Consolidated Financial Results for the Three Months Ended June 30, 2026 (1Q of FY March 2027, IFRS)

* Please note this document is a translation of the original Japanese document "Consolidated Financial Results for the Three Months Ended June 30, 2026 (Kessan Tanshin)" 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.

August 10, 2026

Company Name	erex Co., Ltd.			Listing Market: Tokyo Stock Exchange
Stock Code	9517	URL: https://www.erex.co.jp/en/ir/		
Representative Director	(Title)	Representative Director and President	(Name) Hitoshi Honna	
Contact	(Title)	Executive Director	(Name) Tomoki Kakuta	TEL +81-3-3243-1167
Scheduled Date to Start Dividend Payment	-			

Preparation of Supplementary Material on Financial Results: Yes

Holding of Financial Results Meeting: Yes

(Rounded down to the nearest million Japanese Yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 – June 30, 2026)

(1) Consolidated Operating Results (Cumulative) (% shows year-over-year changes)

	Net Sales		Operating Income		Income before Income Taxes		Quarterly Net Income	
Three Months Ended	JPY million	%	JPY million	%	JPY million	%	JPY million	%
June 30, 2026	48,540	31.0	631	△56.6	1,243	132.3	850	-
June 30, 2025	37,047	10.8	1,453	△24.0	535	△83.0	△80	-

	Quarterly Net Income Attributable to the Owners of the Parent Company		Quarterly Comprehensive Income		Quarterly Net Income per Share (EPS, Basic)	Quarterly Net Income per Share (EPS, Diluted)
Three Months Ended	JPY million	%	JPY million	%	JPY	JPY
June 30, 2026	857	-	2,801	-	10.99	-
June 30, 2025	△135	-	△888	-	△1.74	-

(Note) Diluted EPS for the 1Q of FY March 2026 and the 1Q of FY March 2027 is not stated, as there are no dilutive shares having dilutive effects.

(2) Consolidated Financial Position

	Total Assets	Total Equity	Equity Attributable to the Owners of the Parent Company	Ratio of Equity Attributable to the Owners of the Parent Company to Total Assets
	JPY million	JPY million	JPY million	%
June 30, 2026	173,776	76,535	70,711	40.7
March 31, 2026	170,095	77,663	70,388	41.4

2. Dividend

	Annual Dividend				
	1Q	2Q	3Q	4Q	Total
	JPY	JPY	JPY	JPY	JPY
Fiscal Year Ended March 31, 2026	―	0.00	―	22.00	22.00
Fiscal Year Ending March 31, 2027	―				
Fiscal Year Ending March 31, 2027 (Forecasts)		0.00	―	22.00	22.00

(*Note) Changes from the most recently announced dividend forecasts: No

3. Financial Forecasts for the Fiscal Year Ending March 31, 2027 (April 1, 2026 – March 31, 2027)

(% shows year-over-year changes)

	Net Sales		Operating Income		Pre-Tax Income		Net Income Attributable to the Owners of the Parent Company		Net Income per Share (EPS, Basic)
	JPY million	%	JPY million	%	JPY million	%	JPY million	%	JPY
Full Year	240,693	42.3	7,807	3.8	9,286	3.5	5,409	1.4	69.32

(*Note 1) Changes from the most recently announced financial forecasts: No
(*Note 2) Interim financial forecasts are not provided because financial numbers are internally managed on an annual basis. For details, please see “1. Summary of Operating Results, etc., (3) Explanations on the Forward-Looking Statements including Financial Forecasts” on page 3 of the appendix.

(*Notes)
(1) Important changes in the scope of consolidation during the three months ended June 30, 2026: No

(2) Changes in accounting policies and changes in accounting estimates
① Changes in accounting policies as required by IFRS: No
② Changes in accounting policies other than ① above: No
③ Changes in accounting estimates: No

(3) The Number of Issued and Outstanding Shares (Common Shares)

① Number of Issued and Outstanding Shares (Including Treasury Stocks) at the End of the Period	As of June 30, 2026	78,161,608 shares	As of March 31, 2026	78,161,608 shares
② Number of Treasury Stocks at the End of the Period	As of June 30, 2026	134,930 shares	As of March 31, 2026	134,930 shares
③ Average Number of Shares during the Period	3 Months ended June 30, 2026	78,026,678 shares	3 Months ended June 30, 2025	77,924,105 shares

(*) Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditing firm: No

(*) Explanations regarding the appropriate use of financial forecasts and other special instructions
(Cautions regarding forward looking statements)
Forward looking statements included in this document, including financial forecasts, are based on information that is currently available to management of erex Co., Ltd. and certain assumptions that are judged to be reasonable, and are not intended to guarantee the achievement of these financial forecasts. Actual results may be significantly different from these financial forecasts due to various factors.

(Supplementary Materials)
Supplementary materials will be posted on the website of erex (https://www.erex.co.jp/ir/) on the same day.

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1. Summary of Operating Results, etc.

(1) Summary of Operating Results for the Current Quarter

During the first quarter of the current consolidated fiscal year, significant fluctuations in energy prices, driven by geopolitical risks including the blockade of the Strait of Hormuz, affected the business performance of erex Group. Meanwhile, the trend toward decarbonization, which is critical to erex Group’s business in the mid/long-term, continues both domestically and internationally.

Under these circumstances, the consolidated financial results for the first quarter of the current consolidated fiscal year were as follows: net sales were 48,540 million yen (up 31.0% year-on-year), cost of sales was 44,801 million yen (up 35.1% year-on-year), and gross profit was 3,738 million yen (down 3.7% year-on-year). Selling, general, and administrative expenses totaled 2,818 million yen (up 2.1% year-on-year), resulting in operating income of 631 million yen (down 56.6% year-on-year) and quarterly net income of 850 million yen (as compared to quarterly net loss of 80 million yen in the same period last year).

The following is an explanation of the situation by business.

In the power retail business, erex Group's sales subsidiaries, Evergreen Marketing Co., Ltd. and Evergreen Retailing Co., Ltd. play a central role, while Okinawa Gas New Power Co., Ltd. and e-sell Co., Ltd. are also engaged in sales activities. In the high-voltage sector, although the pace of customer acquisition slowed due to significant fluctuations in market prices, power sales volume reached 664 million kWh (up 5.3% year-on-year) due to an increase in contracted capacity. Combined with rising electric power prices, net sales totaled 14,967 million yen (up 21.8% year-on-year). In the low-voltage sector, continuing the efforts from the previous fiscal year to acquire new customers through the utilization of real estate channels and other means, the number of supply contracts increased by 1.9% as compared to the end of the fiscal year ended March 2026, reaching 273,000. On the other hand, power sales volume decreased to 227 million kWh (down 2.2% year-on-year) due to a decline in the average power sales volume per contract. Net sales amounted to 7,952 million yen (up 9.4% year-on-year) due to rising electric power prices.

In the trading business, erex Group continued to pursue a strategy of procuring power based on reasonable volume and price in relation to fixed retail sales volume each time as it did last year. During the current quarter, against the backdrop of significant fluctuations in energy prices caused by the blockade of the Strait of Hormuz, there was a substantial increase in transactions supporting 3rd party companies’ procurement and sales through the Japan Electric Power Exchange (JEPX). In addition, rising electric power prices contributed to net sales exceeding that of the same period last year. Furthermore, by leveraging the trading expertise cultivated through JEPX transactions, PPA transactions with 3rd party companies, and power derivative transactions for the retail business, erex Group continued to develop and offer retail sales plans, including fixed-price plans, that meet customer needs even amidst significant market price volatility, thereby contributing to the expansion of erex Group's retail sales.

In the power generation business, the Saiki, Buzen, Ofunato, and Nakagusuku Power Plants generally operated steadily. Compared to the same period last year, net sales decreased due to the impact of extended maintenance periods at the Saiki and Nakagusuku Biomass Power Plants; however, profits increased due to a reduction in selling, general, and administrative expenses. The Itoigawa Power Plant continues to remain suspended in fiscal year 2026, taking into account electric power market prices and other factors.

In the fuel business, sales grew due to steady sales to the Saiki, Buzen, Ofunato, and Nakagusuku Power Plants, as well as increased sales to 3rd party companies’ biomass power plants.

In the overseas business, the operation rate at the Hau Giang Biomass Power Plant (*) in Vietnam exceeded 80%, and the pellet factory also shipped products to domestic biomass power plants; as a result, sales for the current first quarter (three-month) exceeded the full-year results for fiscal year 2025. Furthermore, regarding the construction of the hydroelectric power plant in Cambodia, dam impoundment started in early June, and progress is proceeding steadily toward the scheduled start of operations in January 2027.

In addition to the above, two biomass power plants (*) are under construction in Vietnam, scheduled to start operations during fiscal year 2027, and in Cambodia, erex Group is working on the development of a combined biomass and solar power plant, also scheduled to start operations during fiscal year 2027.

(*) These three power plants were selected for Financing Programme for Joint Crediting Mechanism (JCM) Model Projects. Ministry of the Environment, Japan has been implementing the “JCM Model Projects,” which provides financial supports covering up to half of the initial investment costs. The purpose of this model projects is to financially support the implementation of projects which reduce GHG emissions by utilizing leading decarbonizing technologies in developing countries, and in return, to acquire JCM credits for achievement of Japan’s GHG emission reduction and the partner countries’ emission reduction target. This project is being implemented with the cooperation of the Vietnamese and Japanese governments. For the Hau Giang Biomass Power Plant, the announcement was made on July 1, 2022. For the two biomass power plants in northern Vietnam, the announcement was made on March 22, 2024.

(2) Summary of Financial Position for the Current Quarter

(Assets)

Current assets as of the end of the first quarter of the current consolidated fiscal year were 64,329 million yen, an increase of 505 million yen as compared to the end of the previous consolidated fiscal year. This was primarily due to increases in trade and other receivables, as well as inventory, despite decreases in cash and cash equivalents and other financial assets (current). Non-current assets totaled 109,447 million yen, an increase of 3,176 million yen as compared to the end of the previous consolidated fiscal year. This was primarily due to increases in property, plant, and equipment, and other financial assets (non-current).

As a result, total assets amounted to 173,776 million yen, an increase of 3,681 million yen as compared to the end of the previous consolidated fiscal year.

(Liabilities)
Current liabilities as of the end of the first quarter of the current consolidated fiscal year totaled 54,232 million yen, an increase of 9,889 million yen as compared to the end of the previous consolidated fiscal year. This was primarily due to increases in trade and other liabilities, as well as corporate bonds and borrowings (current), despite a decrease in income taxes payable. Non-current liabilities totaled 43,009 million yen, a decrease of 5,079 million yen as compared to the end of the previous consolidated fiscal year. This was primarily due to a decrease in corporate bonds and borrowings (non-current), despite an increase in deferred tax liabilities.

As a result, total liabilities amounted to 97,241 million yen, an increase of 4,810 million yen as compared to the end of the previous consolidated fiscal year.

(Equity)
Total equity as of the end of the first quarter of the current consolidated fiscal year was 76,535 million yen, a decrease of 1,128 million yen as compared to the end of the previous consolidated fiscal year. This was primarily due to a decrease in retained earnings resulting from dividend payments and a decrease in non-controlling interests, despite an increase in other components of equity.

As a result, the ratio of equity attributable to the owners of the parent company was 40.7%.

(3) Forward-Looking Statements Including Consolidated Financial Forecasts
There is no change to the financial forecasts that were announced in the “Notice Regarding Revision of Full-Year Consolidated Financial Forecasts for the Fiscal Year Ending March 2027 and Consolidated Financial Outlook for the First Quarter of the Fiscal Year Ending March 2027” dated July 15, 2026. The financial forecasts that were announced on July 15, 2026 are based on the information available to erex Group at the time of the announcement, and include uncertainties. Actual results may be different from these financial forecasts due to various factors.

2. Condensed Quarterly Consolidated Financial Statements and Important Notes

(1) Condensed Quarterly Consolidated Statements of Financial Position

	Previous Consolidated Fiscal Year (March 31, 2026)	1Q of Current Consolidated Fiscal Year (June 30, 2026)
	JPY million	JPY million
Assets		
Current Assets		
Cash and Cash Equivalents	27,569	25,491
Trade and Other Receivables	27,647	30,383
Inventory	2,545	3,912
Other Financial Assets	3,635	2,142
Income Taxes Receivable	102	162
Other Current Assets	2,322	2,235
Total Current Assets	63,824	64,329
Noncurrent Assets		
Property, Plant and Equipment	43,551	45,055
Right-of-Use-Assets	1,197	1,105
Goodwill	708	708
Intangible Assets	1,486	1,525
Investments Accounted for Using the Equity Method	9,750	9,710
Other Financial Assets	46,633	48,153
Deferred Tax Assets	67	104
Other Noncurrent Assets	2,876	3,081
Total Noncurrent Assets	106,271	109,447
Total Assets	170,095	173,776

(Continued on the following page.)

	Previous Consolidated Fiscal Year (March 31, 2026)	1Q of Current Consolidated Fiscal Year (June 30, 2026)
	JPY million	JPY million
Liabilities and Equity		
Liabilities		
Current Liabilities		
Trade and Other Payables	14,093	19,164
Bonds and Borrowings	19,996	26,837
Lease Liabilities	358	303
Other Financial Liabilities	1,848	1,637
Income Taxes Payable	2,405	478
Allowances	93	44
Other Current Liabilities	5,548	5,766
Total Current Liabilities	44,342	54,232
Noncurrent Liabilities		
Bonds and Borrowings	34,462	28,935
Lease Liabilities	1,022	982
Other Financial Liabilities	716	744
Retirement Benefit Liabilities	949	958
Allowances	3,919	3,940
Deferred Tax Liabilities	5,786	6,228
Other Noncurrent Liabilities	1,231	1,219
Total Noncurrent Liabilities	48,088	43,009
Total Liabilities	92,431	97,241
Equity		
Common Stock	18,381	18,381
Capital Surplus	18,119	18,189
Retained Earnings	20,517	19,638
Treasury Stock	△113	△113
Other Components of Equity	13,483	14,614
Equity Attributable to the Owners of the Parent Company	70,388	70,711
Non-Controlling Interests	7,274	5,823
Total Equity	77,663	76,535
Total Liabilities and Equity	170,095	173,776

(2) Condensed Quarterly Consolidated Statements of Income and Condensed Quarterly Consolidated Statements of Comprehensive Income

(Condensed Quarterly Consolidated Statements of Income)

	1Q of Previous Consolidated Fiscal Year (April 1, 2025 - June 30, 2025)	1Q of Current Consolidated Fiscal Year (April 1, 2026 - June 30, 2026)
	JPY million	JPY million
Net Sales	37,047	48,540
Cost of Sales	33,167	44,801
Gross Profit	3,880	3,738
Selling, General, and Administrative Expenses	2,759	2,818
Other Revenues	400	212
Other Expenses	68	501
Operating Income	1,453	631
Financial Income	173	854
Financial Expenses	1,014	211
Share of Profit/Loss(△) of Investments Accounted for Using the Equity Method	△77	△31
Pre-Tax Income	535	1,243
Income Taxes	615	392
Quarterly Net Income/Loss(△)	△80	850
Quarterly Net Income/Loss(△) Attributable to		
Owners of the Parent Company	△135	857
Non-Controlling Interests	55	△6
Quarterly Net Income/Loss(△)	△80	850
Net Income/Loss(△) Per Share, Basic	△1.74	10.99
Net Income/Loss(△) Per Share, Diluted	-	-

(Note) Diluted EPS for the 1Q of FY March 2026 and the 1Q of FY March 2027 is not stated, as there are no dilutive shares having dilutive effects.

(Condensed Quarterly Consolidated Statements of Comprehensive Income)

	1Q of Previous Consolidated Fiscal Year (April 1, 2025 - June 30, 2025)	1Q of Current Consolidated Fiscal Year (April 1, 2026 - June 30, 2026)
	JPY million	JPY million
Quarterly Net Income/Loss(△)	△80	850
Other Comprehensive Income		
Items that will not be Reclassified to Profit or Loss		
Financial Assets at Fair Value through Other Comprehensive Income	324	1,379
Total of Items that will not be Reclassified to Profit or Loss	324	1,379
Items that may be Reclassified Subsequently to Profit or Loss		
Cash Flow Hedges	△563	234
Exchange Differences on Translating Foreign Operations	△579	345
Share of Other Comprehensive Income of Investments Accounted for Using the Equity Method	10	△9
Total of Items that may be Reclassified Subsequently to Profit or Loss	△1,132	571
Total Other Comprehensive Income, Net of Tax	△807	1,951
Quarterly Comprehensive Income/Loss(△)	△888	2,801
Quarterly Comprehensive Income/Loss(△) Attributable to		
Owners of the Parent Company	△900	2,804
Non-Controlling Interests	△11	△2
Quarterly Comprehensive Income/Loss(△)	△888	2,801

(3) Notes to Condensed Quarterly Consolidated Financial Statements

(Basis of Preparation)

The condensed quarterly consolidated financial statements of erex Group are prepared in accordance with Article 5, Paragraph 2 of the Standards for Preparation of Quarterly Financial Statements, etc. of Tokyo Stock Exchange, Inc. (however, the omission of a statement as stipulated in Article 5, Paragraph 5 of the Standards for Preparation of Quarterly Financial Statements, etc. is applied).

(Segment Information)

1Q of the previous consolidated fiscal year (April 1, 2025 - June 30, 2025) and 1Q of the current consolidated fiscal year (April 1, 2026 - June 30, 2026)

erex Group's reportable segments are components of erex Group for which separate financial information is available and are subject to periodic review by the board of directors for the purpose of determining the allocation of management resources and evaluating business performance.

Since erex Group consists of a single segment, primarily engaged in the electric power business, the statement by reportable segment has been omitted.

(Notes in Case of Significant Changes in the Amount of Equity Attributable to Owners of the Parent Company)

Not applicable.

(Notes Related to Going Concern Assumptions)

Not applicable.

(Notes to Condensed Quarterly Consolidated Statements of Cash Flows)

No condensed quarterly consolidated statements of cash flows have been prepared for the 1Q of the current consolidated fiscal year. Depreciation and amortization expenses for the 1Q are as follows.

	1Q of Previous Consolidated Fiscal Year (April 1, 2025 - June 30, 2025)	1Q of Current Consolidated Fiscal Year (April 1, 2026 - June 30, 2026)
	JPY million	JPY million
Depreciation & Amortization Expenses	937	957

(Notes Regarding Significant Subsequent Events)

(Issuance of Domestic Unsecured Straight Bonds)

At the board of directors meeting held on August 10, 2026, erex Group resolved to issue domestic unsecured straight bonds.

(1)	Type of bonds	Domestic unsecured straight bonds
(2)	Maximum total issuance amount	Up to 10 billion yen
(3)	Maturity	Within 5 years
(4)	Issuance period	From September 15, 2026, to December 15, 2026
(5)	Issue price	100 yen per 100 yen of the principal amount of each bond
(6)	Interest rate	Fixed rate: Yield on outstanding government bonds of the same maturity plus up to 3% Floating rate: Benchmark interest rate (e.g., the interbank interest rate) plus up to 3%
(7)	Redemption method	Lump-sum redemption at maturity
(8)	Use of proceeds	Funds for the redemption of the 1st publicly offered unsecured straight bonds, working capital, and funds for growth investments, including future investments related to renewable energy