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August 5, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: PIOLAX, Inc.
Listing: Tokyo Stock Exchange
Securities code: 5988
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

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

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	15,761	4.4	266	(30.5)	394	28.5	125	(2.0)
June 30, 2025	15,092	(4.1)	383	(40.9)	306	(65.8)	128	(82.2)

Note: Comprehensive income For the three months ended June 30, 2026: ¥863 million [-%]
For the three months ended June 30, 2025: ¥(2,008) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	5.21	-
June 30, 2025	4.65	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	100,182	65,372	64.0
March 31, 2026	101,415	66,144	63.9

Reference: Equity
As of June 30, 2026: ¥64,077 million
As of March 31, 2026: ¥64,854 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	39.00	-	53.00	92.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		39.00		53.00	92.00

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, 2027 (from April 1, 2026 to March 31, 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
Fiscal year ending March 31, 2027	63,000	1.5	1,500	2.0	1,500	3.2	700	-	27.45

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

Note: This is whether or not accounting procedures specific to the preparation of quarterly consolidated financial statements are applied.

(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 June 30, 2026	37,054,100 shares
As of March 31, 2026	37,054,100 shares

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

As of June 30, 2026	13,003,582 shares
As of March 31, 2026	12,787,708 shares

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

Three months ended June 30, 2026	24,155,623 shares
Three months ended June 30, 2025	27,582,886 shares

Note:

1. The Company has introduced a stock-based remuneration plan for directors, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (The first quarter of the previous fiscal year: 87,376 Shares, the first quarter of the current fiscal year: 87,376 Shares.)
2. The Company has introduced a stock-based remuneration plan for employees, and the Company's shares remaining in the trust are included in the treasury stock to be deducted in the calculation of the average number of shares during the period. (The first quarter of the previous fiscal year: 63,919 Shares, the first quarter of the current fiscal year: 62,400 Shares.)

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm:None

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)
The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	26,192	26,160
Notes and accounts receivable - trade	12,925	12,464
Electronically recorded monetary claims - operating	1,815	1,873
Securities	152	153
Merchandise and finished goods	6,681	6,639
Work in process	2,661	2,690
Raw materials and supplies	3,286	3,377
Income taxes refund receivable	244	260
Other	4,282	3,581
Allowance for doubtful accounts	(103)	(99)
Total current assets	58,140	57,101
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,995	15,815
Machinery, equipment and vehicles, net	7,761	7,648
Tools, furniture and fixtures, net	2,241	2,238
Land	5,942	5,931
Leased assets, net	542	525
Construction in progress	3,351	3,312
Total property, plant and equipment	35,836	35,471
Intangible assets		
Other	1,458	1,428
Total intangible assets	1,458	1,428
Investments and other assets		
Investment securities	4,670	4,793
Other	1,314	1,392
Allowance for doubtful accounts	(4)	(4)
Total investments and other assets	5,980	6,181
Total non-current assets	43,275	43,081
Total assets	101,415	100,182

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	3,152	3,090
Short-term borrowings	24,171	24,000
Income taxes payable	279	200
Provisions	852	441
Other	5,086	5,250
Total current liabilities	33,541	32,982
Non-current liabilities		
Provision for share awards for directors (and other officers)	150	151
Provision for share awards	46	49
Retirement benefit liability	485	504
Asset retirement obligations	37	37
Other	1,008	1,083
Total non-current liabilities	1,729	1,827
Total liabilities	35,271	34,810
Net assets		
Shareholders' equity		
Share capital	2,960	2,960
Capital surplus	2,572	2,572
Retained earnings	74,625	73,456
Treasury shares	(29,381)	(29,722)
Total shareholders' equity	50,777	49,268
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	906	990
Deferred gains or losses on hedges	(1)	(2)
Foreign currency translation adjustment	13,213	13,861
Remeasurements of defined benefit plans	(41)	(40)
Total accumulated other comprehensive income	14,077	14,808
Non-controlling interests	1,289	1,295
Total net assets	66,144	65,372
Total liabilities and net assets	101,415	100,182

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	15,092	15,761
Cost of sales	11,827	12,368
Gross profit	3,264	3,392
Selling, general and administrative expenses	2,880	3,125
Operating profit	383	266
Non-operating income		
Interest income	110	67
Dividend income	124	156
Share of profit of entities accounted for using equity method	0	1
Other	52	115
Total non-operating income	288	340
Non-operating expenses		
Interest expenses	53	86
Loss on abandonment of non-current assets	1	2
Loss on valuation of derivatives	17	72
Rental costs	1	1
Foreign exchange losses	22	6
Commission expenses	201	-
Other	68	43
Total non-operating expenses	365	213
Ordinary profit	306	394
Extraordinary losses		
Extra payments for early retirements	210	-
Total extraordinary losses	210	-
Profit before income taxes	96	394
Income taxes	(30)	255
Profit	126	138
Profit (loss) attributable to non-controlling interests	(1)	12
Profit attributable to owners of parent	128	125

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	126	138
Other comprehensive income		
Valuation difference on available-for-sale securities	69	83
Deferred gains or losses on hedges	0	(1)
Foreign currency translation adjustment	(2,204)	641
Remeasurements of defined benefit plans, net of tax	-	1
Total other comprehensive income	(2,134)	724
Comprehensive income	(2,008)	863
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,937)	857
Comprehensive income attributable to non-controlling interests	(70)	5

(Notes on segment information, etc.)

Segment Information

I. The three months of the previous fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Automobile-related	Medical	Total
Sales			
Sales to external customers	13,823	1,268	15,092
Transactions with other segments	-	-	-
Total	13,823	1,268	15,092
Segment Profit	615	42	657

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(Millions of yen)

benefit	amount of money
Total Reporting Segments	657
Company-wide expenses (Note)	(275)
Inter-segment transaction elimination	3
Other Adjustments	(2)
Operating Income in Quarterly Consolidated Statements of Income	383

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.

II. The three months of the current fiscal year (April 1, 2026 to June 30, 2026)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Automobile-related	Medical	Total
Sales			
Sales to external customers	14,384	1,376	15,761
Transactions with other segments	-	-	-
Total	14,384	1,376	15,761
Segment Profit	475	45	521

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated statements of income and the main details of the difference (matters related to adjustment of differences)

(Millions of yen)

benefit	amount of money
Total Reporting Segments	521
Company-wide expenses (Note)	(258)
Inter-segment transaction elimination	3
Other Adjustments	0
Operating Income in Quarterly Consolidated Statements of Income	266

Note: Corporate expenses are general and administrative expenses that are not primarily attributable to the reporting segment.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

There are no important items to be covered.