Translation

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

August 7, 2026

Company name:	FURYU CORPORATION		
Stock exchange listing:	Tokyo		
Stock code:	6238 URL https://www.furyu.jp/		
Representative:	President	Masahito Enomoto	
Inquiries:	General Manager of Finance & Accounting Department	Jumpei Uji	TEL 03(5728)1761

Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2026	12,019	19.0	1,073	52.8	1,069	51.2	681	47.2
Three months ended June 30, 2025	10,104	0.6	702	8.3	707	8.5	463	6.2

Note: Comprehensive income Three months ended June 30, 2026 ¥682 million [65.0%]
Three months ended June 30, 2025 ¥413 million [(21.4)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2026	25.73	–
Three months ended June 30, 2025	17.49	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	28,682	23,246	81.0
As of March 31, 2026	30,335	23,627	77.9

(Reference) Equity As of June 30, 2026 ¥23,246 million
As of March 31, 2026 ¥23,627 million

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 March 31, 2026	–	0.00	–	40.00	40.00
Year ending March 31, 2027	–				
Year ending March 31, 2027 (Forecast)		0.00	–	40.00	40.00

Note: Revisions to the forecasts of cash dividends most recently announced: No

3. Forecast of consolidated financial results for the 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		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	48,000	7.2	4,000	20.6	4,000	21.1	2,500	21.3	94.39

Note: Revisions to the forecasts of financial results most recently announced: No

*Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: one company (FURYU of China, Inc.) Excluded: None

Note: For details, please see “2. Quarterly consolidated financial statements and significant notes thereto (3) Notes to quarterly consolidated financial statements (Notes on change in scope of consolidation or application of the equity method)” on page 8 of the attached material.

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

Note: For details, please see “2. Quarterly consolidated financial statements and significant notes thereto (3) Notes to quarterly consolidated financial statements (Notes on special accounting methods for preparing quarterly consolidated financial statements)” on page 8 of the attached material.

(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	28,296,000 shares	As of March 31, 2026	28,296,000 shares

Number of treasury shares at the end of the period

As of June 30, 2026	1,809,958 shares	As of March 31, 2026	1,809,258 shares

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

Three months ended June 30, 2026	26,486,463 shares	Three months ended June 30, 2025	26,478,219 shares

Note: The number of treasury shares at the end of the period includes the shares of the Company held by the Board Benefit Trust-Restricted Stock (BBT-RS) (110,828 shares as of June 30, 2026 and 110,828 shares as of March 31, 2026). The shares of the Company held by the Board Benefit Trust-Restricted Stock (BBT-RS) are included in the treasury shares deducted from the calculation of the average number of shares during the period (110,828 shares in the three months ended June 30, 2026 and 120,000 shares in the three months ended June 30, 2025).

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: No

* Proper use of earnings forecasts, and other special matters

(Caution regarding forward-looking statements and others)

The forward-looking statements including forecast of financial results contained in these materials are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. As such, they do not constitute the Company’s guarantee that such results would be achieved. Actual financial and other results may differ substantially from the statements herein due to various factors.

[Attached Material]

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1. Overview of operating results and others

(1) Overview of operating results for the first three months

During the first three months of the current fiscal year (April 1, 2026 to June 30, 2026), the Japanese economy showed a trend where corporate wages continued to rise as financial policies normalized. However, the impact of rising prices due to yen depreciation further entrenched a frugal mindset among consumers, casting uncertainty over the future outlook. The overseas economy also remained in an unpredictable situation, with regional disparities in economic growth and impacts on supply chains due to geopolitical risks.

Under these circumstances, with the Group's corporate philosophy "Create quality entertainment that brings happiness and fulfillment to people," the Group focused on expanding the Photo Sticker Business, diversifying monetization utilizing the customer base such as the young female demographic, where the Group has strengths, and selling products featuring character IPs (intellectual properties), and took steps to implement our "Medium-term Vision," as the fiscal year ending March 31, 2028 is the last year of the term.

As a consequence, regarding the operating results for the three months ended June 30, 2026, the Group saw net sales of ¥12,019 million (119.0% of the same period of the previous fiscal year), operating profit of ¥1,073 million (152.8% of the same period of the previous fiscal year), ordinary profit of ¥1,069 million (151.2% of the same period of the previous fiscal year), and profit attributable to owners of parent of ¥681 million (147.2% of the same period of the previous fiscal year).

Operating results by segment are as follows:

(SEKAIKAN Business)

In the SEKAIKAN Business, we continued to focus on acquiring many IPs of classic characters, as well as ones based on the trend of popular manga works, world-famous games, etc. and producing merchandise thereof, and sales grew steadily.

Sales of Amusement Prizes expanded as a result of the growth of the crane game market itself and the commercialization of several popular IPs.

Overseas merchandise sales increased from the same period of the previous fiscal year, mainly in the U.S. We are focusing on expanding new sales channels and acquiring merchandising rights for overseas markets to expand our product lineup and sales network.

For high-end hobby items, we promoted the commercialization of popular IPs with an emphasis on profitability, and continuously focused on sales promotion through the "FURYU HOBBY MALL," a hobby e-commerce site.

In response to exchange rate fluctuations, we have expanded dollar-denominated sales from overseas business to suppress the demand for dollar purchases, and we also have implemented forward exchange contracts for dollar-denominated purchase cost payments to mitigate the impact on cost of sales.

As a result, for the three months ended June 30, 2026, the SEKAIKAN Business saw net sales of ¥8,161 million (129.7% of the same period of the previous fiscal year), and an operating profit of ¥866 million (140.3% of the same period of the previous fiscal year).

(GIRLS Trend Business)

In the Photo Sticker Business, to respond to changes in the external environment characterized by the diversification of lifestyles and consumer needs, we focused on developing new models of photo sticker machines that maximize user experience value and promoting collaborations with high-profile IPs.

During the three months ended June 30, 2026, to commemorate the 30th anniversary of photo sticker machines, we launched a special project called "DEAR Reiwa & Heisei: Our Legendary Puri" and the second installment “PINK Edition,” contributing to continuous engagement and revitalization, especially among the younger demographic. In April 2026, we also collaborated with the 2026 Sanrio Character Ranking for a limited time. In June 2026, we began the installation of the latest photo sticker machine “FLASH,” which allows users to pursue their preferred sticker finish. Additionally, we launched “PURICO,” a new photo sticker machine produced by a renowned influencer, catering to diverse needs in the market. Alongside these efforts, starting from June 20, we implemented the “Free Third Play on the Same Day Campaign,” which offers benefits when playing twice, in collaboration with amusement facilities nationwide to promote play.

Although these initiatives showed certain results, the overall market recovery requires time, with the play count in the three months ended June 30, 2026 reaching 6.26 million (6.38 million in the same period of the previous fiscal year).

For the photo sticker image acquisition and viewing service “PICTLINK,” the impact of the price unification implemented last year has run its course, with the current quarter reflecting the effect on a full-quarter basis. The number of paying members, which we consider an important KPI for the service, was 1.18 million as of the end of June 2026 (1.30 million as of the end of June 2025).

As a result, for the three months ended June 30, 2026, the GIRLS Trend Business saw net sales of ¥3,393 million (100.9% of the same period of the previous fiscal year), and an operating profit of ¥841 million (126.8% of the same period of the previous fiscal year).

(FURYU New Business)

In the home video game software business, download sales of existing titles in Japan and overseas progressed steadily, and sales from contract development also contributed, resulting in sales exceeding those of the same period in the previous fiscal year.

In the animation business, revenue from the merchandising rights of “ROLL OVER AND DIE: I Will Fight for an Ordinary Life with My Love and Cursed Sword!” and allocations of revenues from past productions, among others, contributed to sales.

On the other hand, in terms of profit, our subsidiary engaged in the animation business (FURYU Pictures Corporation) incurred temporary expenses due to an office relocation carried out in June 2026.

As a result, for the three months ended June 30, 2026, the FURYU New Business saw net sales of ¥465 million (104.2% of the same period of the previous fiscal year), and an operating loss of ¥90 million (an operating loss of ¥27 million in the same period of the previous fiscal year).

(2) Overview of financial position for the first three months

As of June 30, 2026, total assets were ¥28,682 million, liabilities were ¥5,435 million, and net assets were ¥23,246 million. The equity ratio was 81.0%.

(Assets)

Assets stood at ¥28,682 million, a decrease of ¥1,653 million from the end of the previous fiscal year. This is mainly due to a decrease in cash and deposits of ¥2,312 million and a decrease in property, plant and equipment of ¥199 million, despite an increase in inventories of ¥774 million.

(Liabilities)

Liabilities stood at ¥5,435 million, a decrease of ¥1,272 million from the end of the previous fiscal year. This is mainly due to a decrease in accounts payable - trade of ¥430 million, a decrease in income taxes payable of ¥530 million and a decrease in “other” in current liabilities of ¥502 million, despite an increase in provision for bonuses of ¥228 million.

(Net assets)

Net assets stood at ¥23,246 million, a decrease of ¥381 million from the end of the previous fiscal year. This is mainly due to a decrease in retained earnings of ¥1,063 million as a result of dividends paid, despite an increase in retained earnings of ¥681 million resulting from the recording of profit attributable to owners of parent.

(3) Explanation regarding consolidated financial results forecasts and other forward-looking statements

There is no change to the consolidated financial results forecasts announced on May 14, 2026.

2. Quarterly consolidated financial statements and significant notes thereto

(1) Quarterly consolidated balance sheet

(Thousands of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	13,752,896	11,440,559
Notes and accounts receivable - trade	4,886,216	4,984,432
Electronically recorded monetary claims - operating	1,135,446	1,182,079
Inventories	3,120,068	3,894,120
Other	2,220,040	2,121,675
Allowance for doubtful accounts	(6,003)	(3,231)
Total current assets	25,108,665	23,619,636
Non-current assets		
Property, plant and equipment	2,595,325	2,395,702
Intangible assets	988,329	1,017,474
Investments and other assets		
Other	1,801,882	1,793,414
Allowance for doubtful accounts	(158,463)	(143,872)
Total investments and other assets	1,643,419	1,649,542
Total non-current assets	5,227,074	5,062,720
Total assets	30,335,740	28,682,357
Liabilities		
Current liabilities		
Accounts payable - trade	1,101,636	671,377
Electronically recorded obligations - operating	403,509	365,654
Income taxes payable	949,029	418,050
Provision for bonuses	–	228,240
Provision for loss on orders received	16,342	4,164
Other	3,869,534	3,367,428
Total current liabilities	6,340,053	5,054,916
Non-current liabilities		
Provision for share awards for directors (and other officers)	11,989	4,398
Retirement benefit liability	328,459	343,318
Other	27,421	32,971
Total non-current liabilities	367,870	380,688
Total liabilities	6,707,923	5,435,604
Net assets		
Shareholders’ equity		
Share capital	1,639,216	1,639,216
Capital surplus	1,614,716	1,614,716
Retained earnings	22,121,927	21,739,423
Treasury shares	(1,940,349)	(1,940,349)
Total shareholders’ equity	23,435,509	23,053,005
Accumulated other comprehensive income		
Deferred gains or losses on hedges	83,034	84,358
Foreign currency translation adjustment	17,456	18,121
Remeasurements of defined benefit plans	91,815	91,267
Total accumulated other comprehensive income	192,306	193,747
Total net assets	23,627,816	23,246,752
Total liabilities and net assets	30,335,740	28,682,357

(2) Quarterly consolidated statement of income (cumulative) and quarterly consolidated statement of comprehensive income (cumulative)

Quarterly consolidated statement of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	10,104,857	12,019,999
Cost of sales	6,245,027	7,375,836
Gross profit	3,859,829	4,644,163
Selling, general and administrative expenses	3,156,868	3,570,346
Operating profit	702,961	1,073,816
Non-operating income		
Interest income	–	1
Foreign exchange gains	4,408	–
Other	70	322
Total non-operating income	4,478	324
Non-operating expenses		
Interest expenses	104	136
Foreign exchange losses	–	3,256
Other	8	1,291
Total non-operating expenses	113	4,684
Ordinary profit	707,326	1,069,456
Extraordinary income		
Gain on sale of non-current assets	–	289
Total extraordinary income	–	289
Extraordinary losses		
Loss on sale and retirement of non-current assets	3,700	1,078
Total extraordinary losses	3,700	1,078
Profit before income taxes	703,626	1,068,668
Income taxes	240,605	387,269
Profit	463,020	681,398
Profit attributable to owners of parent	463,020	681,398

Quarterly consolidated statement of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	463,020	681,398
Other comprehensive income		
Deferred gains or losses on hedges	(33,134)	1,324
Foreign currency translation adjustment	(16,310)	664
Remeasurements of defined benefit plans, net of tax	204	(548)
Total other comprehensive income	(49,240)	1,440
Comprehensive income	413,779	682,838
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	413,779	682,838

(3) Notes to quarterly consolidated financial statements

(Notes on premise of going concern)

Not applicable.

(Notes on change in scope of consolidation or application of the equity method)

(Significant changes in scope of consolidation)

From the first quarter under review, FURYU of China, Inc., a newly established company, is included in the scope of consolidation.

(Notes on special accounting methods for preparing quarterly consolidated financial statements)

(Calculation of income tax expense)

Income tax expense is calculated by reasonably estimating the effective tax rate after applying tax effect accounting to profit before income taxes for the fiscal year including the first quarter under review, and multiplying quarterly profit before income taxes by this estimated effective tax rate. In case where the estimated effective tax rate is unavailable, statutory effective tax rate is used.

(Notes on quarterly consolidated statement of cash flows)

No quarterly consolidated statement of cash flows has been prepared for the three month ended June 30, 2026. Depreciation (including amortization related to intangible assets) for the first three months of the current and previous fiscal years is as follows:

(Thousands of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Depreciation	485,592	441,442

(Notes when there are significant changes in amounts of equity)

Not applicable.

(Notes on segment information)

[Segment information]

I Three months ended June 30, 2025

1. Information on amounts of net sales and profit or loss by reportable segment

(Thousands of yen)

	Reportable segments				Adjustments (Note 1)	Amount recorded in the quarterly consolidated statement of income (Note 2)
	SEKAIKAN Business	GIRLS Trend Business	FURYU New Business	Total		
Net sales						
Sales to external customers	6,293,398	3,365,125	446,333	10,104,857	–	10,104,857
Inter-segment sales or transfers	–	–	–	–	–	–
Total	6,293,398	3,365,125	446,333	10,104,857	–	10,104,857
Segment profit (loss)	618,029	663,436	(27,835)	1,253,630	(550,669)	702,961

Notes: 1. The adjustment amount of negative ¥550,669 thousand for segment profit or loss includes ¥6,487 thousand in inter-segment transactions, and negative ¥557,156 thousand in corporate expenses that are not allocated to each reportable segment. Corporate expenses are mainly general and administrative expenses, which are not attributable to the reportable segments.

2. Segment profit (loss) was adjusted to operating profit in the quarterly consolidated statement of income.

2. Information about impairment loss of non-current assets or goodwill, etc. by reportable segment

(Significant impairment losses of non-current assets)

Not applicable.

(Significant changes in amount of goodwill)

Not applicable.

(Significant gain on bargain purchase)

Not applicable.

II Three months ended June 30, 2026

1. Information on amounts of net sales and profit or loss by reportable segment

(Thousands of yen)

	Reportable segments				Adjustments (Note 1)	Amount recorded in the quarterly consolidated statement of income (Note 2)
	SEKAIKAN Business	GIRLS Trend Business	FURYU New Business	Total		
Net sales						
Sales to external customers	8,161,490	3,393,963	464,544	12,019,999	–	12,019,999
Inter-segment sales or transfers	21	–	504	525	(525)	–
Total	8,161,512	3,393,963	465,048	12,020,525	(525)	12,019,999
Segment profit (loss)	866,892	841,131	(90,444)	1,617,578	(543,761)	1,073,816

Notes: 1. The adjustment amount of negative ¥543,761 thousand for segment profit or loss includes ¥9,558 thousand in inter-segment transactions, and negative ¥553,320 thousand in corporate expenses that are not allocated to each reportable segment. Corporate expenses are mainly general and administrative expenses, which are not attributable to the reportable segments.

2. Segment profit (loss) was adjusted to operating profit in the quarterly consolidated statement of income.

2. Information about impairment loss of non-current assets or goodwill, etc. by reportable segment

(Significant impairment losses of non-current assets)

Not applicable.

(Significant changes in amount of goodwill)

Not applicable.

(Significant gain on bargain purchase)

Not applicable.

(Notes on subsequent events)

(Disposal of treasury shares in connection with an additional contribution to the Board Benefit Trust-Restricted Stock (BBT-RS))

At the Board of Directors meeting held on August 7, 2026, the Company resolved to dispose of treasury shares (hereinafter referred to as the “Treasury Share Disposal”) in connection with an additional contribution to the performance-linked stock remuneration system, “Board Benefit Trust-Restricted Stock (BBT-RS)” (hereinafter referred to as the “System”), as outlined below.

1. Overview of the disposal

(1)	Date of disposal	August 28, 2026
(2)	Type and number of shares to be disposed of	245,000 common shares of the Company
(3)	Disposal price	¥1,400 per share
(4)	Total amount to be disposed of	¥343,000,000
(5)	Proposed disposal destination	Custody Bank of Japan, Ltd. (Trust E Account)
(6)	Other	Regarding the Treasury Share Disposal, we have submitted an extraordinary report in accordance with the Financial Instruments and Exchange Act.

Note: The proposed disposal destination, Custody Bank of Japan, Ltd. (Trust E Account), is a trust account established through a trust agreement between the Company and Mizuho Trust & Banking Co., Ltd., with the Company as the trustor and Mizuho Trust & Banking Co., Ltd. as the trustee (with Custody Bank of Japan, Ltd. as the re-trustee). (This trust agreement is hereinafter referred to as the “Trust Agreement,” and the trust established under the Trust Agreement is hereinafter referred to as the “Trust.”) The Treasury Share Disposal is conducted to provide remuneration to the Company’s Directors (excluding External Directors; Auditors are not eligible for the System) and Executive Officers who do not concurrently serve as Directors (hereinafter referred to as “Directors, etc.”) under the System. It is essentially equivalent to allocating shares to Directors, etc., as consideration for their services provided to the Company.

2. Purpose and reasons for the disposal

The Company introduced the System based on the resolution of the Annual General Meeting of Shareholders held on June 25, 2024. Subsequently, the System was partially revised based on the resolution of the Annual General Meeting of Shareholders held on June 23, 2026. (For an overview of the System, please refer to the “Notice Regarding Partial Revision of Performance-linked Stock Remuneration System for Directors” dated May 19, 2026.)

At this time, in order to continue the System, the Company has decided to make an additional monetary contribution to the Trust so that the Trust can acquire the shares anticipated to be necessary for future payments. Additionally, to hold and dispose of the Company’s shares in the operation of the System, the Company has decided to conduct the Treasury Share Disposal to Custody Bank of Japan, Ltd. (Trust E Account), which is the re-trustee entrusted by the trustee of the Trust.

The quantity of shares to be disposed of corresponds to the number of shares equivalent to the market capitalization-linked points expected to be granted to Directors, etc. during the trust period, based on the “Executive Stock Benefit Regulations.” This covers two business years from the fiscal year ending March 31, 2027, to the fiscal year ending March 31, 2028, which is the initial period of the medium-term management plan. It amounts to 0.87% of the total issued shares as of March 31, 2026, which is 28,296,000 shares, and 0.92% of the total voting rights as of March 31, 2026, which is 265,817 (both rounded to the nearest second decimal place). In light of the purpose of the System as described in the “Notice Regarding Partial Revision of Performance-linked Stock Remuneration

System for Directors” dated May 19, 2026, the Company has determined that the scale of dilution is reasonable.