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FURUNO



October 9, 2026

Consolidated Financial Results for the Six Months Ended August 31, 2026 (Under Japanese GAAP)

Company name: FURUNO ELECTRIC CO., LTD.

Listing: Tokyo Stock Exchange

Securities code: 6814

URL: <https://www.furuno.co.jp/>

Representative: Yukio Furuno President and CEO

Inquiries: Yutaka Wada Director, Managing Executive Officer and CFO

Telephone: +81-798-63-1017

Scheduled date to file semi-annual securities report: October 9, 2026

Scheduled date to commence dividend payments: November 10, 2026

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes (for institutional investors)

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

1. Consolidated financial results for the six months ended August 31, 2026 (from March 1, 2026 to August 31, 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	%
Six months ended August 31, 2026	79,917	16.4	12,866	38.3	13,781	35.5	9,948	(2.4)
August 31, 2025	68,653	9.3	9,303	27.5	10,169	35.3	10,190	101.1

Note: Comprehensive income For the six months ended August 31, 2026: ¥ 11,486 million [14.6%]
For the six months ended August 31, 2025: ¥ 10,020 million [17.0%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2026	314.72	-
August 31, 2025	322.48	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of August 31, 2026	149,553	98,546	65.6	3,103.27
February 28, 2026	141,364	89,772	63.2	2,826.61

Reference: Equity

As of August 31, 2026: ¥ 98,102 million

As of February 28, 2026: ¥ 89,345 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 February 28, 2026	-	75.00	-	85.00	160.00
Fiscal year ending February 28, 2027	-	115.00			
Fiscal year ending February 28, 2027 (Forecast)			-	95.00	210.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated financial result forecasts for the fiscal year ending February 28, 2027 (from March 1, 2026 to February 28, 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
Full year	158,000	12.4	21,000	29.3	22,000	20.3	17,000	1.6	537.80

Note: Revisions to the financial result forecast most recently announced: Yes

For details of revisions to the consolidated financial results forecasts, please refer to “Notice Concerning Revisions to the Consolidated Financial Results Forecast and the Dividend Forecast (Increase in Dividends)” released today (October 9, 2026)

* 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 August 31, 2026	31,894,554 shares
As of February 28, 2026	31,894,554 shares

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

As of August 31, 2026	282,050 shares
As of February 28, 2026	285,730 shares

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

Six months ended August 31, 2026	31,610,379 shares
Six months ended August 31, 2025	31,601,130 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

- Cautionary note concerning forward-looking statements

The financial results forecast and other forward-looking statements contained herein are based on information available to the Company as of the date of publication of this document. Actual results may differ from these forecasts due to various factors going forward. For the assumptions, etc. used in the financial results forecasts, please refer to “1. Qualitative Information on Semi-annual Financial Results, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 4 of the attached documents.

- Method of obtaining supplementary briefing materials

The Company plans to hold a financial results briefing for institutional investors on Monday, October 19, 2026.

The supplementary briefing materials on financial results will be posted on the Company’s website on Friday, October 9, 2026.

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1. Qualitative Information on Semi-annual Financial Results

(1) Explanation of Operating Results

During the six months ended August 31, 2026, the global economy remained uncertain with signs of a slowdown emerging in some regions amid rising energy prices caused by heightened instability in the Middle East and the resulting impact on supply chains. The U.S. economy remained resilient, driven by expanding capital investment supported by robust AI-related demand and the wealth effect from rising stock prices, although the growth rate slowed as rising energy prices weighed on consumer sentiment. The European economy maintained positive growth, supported by favorable employment conditions, increased public investment, and AI- and defense-related demand, while personal consumption weakened amid sluggish growth in real income due to rising energy prices. The Chinese economy saw solid exports, particularly of AI-related goods and automobiles; however, the economy slowed as consumption and investment remained sluggish due to a slump in the real estate market, deteriorating employment conditions, and the fading effects of government trade-in subsidies. The Japanese economy showed signs of weakness due to soaring resource and energy prices stemming from heightened instability in the Middle East, a partial slowdown in exports and production, and a decline in capital investment. However, the economy maintained a moderate recovery trend, supported by easing supply constraints through the procurement of alternative sources of crude oil and other commodities, improving income conditions underpinned by wage growth, resilient service consumption, and support from external demand.

Amid the current economic climate, the FURUNO Group is promoting the management initiatives aimed at sustainable growth under its long-term management vision for FY2030, “FURUNO GLOBAL VISION ‘NAVI NEXT 2030.’” Guided by our business vision, “Achieving better safety, security, and comfort to foster a society and sea navigation that considers the needs of people and the environment” and our human resources and corporate culture vision of “VALUE through GLOBALIZATION and SPEED”, we are advancing strategies to achieve these goals. FY2026 marks the first year of Phase 3 of the Mid-term Management Plan. We position Phase 3 as a three-year period during which we will leverage the capabilities gained through the achievement of record performance and invest proactively to build a foundation for future growth, while accelerating strategic initiatives, and are promoting a transformation toward a business structure less susceptible to market fluctuations. We will also make active investments in management resources, including human resources, in order to achieve sustainable growth. Furthermore, in order to leverage the foundation for growth to be built during the three years of Phase 3 to achieve further growth, we have set new management targets for FY2030: net sales of ¥180.0 billion, an operating profit margin of 15% or higher, and ROE and ROIC of 15% or higher. We have also formulated a growth strategy to achieve these targets.

Regarding the markets in which the FURUNO Group operates, in the merchant vessels market in the Marine Business, ship prices, which had remained high, declined slightly, but are currently on an upward trend again. Orders for new ships have been running at nearly the same pace as in the record year of 2007, and shipbuilders’ order backlogs continued to increase. The market for fishing vessels remained generally sluggish. In the pleasure boat market, demand was sluggish, particularly for small and medium-sized boats in North America, as loan interest rates when purchasing boats and prices remained high. However, the market is showing signs of bottoming out.

In the Industrial Business, the volume of domestic automobiles sold in the Intelligent Transportation System (ITS)/Global Navigation Satellite System (GNSS) market continued to recover. In addition, demand for mobile phone base stations remained solid, supported by the development and enhancement of 5G networks. In the healthcare market, demand for the installation of machines such as IVDs (in-vitro diagnostics equipment) remained weak, particularly in China. In the defense equipment business, the domestic defense-related market expanded due to an increase in the defense budget.

In the domestic educational ICT market for the Wireless LAN Systems/Handheld Terminal Business, projects to upgrade communication infrastructure equipment related to ICT development have increased.

As a result, in the six months ended August 31, 2026, the Company reported consolidated net sales of ¥79,917 million (up 16.4% year on year) and gross profit of ¥35,942 million (up 21.7% year on year). Operating profit was ¥12,866 million (up 38.3% year on year), ordinary profit ¥13,781 million (up 35.5% year on year), and profit attributable to owners of parent ¥9,948 million (down 2.4% year on year).

The average yen to U.S. dollar and yen to euro exchange rates applied in the six months ended August 31, 2026 were USD 1=JPY 157 and EUR 1=JPY 185, respectively, and compared to the same period of the previous fiscal year, the yen depreciated by approximately 5.1% against the U.S. dollar and approximately 13.6% against the euro.

Business performance by segment is as follows. Segment profit is based on operating profit.

(i) Marine Business

In the Marine Business, sales to new merchant vessel building projects continued to increase especially in China, where shipbuilding capacity is being expanded. This increase was backed by the shipbuilders' high level of construction work already acquired, reflecting the demand for alternatively fueled vessels. Furthermore, equipment sales remained solid and sales from maintenance services increased thanks to the high level of replacement demand for equipment of existing vessels and firm demand for maintenance services. In the Americas, while sales for pleasure boats declined from the same period of the previous fiscal year, sales of strategic products continued to contribute to solid overall performance compared with past levels. In Europe, sales of equipment for existing merchant vessels primarily remained at a high level, while sales from maintenance services also remained strong. In Asia, sales of equipment for newly built merchant vessels continued to increase, primarily in China, and maintenance services were also solid. In Japan, sales of equipment for merchant vessels remained at a high level, and maintenance services were also strong.

As a result, in the Marine Business, net sales were ¥67,794 million (up 13.0% year on year) and segment profit was ¥12,212 million (up 28.3% year on year).

(ii) Industrial Business

In the Industrial Business, sales of biochemical analyzers decreased in the Healthcare segment due to intensified price competition primarily in the Chinese market. In the ITS/GNSS segment, sales of time synchronization products to overseas customers were solid, while sales of automotive ETC systems remained strong. In the defense equipment business, production output increased, underpinned by a high level of order backlog.

As a result, in the Industrial Business, net sales were ¥9,342 million (up 34.3% year on year) and segment profit was ¥822 million (up 339.8% year on year).

(iii) Wireless LAN Systems/Handheld Terminal Business

In the Wireless LAN Systems/Handheld Terminal Business, sales of wireless LAN access points continued to increase, primarily due to an increase in projects in the educational market.

As a result, in the Wireless LAN Systems/Handheld Terminal Business, net sales were ¥2,643 million (up 69.2% year on year) and segment profit was ¥356 million (up 3,520.2% year on year).

(iv) Others

Others sales amounted to ¥137 million (down 8.5% year on year) and segment loss was ¥40 million (a segment loss of ¥88 million was reported in the same period of the previous fiscal year).

(2) Explanation of Financial Position

Total assets at the end of the six months ended August 31, 2026 increased by 5.8% from the end of the previous fiscal year to ¥149,553 million. This was mainly due to an increase of ¥2,174 million in cash and deposits.

Total liabilities at the end of the six months ended August 31, 2026 decreased by 1.1% from the end of the previous fiscal year to ¥51,006 million. This was mainly due to a decrease of ¥1,000 million in long-term borrowings.

Net assets at the end of the six months ended August 31, 2026 increased by 9.8% from the end of the previous fiscal year to ¥98,546 million. This was mainly due to an increase of ¥7,261 million in retained earnings.

As a result, the equity-to-asset ratio rose from 63.2% at the end of the previous fiscal year to 65.6%.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information

As for the consolidated financial results forecast, there have been revisions to the full-year consolidated financial results forecast and dividends forecast announced in the “Consolidated Financial Results for the Fiscal Year Ended February 28, 2026,” released on April 9, 2026. For details, please refer to the “Notice Concerning Revisions to the Consolidated Financial Results Forecast and the Dividend Forecast (Increase in Dividends),” released today.

2. Semi-annual Consolidated Financial Statements and Primary Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of February 28, 2026	As of August 31, 2026
Assets		
Current assets		
Cash and deposits	24,283	26,458
Notes and accounts receivable - trade, and contract assets	28,258	29,570
Electronically recorded monetary claims - operating	1,582	1,739
Merchandise and finished goods	28,601	30,190
Work in process	3,693	3,903
Raw materials and supplies	12,761	14,118
Other	3,595	4,252
Allowance for doubtful accounts	(279)	(286)
Total current assets	102,496	109,945
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,177	8,249
Machinery, equipment and vehicles, net	1,207	1,353
Land	3,682	3,686
Construction in progress	476	631
Other, net	4,414	4,478
Total property, plant and equipment	17,957	18,400
Intangible assets		
Goodwill	695	578
Software	5,690	5,618
Other	258	256
Total intangible assets	6,644	6,453
Investments and other assets		
Investment securities	7,066	7,976
Retirement benefit asset	2,436	2,487
Deferred tax assets	3,474	3,014
Other	1,304	1,292
Allowance for doubtful accounts	(16)	(16)
Total investments and other assets	14,266	14,754
Total non-current assets	38,868	39,608
Total assets	141,364	149,553

(Millions of yen)

	As of February 28, 2026	As of August 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,575	6,594
Electronically recorded obligations - operating	6,032	6,854
Short-term borrowings	200	200
Current portion of long-term borrowings	1,403	2,201
Income taxes payable	3,536	3,644
Contract liabilities	3,863	4,814
Provision for bonuses	3,174	2,712
Provision for product warranties	897	725
Other	7,636	6,832
Total current liabilities	34,320	34,577
Non-current liabilities		
Long-term borrowings	10,300	9,300
Deferred tax liabilities	334	254
Retirement benefit liability	3,364	3,383
Lease liabilities	2,332	2,536
Other	940	953
Total non-current liabilities	17,272	16,428
Total liabilities	51,592	51,006
Net assets		
Shareholders' equity		
Share capital	7,534	7,534
Capital surplus	9,338	9,358
Retained earnings	59,593	66,854
Treasury shares	(155)	(154)
Total shareholders' equity	76,310	83,593
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,414	3,964
Foreign currency translation adjustment	9,397	10,302
Remeasurements of defined benefit plans	222	241
Total accumulated other comprehensive income	13,035	14,508
Non-controlling interests	426	444
Total net assets	89,772	98,546
Total liabilities and net assets	141,364	149,553

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income
(Semi-annual Consolidated Statement of Income)

(Millions of yen)

	For the six months ended August 31, 2025	For the six months ended August 31, 2026
Net sales	68,653	79,917
Cost of sales	39,119	43,975
Gross profit	29,534	35,942
Selling, general and administrative expenses	20,230	23,075
Operating profit	9,303	12,866
Non-operating income		
Interest income	123	145
Dividend income	103	164
Share of profit of entities accounted for using equity method	152	162
Foreign exchange gains	201	107
Subsidy income	277	142
Other	190	399
Total non-operating income	1,048	1,122
Non-operating expenses		
Interest expenses	117	114
Other	64	92
Total non-operating expenses	182	206
Ordinary profit	10,169	13,781
Extraordinary income		
Gain on sale of non-current assets	6	24
Gain on step acquisitions	71	-
Gain on bargain purchase	30	-
Other	1	-
Total extraordinary income	109	24
Extraordinary losses		
Impairment losses	15	26
Other	2	-
Total extraordinary losses	18	26
Profit before income taxes	10,260	13,779
Income taxes - current	1,779	3,630
Income taxes - deferred	(1,744)	158
Total income taxes	35	3,789
Profit	10,225	9,990
Profit attributable to non-controlling interests	34	42
Profit attributable to owners of parent	10,190	9,948

(Semi-annual Consolidated Statement of Comprehensive Income)

(Millions of yen)

	For the six months ended August 31, 2025	For the six months ended August 31, 2026
Profit	10,225	9,990
Other comprehensive income		
Valuation difference on available-for-sale securities	304	549
Foreign currency translation adjustment	(599)	879
Remeasurements of defined benefit plans, net of tax	71	18
Share of other comprehensive income of entities accounted for using equity method	18	47
Total other comprehensive income	(204)	1,495
Comprehensive income	10,020	11,486
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,003	11,421
Comprehensive income attributable to non-controlling interests	17	64

(3) Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended August 31, 2025	For the six months ended August 31, 2026
Cash flows from operating activities		
Profit before income taxes	10,260	13,779
Depreciation	1,836	2,037
Impairment losses	15	26
Amortization of goodwill	72	120
Loss (gain) on sale of property, plant and equipment	(4)	(24)
Interest and dividend income	(226)	(309)
Interest expenses	117	114
Loss (gain) on sale of investment securities	(1)	-
Gain on bargain purchase	(30)	-
Subsidy income	(277)	(142)
Decrease (increase) in accounts receivable - trade, and contract assets	158	(1,256)
Decrease (increase) in inventories	67	(2,706)
Increase (decrease) in trade payables	(1,989)	(435)
Increase (decrease) in contract liabilities	223	855
Other, net	(928)	(2,079)
Subtotal	9,294	9,979
Interest and dividends received	308	460
Interest paid	(94)	(114)
Income taxes refund (paid)	(1,278)	(3,503)
Subsidies received	277	142
Net cash provided by (used in) operating activities	8,506	6,964
Cash flows from investing activities		
Payments into time deposits	(899)	(0)
Proceeds from withdrawal of time deposits	1,136	263
Purchase of property, plant and equipment	(1,110)	(1,170)
Purchase of intangible assets	(1,095)	(934)
Proceeds from purchase of investments in capital of subsidiaries resulting in change in scope of consolidation	1,759	-
Other, net	(125)	(74)
Net cash provided by (used in) investing activities	(334)	(1,917)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(3,600)	-
Proceeds from long-term borrowings	1,000	-
Repayments of long-term borrowings	(1,002)	(201)
Dividends paid	(2,369)	(2,686)
Repayments of lease liabilities	(328)	(257)
Other, net	(35)	(42)
Net cash provided by (used in) financing activities	(6,337)	(3,188)
Effect of exchange rate change on cash and cash equivalents	(343)	547
Net increase (decrease) in cash and cash equivalents	1,491	2,405
Cash and cash equivalents at beginning of period	15,413	23,544
Cash and cash equivalents at end of period	16,905	25,949

(4) Notes to Semi-annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Notes on Semi-annual Consolidated Statement of Cash Flows)

(Major breakdown of assets and liabilities of the company that has become a consolidated subsidiary company as a result of purchase of investments in capital)

For the six months ended August 31, 2025 (from March 1, 2025 to August 31, 2025)

A breakdown of assets and liabilities of FURUNO NAVIGATION TECHNOLOGY (SHANGHAI) CO., LTD., which has become a consolidated subsidiary company as a result of purchase of investments in capital, as of the beginning of the consolidation and relation thereof to proceeds from purchase (net) are as follows:

	(Millions of yen)
Current assets	2,360
Non-current assets	3
Current liabilities	(1,903)
Negative goodwill	(30)
Non-controlling interests	(46)
Cost of purchase of investments in capital	383
Cost of purchase prior to the acquisition of control	(98)
Gain on step acquisitions	(71)
Advance payments included in the cost of purchase	(62)
Contingent consideration	104
Cash and cash equivalents	(2,014)
Difference: Proceeds from purchase (net)	1,759

For the six months ended August 31, 2026 (from March 1, 2026 to August 31, 2026)

Not applicable.

(Segment information, etc.)

[Segment information]

For the six months ended August 31, 2025 (from March 1, 2025 to August 31, 2025)

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statement of Income (Note 3)
	Marine Business	Industrial Business	Wireless LAN /Handheld Terminal Business	Total				
Net sales								
Net sales to external customers	59,982	6,958	1,561	68,502	150	68,653	—	68,653
Inter-segment net sales or transfers	107	14	204	326	296	623	(623)	—
Total	60,090	6,973	1,766	68,829	446	69,276	(623)	68,653
Segment profit (loss)	9,517	187	9	9,714	(88)	9,626	(323)	9,303

Notes: 1. “Others” refer to business segments that are not attributable to any reportable segment, including the electromagnetic environment testing business.

2. The segment profit (loss) adjustment amount is the result of elimination of intersegment transactions.

3. Segment profit (loss) is adjusted based on operating profit reported in the Semi-annual Consolidated Statement of Income.

For the six months ended August 31, 2026 (from March 1, 2026 to August 31, 2026)

1. Information on net sales and profit (loss) by reportable segment

(Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in Semi-annual Consolidated Statement of Income (Note 3)
	Marine Business	Industrial Business	Wireless LAN /Handheld Terminal Business	Total				
Net sales								
Net sales to external customers	67,794	9,342	2,643	79,780	137	79,917	—	79,917
Inter-segment net sales or transfers	71	51	249	372	365	738	(738)	—
Total	67,866	9,393	2,892	80,153	503	80,656	(738)	79,917
Segment profit (loss)	12,212	822	356	13,391	(40)	13,351	(484)	12,866

Notes: 1. “Others” refer to business segments that are not attributable to any reportable segment, including the electromagnetic environment testing business.

2. The segment profit (loss) adjustment amount is the result of elimination of intersegment transactions.

3. Segment profit (loss) is adjusted based on operating profit reported in the Semi-annual Consolidated Statement of Income.