Financial Results Summary for the Three-Month Period Ended June 30, 2026 [Japanese GAAP] (Consolidated)

August 6, 2026

Listed company: Fukoku Co., Ltd. Exchange listed on: Tokyo Stock Exchange
Securities code: 5185 URL https://www.fukoku-rubber.co.jp/
Representative: (Title) President & CEO (Name) Ikuo Oshiro
Contact: (Title) Director & Corporate Officer, CFO (Name) Yoshisuke Matsuoka (TEL) 048-615-4400

Scheduled commencement date of dividends payment: -
Preparation of supplementary material on financial results : None
Holding of financial results briefing : None

(Amounts rounded down to the nearest millions of yen.)

1. Consolidated Financial Results for the Three-Month Period Ended June 30, 2026 (From April 1, 2026 to June 30, 2026)

(1) Consolidated Operating Results (cumulative) (Percentages represent year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2026	23,358	2.8	1,515	51.4	1,578	71.9	999	102.8
Three months ended June 30, 2025	22,720	2.2	1,000	2.1	917	-28.8	493	-33.2

(Note) Comprehensive income Three months ended June 30, 2026 1,040 million yen (–%)
Three months ended June 30, 2025 -1,247 million yen (–%)

	Profit per share	Profit per share – diluted
	yen	yen
Three months ended June 30, 2026	70.31	-
Three months ended June 30, 2025	30.59	-

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
Three months ended June 30, 2026	81,625	44,181	50.6
As of March 31, 2026	81,686	43,805	50.0

(Reference) Shareholders' equity Three months ended June 30, 2026 41,265 million yen
As of March 31, 2026 40,869 million yen

2. Dividends

	Annual dividends				
	End of Q1	End of Q2	End of Q3	End of Q4	Total
	yen	yen	yen	yen	yen
As of March 31, 2026	-	42.50	-	42.50	85.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (forecast)		50.00	-	50.00	100.00

(Note) Revision of the dividends forecast released most recently : None

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages represent year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	85,000	-5.6	3,300	-13.3	3,300	-14.6	2,300	100.9	161.72

(Note) Revision of the consolidated results forecast released most recently : None

* Notes

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

(2) Adoption of special accounting procedures used in preparation of the quarterly consolidated financial statements : Yes

(Note) For details, please see “(3) Notes to quarterly consolidated financial statements (Adoption of special accounting procedures used in preparation of the quarterly consolidated financial statements)” in “2. Quarterly Consolidated Financial Statements and Key Notes” on page 8 of the attachments.

(3) Change in accounting policies or estimates and retrospective restatements

(i) Change in accounting policies in accordance with revision of accounting standards : None

(ii) Change in accounting policies other than item i) above : None

(iii) Change in accounting estimates : None

(iv) Retrospective restatements : None

(4) Number of shares issued (common shares)

(i) Number of shares issued at the end of the period (including treasury shares)	As of June 30, 2026	15,909,130 shares	As of March 31, 2026	15,909,130 shares
(ii) Number of treasury shares at the end of the period	As of June 30, 2026	1,686,762 shares	As of March 31, 2026	1,686,762 shares
(iii) Average number of shares issued during the period (cumulative from the beginning of the fiscal year)	As of June 30, 2026	14,222,368 shares	As of June 30, 2025	16,119,388 shares

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

* Explanation of appropriate use of operating results forecasts and other special notes

Any forward-looking statements, such as the financial results outlook, included in this material are based on information the Company presently has and certain assumptions the Company considers reasonable, and they do not constitute a promise that the Company will achieve them. In addition, the actual financial results may differ significantly due to various factors. For assumptions for operating results forecasts and points to consider in utilizing them, please see “(3) Explanation of future forecast information such as consolidated financial results forecasts” in “1. Overview of Operating Results, etc.” on page 3 of the attachments.

* This document is an English translation of a statement initially written in Japanese. The Original Japanese document should be considered as the primary version.

〇 Table of Contents of Attachments

1. Overview of Operating Results, etc.

(1) Overview of operating results for the period under review

During the three months period under review, supported by improved employment and income conditions and various government policies, the Japanese economy maintained a course of moderate recovery. Nevertheless, the economic outlook remains uncertain, requiring close monitoring of rising geopolitical risks, including escalating tensions in the Middle East, rising energy and raw material prices driven by exchange rate fluctuations, US trade policies, developments in the Chinese economy, and other factors.

For the automotive industry, regional trends diverged, with production volumes remaining firm in Japan, while in China, signs of slowing growth began to emerge following the previous upward trend. While demand for electric vehicles is expected to grow over the medium to long term, this sector is entering an adjustment phase due in part to the effects of policy changes, thus we intend to monitor market trends closely.

For the three months ended June 30, 2026, due to steady sales in the Functional Parts Business, Life Science Business, and Hose Business, consolidated net sales increased 2.8% year on year to 23,358 million yen. Operating profit was up 51.4% year on year to 1,515 million yen, with ordinary profit up 71.9% to 1,578 million yen. Key contributing factors included net sales growth, efforts to overcome the impact of higher raw material and labor costs through productivity improvements and streamlining, and reflecting these costs in selling prices. Profit attributable to owners of the parent increased 102.8% to 999 million yen.

The Group’s business performance by segment is as follows.

Functional Parts Business

Net sales grew 7.8% year on year to 11,182 million yen due to steady orders from Chinese-affiliated wiper manufacturers, a segment we have been focusing sales expansion efforts on, as well as firm orders for thermally conductive gap fillers designed for electric vehicles. Net sales growth and success in mitigating the impact of rising raw material and labor costs through the effects of reducing loss-making and low-profit products, price optimization efforts, and productivity improvements boosted segment profit 28.0% year on year to 1,409 million yen.

Anti-Vibration Parts Business

Net sales fell 1.4% year on year to 9,667 million yen due to the impact of the change in the closing date of Fukoku India Private Limited from the first quarter of the previous consolidated year. (*For details, please see “(3) Notes to quarterly consolidated financial statements (Adoption of special accounting procedures used in preparation of the quarterly consolidated financial statements)” in “2. Quarterly Consolidated Financial Statements and Key Notes” on page 8 of the attachments.) However, while this change resulted in a negative impact of 548 million yen on net sales in the Anti-Vibration Parts Business, net sales actually increased on an underlying basis due to steady orders for products for construction machinery and semiconductor manufacturing equipment. Segment income rose 24.7% year on year to 867 million yen due to success in mitigating the impact of rising costs for materials for metal parts and labor costs through the effects of cost reduction efforts, price optimization efforts, and productivity improvements, while net sales remained largely unchanged year on year.

Life Science Business

Net sales grew 5.0% year on year to 274 million yen based on steady orders for bio-related products. Segment income increased 0.2% year on year to 62 million yen due mainly to the increase in net sales.

Metal Business

Net sales declined 20.7% year on year to 955 million yen as we proceeded to concentrate efforts on selected businesses to boost profitability. Segment income fell 10.1% year on year to 27 million yen, resulting from increased depreciation expenses associated with strategic investments in the construction machinery business targeting new growth following the completion of the business shift, although profitability improved through the withdrawal from unprofitable parts.

Hose Business

Net sales rose 15.5% year on year to 1,481 million yen due to steady orders of products for commercial vehicles. Segment profit rose 100.6% year on year to 218 million yen due to net sales growth and success in mitigating the impact of rising raw material and labor costs through productivity improvements, streamlining efforts, and sales price adjustments.

(2) Overview of financial position for the period under review

Total assets as of June 30, 2026, stood at 81,625 million yen, 60 million yen lower than at the end of the previous fiscal year.

Current assets declined 594 million yen from the end of the previous fiscal year to 47,448 million yen, due primarily to the decrease in cash and deposits due to repayment of borrowings.

Non-current assets rose 533 million yen from the end of the last fiscal year to 34,177 million yen, due primarily to an increase in machinery, equipment and transportation equipment.

Liabilities totaled 37,444 million yen, 437 million yen lower than at the end of the previous fiscal year, due primarily to reduced borrowings.

Net assets totaled 44,181 million yen, an increase of 376 million yen from the end of the previous fiscal year. This increase was primarily attributable to increased retained earnings.

As a result, the shareholders' equity ratio came to 50.6%, up 0.6 percentage points from the end of the previous fiscal year.

(3) Explanation of future forecast information such as consolidated financial results forecasts

While the economy is expected to maintain a course of moderate recovery due to improvements in employment and income conditions and the effects of various government policies, the outlook is expected to remain uncertain, requiring close monitoring of escalating geopolitical risks, particularly tensions in the Middle East, rising energy and raw material prices driven by exchange rate fluctuations, US trade policies, trends in the Chinese economy, and other factors.

In the automotive industry, production volumes are expected to continue to recover at a steady pace, with figures varying from region to region. While electric vehicle adoption is expected to continue over the medium to long term, the market is currently entering an adjustment phase, thus we intend to closely monitor future market trends.

During the three months ended June 30, 2026, the Group's performance remained firm in terms of both net sales and profit. However, rising raw material and energy prices and lower capacity utilization, among other factors, against the backdrop of the recent escalation of tensions in the Middle East are expected to affect performance from the six months ending September 30, 2026 onward.

Accordingly, the consolidated earnings forecasts for the fiscal year ending March 31, 2027 remain unchanged from the figures announced on May 15, 2026.

As stated in the "Notice Concerning Withdrawal of Financial Targets for the Final Fiscal Year of the Medium-Term Management Plan" announced on May 15, 2026, under these circumstances, the Fukoku Group has positioned "Building a Robust Business Foundation for Sustainable Growth" as its highest priority and pursue transformation with a strong management commitment. Specifically, we implement the following four initiatives:

・ Enhancing earning power: Reducing loss-making and low-profit products and promoting cost reductions
・ Strengthening market strategies: Reinforcing initiatives in markets in which the Company can leverage product and market strengths
・ Enhancing manufacturing capabilities: Transforming development, production, and manufacturing processes to realize next-generation production methods
・ Creating new businesses including the use of M&A: Promoting new businesses creation, with new electrification-related products for battery peripheral applications, the soft materials business, and including the utilization of M&A.

Building on its transformation initiatives in fiscal 2026, under the next medium-term management plan commencing in fiscal 2027, the Group will enhance profitability and capital efficiency to achieve sustainable growth and enhance corporate value, with a focus on enhancing earning power.」

Over the long term, the Company will seek to become a company that is truly admired and beloved, one that helps us move closer to a sustainable society by applying unique core technologies and providing high-value-added products and solutions.

The above forecasts represent the Company's best judgment based on information currently available. Actual results may vary from the above forecasts for various reasons.

2. Quarterly Consolidated Financial Statements and Key Notes

(1) Quarterly consolidated balance sheet

(Million yen)

	Previous fiscal year As of March 31, 2026	First quarter under review As of June 30, 2026
Assets		
Current assets		
Cash and deposits	14,327	12,943
Notes and accounts receivable - trade	20,298	21,061
Merchandise and finished goods	6,864	6,589
Work in process	1,170	1,345
Raw materials and supplies	4,045	3,964
Other	1,465	1,674
Allowance for doubtful accounts	-128	-129
Total current assets	48,043	47,448
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,690	8,676
Machinery, equipment and vehicles, net	10,322	10,431
Land	6,999	6,946
Other, net	2,810	3,144
Total property, plant and equipment	28,823	29,198
Intangible assets	1,986	2,033
Investments and other assets		
Investment securities	1,366	1,439
Other	1,917	1,970
Allowance for doubtful accounts	-450	-465
Total investments and other assets	2,833	2,945
Total non-current assets	33,643	34,177
Total assets	81,686	81,625

(Million yen)

	Previous fiscal year As of March 31, 2026	First quarter under review As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,587	5,374
Electronically recorded obligations - operating	2,705	2,567
Short-term borrowings	9,503	9,288
Income taxes payable	534	616
Provision for bonuses	911	608
Other	5,548	6,332
Total current liabilities	24,791	24,787
Non-current liabilities		
Long-term borrowings	6,944	6,391
Retirement benefit liabilities	2,058	2,078
Provision for retirement benefits for directors (and other officers)	204	197
Other	3,883	3,988
Total non-current liabilities	13,090	12,656
Total liabilities	37,881	37,444
Net assets		
Shareholders’ equity		
Share capital	1,395	1,395
Capital surplus	1,514	1,514
Retained earnings	32,653	33,048
Treasury shares	-2,266	-2,266
Total shareholders' equity	33,296	33,691
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	190	193
Deferred gains or losses on hedges	9	-61
Foreign currency translation adjustment	7,374	7,442
Total accumulated other comprehensive income	7,573	7,573
Non-controlling interests	2,935	2,916
Total net assets	43,805	44,181
Total liabilities and net assets	81,686	81,625

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

Quarterly consolidated statement of income

Three months ended June 30, 2026

(Million yen)

	Three-month period in the previous fiscal year (From April 1, 2025 to June 30, 2025)	Three-month period under review (From April 1, 2026 to June 30, 2026)
Net sales	22,720	23,358
Cost of sales	18,254	18,583
Gross profit	4,465	4,774
Selling, general and administrative expenses	3,465	3,259
Operating profit	1,000	1,515
Non-operating income		
Interest income	27	14
Dividend income	6	6
Share of profit of entities accounted for using equity method	13	34
Foreign exchange gains	-	51
Other	77	33
Total non-operating income	124	141
Non-operating expenses		
Interest expenses	48	64
Foreign exchange losses	117	-
Other	40	14
Total non-operating expenses	207	78
Ordinary profit	917	1,578
Profit before income taxes	917	1,578
Income taxes - current	374	438
Income taxes - deferred	-47	45
Total income taxes	326	484
Profit	591	1,093
Profit attributable to non-controlling interests	98	93
Profit attributable to owners of parent	493	999

Quarterly consolidated statement of comprehensive income

Three months ended June 30, 2026

(Million yen)

	Three-month period in the previous fiscal year (From April 1, 2025 to June 30, 2025)	Three-month period under review (From April 1, 2026 to June 30, 2026)
Profit	591	1,093
Other comprehensive income		
Valuation difference on available-for-sale securities	-4	2
Deferred gains or losses on hedges	28	-81
Foreign currency translation adjustment	-1,822	-7
Share of other comprehensive income of entities accounted for using equity method	-40	32
Total other comprehensive income	-1,838	-53
Comprehensive income	-1,247	1,040
Profit attributable to		
Comprehensive income attributable to owners of parent	-1,208	999
Comprehensive income attributable to non-controlling interests	-38	40

(3) Notes to quarterly consolidated financial statements

(Adoption of special accounting procedures used in preparation of the quarterly consolidated financial statements)

(Calculation of tax expenses)

With respect to tax expenses incurred by some consolidated subsidiaries, the Company reasonably estimated the effective tax rate after applying tax effect accounting to profit before income taxes in the fiscal year, including the first quarter under review, and calculated them by multiplying this estimated effective tax rate by profit before income taxes.

(Notes on segment information)

【Segment information】

I. Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information on net sales, income or loss by reporting segment

(Million yen)

	Reporting segment					Total	Adjustments (Note) 1	Quarterly consolidated statement of income amounts (Note) 2
	Functional Parts	Anti-Vibration Parts	Life Science	Metal	Hose			
Net sales								
Sales to external customers	10,179	9,801	261	1,204	1,273	22,720	-	22,720
Intersegment sales or transfer	193	3	-	-	9	206	-206	-
Total	10,373	9,804	261	1,204	1,283	22,926	-206	22,720
Segment income	1,100	695	62	30	108	1,998	-998	1,000

(Notes) 1. The adjustment of -998 million yen for segment income includes an intersegment elimination of 3 million yen and corporate expenses not allocated to any reporting segments totaling -994 million yen. Corporate expenses are primarily general and administrative expenses not attributable to any reportable segments.

2. Segment income is adjusted for consistency with the operating profit recorded in the quarterly consolidated statement of income.

2. Information on impairment loss on non-current assets and goodwill and other by reporting segment

(Matters related to the business year, etc. of consolidated subsidiary companies)

Previously, financial statements of the consolidated subsidiary Fukoku India Private Limited, whose fiscal year-end was December 31, had been used for consolidation purposes, thus necessary adjustments were made for material transactions occurring between its fiscal year-end and the consolidated fiscal year-end. However, starting with the first quarter under review, the subsidiary's fiscal year-end has been changed to March 31.

Due to this change, financial results for this subsidiary for the six-month period from January 1, 2025 to June 30, 2025, have been consolidated in the first quarter under review, and the necessary adjustments have been made via the quarterly consolidated statement of income.

As a result, for the period under review, net sales in the Functional Parts Business increased by 285 million yen, and net sales in the Anti-Vibration Parts Business increased by 548 million yen. The impact on segment income was minor.

3. Information on impairment loss on non-current assets and goodwill and other by reporting segment

Not applicable

II. Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)

1. Information on net sales, income or loss by reporting segment

(Million yen)

	Reporting segment					Total	Adjustments (Note) 1	Quarterly consolidated statement of income amounts (Note) 2
	Functional Parts	Anti-Vibration Parts	Life Science	Metal	Hose			
Net sales								
Sales to external customers	10,998	9,651	274	955	1,477	23,358	-	23,358
Intersegment sales or transfer	183	15	-	-	4	203	-203	-
Total	11,182	9,667	274	955	1,481	23,561	-203	23,358
Segment income	1,409	867	62	27	218	2,585	-1,070	1,515

(Notes) 1. The adjustment of -1,070 million yen for segment income includes an intersegment elimination of 0 million yen and corporate expenses not allocated to any reporting segments totaling -1,070 million yen. Corporate expenses are primarily general and administrative expenses not attributable to any reportable segments.

2. Segment income is adjusted for consistency with the operating profit recorded in the quarterly consolidated statement of income.

2. Notes to Changes in Reporting Segments

Not applicable

(Notes when there is a significant change in the amount of shareholders' equity)

Not applicable

(Notes on going concern assumption)

Not applicable

(Notes on statement of cash flows)

Quarterly consolidated statements of cash flows have not been prepared for three months ended June 30, 2026.

Depreciation and amortization expense (including amortization of intangible assets excluding goodwill) for three month ended June 30 was as follows:

	Three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)	Three months ended June 30, 2026 (from April 1, 2026 to June 30, 2026)
Depreciation and amortization expense	1,312 million yen	1,240 million yen