67,062)
Net cash provided by (used in) investing activities	(55,925)	(70,080)
Cash flows from financing activities		
Repayments of long-term borrowings	–	(55,578)
Proceeds from issuance of shares	380	640
Dividends paid	(34,856)	(52,463)
Payments for issuance of subscription rights to shares	(1,982)	–
Net cash provided by (used in) financing activities	(36,458)	(107,401)
Effect of exchange rate change on cash and cash equivalents	(11,791)	3,955
Net increase (decrease) in cash and cash equivalents	256,924	434,054
Cash and cash equivalents at beginning of period	2,233,248	1,767,739
Cash and cash equivalents at end of period	2,490,172	2,201,793