July 10, 2026

Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending August 31, 2026 (Nine Months Ended May 31, 2026)

[Japanese GAAP]

Company name: KOSHIDAKA HOLDINGS Co., LTD. Listing: Tokyo Stock Exchange
Stock code: 2157 URL: https://www.koshidakaholdings.co.jp/en/
Representative: Hiroshi Koshidaka, Representative Director and President
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Tel: +81-570-666-425
Scheduled date of payment of dividend: -
Preparation of supplementary materials for financial results: Yes
Holding of financial results meeting: None

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for Third Quarter Ended May 31, 2026 (Sep. 1, 2025 – May 31, 2026)

(1) Consolidated results of operations (Percentages are year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended May 31, 2026	59,354	15.6	7,571	(9.8)	7,755	(9.8)	5,531	2.3
Nine months ended May 31, 2025	51,354	10.7	8,395	19.1	8,593	10.1	5,408	0.7

Note: Comprehensive income (million yen) Nine months ended May 31, 2026: 5,585 (down 3.9%)
Nine months ended May 31, 2025: 5,813 (up 7.8%)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended May 31, 2026	67.00	62.34
Nine months ended May 31, 2025	65.90	61.20

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of May 31, 2026	76,735	39,019	50.8
As of Aug. 31, 2025	68,588	35,105	51.2

Reference: Shareholders' equity (million yen) As of May 31, 2026: 38,998 As of Aug. 31, 2025: 35,096

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Aug. 31, 2025	-	12.00	-	12.00	24.00
Fiscal year ending Aug. 31, 2026	-	13.00	-		
Fiscal year ending Aug. 31, 2026 (forecast)				15.00	28.00

Note: Revisions to the most recently announced dividend forecast: Yes

3. Consolidated Earnings Forecast for the Fiscal Year Ending August 31, 2026 (Sep. 1, 2025 – Aug. 31, 2026)

(Percentages are year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	82,046	18.2	11,831	3.8	12,030	3.7	6,451 -8,444	22.7 -60.6	78.82 -101.87

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

* Notes

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

Newly added: 2 (KOSHIDAKA MALAYSIA SDN. BHD.; Standard Corp.: renamed from Koshidaka SP Co., LTD.)
Excluded: -

(2) Application of special accounting methods in the preparation of the quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: None

4) Restatements: None

(4) Number of issued shares (common stock)

1) Number of shares issued at the end of the period (including treasury shares)

As of May 31, 2026:	84,225,924 shares	As of Aug. 31, 2025:	83,781,480 shares

2) Number of treasury shares at the end of the period

As of May 31, 2026:	1,357,964 shares	As of Aug. 31, 2025:	1,357,908 shares

3) Average number of shares outstanding during the period

Nine months ended May 31, 2026:	82,556,881 shares	Nine months ended May 31, 2025:	82,068,125 shares

* Review of the attached quarterly consolidated financial statements by a certified public accountant or auditing firm: None

* Explanation of appropriate use of earnings forecasts, and other special items

Forecasts of future performance in these materials are based on assumptions judged to be valid and information available to the Company's management at the time the materials were prepared. These materials are not promises by the Company regarding future performance. Actual results may differ significantly from these forecasts for a number of reasons. Please refer to page 4 of the attachments "(3) Explanation of Consolidated Earnings Forecast and Other Forward-looking Statements" for forecast assumptions and notes of caution for usage.

Contents of Attachments

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Explanation of Results of Operations

In the first nine months of the current fiscal year, the Japanese economy was affected by the increasing costs of energy and food, in part due to the prolonged war in Ukraine and the ongoing conflicts in the Middle East involving Israel and its neighbors and Iran. The price of crude oil remains high due to U.S. and Israeli attacks on Iran and inflation is increasing worldwide. In Japan, where the foreign exchange rate has a major impact on prices, the yen is still weak despite a change in the policies of Japanese and U.S. monetary authorities. Weakness reflects substantial spending by the Takaichi administration and indications of renewed monetary tightening by the U.S. monetary authorities in response to inflation. The yen’s weakness is raising earnings of companies with large exports and attracting more foreign tourists, resulting in rising prices and wages.

Business segment performance is as follows.

Karaoke

The core Karaoke segment is continuing to open many stores. During the first nine months, there were 26 new locations. Flexible pricing closely reflect market conditions of individual stores. In addition, there are activities to provide suggestions that precisely match the preferences of customers. Despite these measures, existing store sales were about the same as one year earlier. One reason is substantial sales one year earlier involving successful collaboration programs with V-tubers. Earnings were down from one year earlier. Due to continuing measures for the optimized management of operational expenses, the increase in personnel and utility expenses was held to about the same as the growth in sales as sales per customer increased. Expenses were affected by expenditures for new stores, upgraded equipment at existing stores and by higher rent expenses as leases were renewed. There were also expenses for installation of a new POS system, E-bo entertainment boxes and other new services.

On November 1, 2025, consolidated subsidiary KOSHIDAKA SP Co., Ltd. (currently Standard Corp.) used an absorption-type split to acquire the karaoke stores and other operations of the former Standard Corp. As a result, 70 karaoke stores operated by this company have been added to the Karaoke segment. Two of these stores were closed after the absorption-type split during the first nine months of the current fiscal year, resulting in 68 karaoke stores operated by the current Standard Corp. at the end of May 2026.

Many activities are under way to accomplish the medium-term corporate vision of “Entertainment as Infrastructure.” Major initiatives are additional forms of entertainment other than karaoke, many types of content collaboration, and measures to upgrade and expand recruiting and training activities. In addition, we have been developing and making progress in introducing DX to enhance operating efficiency and offer new types of entertainment. One step is the addition of “E-bo” entertainment boxes, a new type of entertainment platform, at all locations in Japan.

In other countries, store openings in Southeast Asia continued. Four Karaoke Manekineko stores were opened in Malaysia and one was opened in Indonesia during the first nine months of the current fiscal year, and KOSHIDAKA MALAYSIA SDN. BHD. is newly included in the consolidated financial statements. Preparations are under way for opening stores in the U.S and the Philippines.

At the end of May 2026, the number of karaoke locations in Japan was 786, 83 more than at the end of the previous fiscal year. The number of overseas karaoke stores was 29 in four countries, consisting of three in South Korea, 19 in Malaysia, four in Thailand and three in Indonesia, four more than at the end of the previous fiscal year.

Sales in the Karaoke segment were 57,635 million yen, up 16.0% year on year, and the segment profit was 8,520 million yen, a decrease of 616 million yen, down 6.7% year on year.

Real Estate Management

The performance of existing and new properties in this segment, including the major properties such as the AQERU Maebashi commerce and business complex, Shibata 2-chome Building, MANEKI Shimbashi Building and the Fleuret Hanasaki Building, was stable. In October 2025, we sold Hotel Vista Atsugi and recorded a gain on sale of non-current assets under extraordinary income for the first nine months.

Sales in the Real Estate Management segment were 1,400 million yen, up 1.5% year on year, and the segment profit was 142 million yen, a decrease of 6 million yen, down 4.5% year on year.

Other

The performance of the existing five food and beverage stores (Gindaco Highball, CAFÉ ECLA) increased steadily. Two food and beverage stores (CAFÉ ECLA) were opened and the bath house business was terminated by selling two bath houses.

Sales in the Other segment were 692 million yen, up 3.9% year on year, and the segment loss was 55 million yen, a decrease of 84 million yen from the profit in the same period of the previous fiscal year.

Overall, the Koshidaka Group (KOSHIDAKA HOLDINGS Co., LTD. and its consolidated subsidiaries) had sales of 59,354 million yen, up 15.6% year on year. The operating profit was 7,571 million yen, down 9.8% year on year, the ordinary profit was 7,755 million yen, down 9.8% year on year, and the profit attributable to owners of parent was 5,531 million yen, up 2.3% year on year.

(2) Explanation of Financial Position

Assets, liabilities, and net assets

Assets

Current assets decreased 1,110 million yen (7.0%) to 14,681 million yen. This was mainly due to a decrease of 3,367 million yen in cash and deposits and increases of 520 million yen in notes and accounts receivable-trade and 1,507 million yen in other current assets.

Property, plant and equipment increased 3,698 million yen (10.7%) to 38,291 million yen. This was mainly due to increases of 2,182 million yen in buildings and structures, net, and 1,238 million yen in vehicles, tools, furniture and fixtures, net, both because of newly added stores.

Intangible assets increased 2,858 million yen (232.9%) to 4,086 million yen. This was mainly due to an increase of 2,847 million yen in goodwill.

Investments and other assets increased 2,698 million yen (15.9%) to 19,675 million yen. This was mainly due to increases of 1,919 million yen in lease and guarantee deposits and 1,371 million yen in deferred tax assets.

Total non-current assets increased 9,256 million yen (17.5%) to 62,053 million yen.

As a result, total assets increased 8,146 million yen (11.9%) to 76,735 million yen.

Liabilities

Current liabilities increased 4,303 million yen (28.8%) to 19,227 million yen. This was mainly due to increases of 1,500 million yen in short-term borrowings and 2,700 million yen in current portion of convertible-bond-type bonds with share acquisition rights.

Non-current liabilities decreased 71 million yen (0.4%) to 18,488 million yen. This was mainly due to a decrease of 3,000 million yen in convertible-bond-type bonds with share acquisition rights, while there were increases of 965 million yen in lease liabilities, 941 million yen in asset retirement obligations, 484 million yen in long-term borrowings and 372 million yen in retirement benefit liability.

As a result, total liabilities increased 4,232 million yen (12.6%) to 37,715 million yen.

Net assets

Net assets increased 3,914 million yen (11.1%) to 39,019 million yen. This was mainly due to an increase of 3,555 million yen in retained earnings and an increase of 150 million yen each in share capital and capital surplus.

(3) Explanation of Consolidated Earnings Forecast and Other Forward-looking Statements

While the U.S. and Iran continue to negotiate terms of a ceasefire, the price of crude oil is still unstable although it is down from the level immediately after the initial attacks on Iran. Furthermore, there is still no end in sight for the Ukraine war and combats in the Middle East among Israel and its neighbors. As a result, the business climate is expected to remain uncertain.

We will continue to place priority on opening many more stores and diversifying the services that we offer. Due to these actions, we are determined to accomplish the target of the Entertainment Infrastructure Plan medium-term corporate vision "Entertainment as Infrastructure" that includes operating private entertainment rooms everywhere in Japan. By reaching the mid-point target, the timing of achieving the final goal is clarified as the fiscal year ending August 31, 2027. We will move even faster with many initiatives as we position the period from fiscal year ended August 31, 2025 through fiscal year ending August 31, 2027 as the final stage of our Entertainment Infrastructure Plan.

We maintain the forecast for the fiscal year ending August 31, 2026 announced in the second quarter earnings report. The forecast is sales of 82,046 million yen, up 18.2% year on year, operating profit of 11,831 million yen, up 3.8%, ordinary profit of 12,030 million yen, up 3.7%, and profit attributable to owners of parent of between 6,451 million yen and 8,444 million yen, up between 22.7% and 60.6%.

The consolidated earnings forecast is based on assumptions judged to be valid and information currently available at the time the forecasts were established. Actual results may differ from these forecasts for a number of reasons.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	FY8/25 (As of Aug. 31, 2025)	Third Quarter of FY8/26 (As of May 31, 2026)
Assets		
Current assets		
Cash and deposits	10,487,331	7,119,831
Notes and accounts receivable-trade	1,402,172	1,922,808
Merchandise	158,590	169,685
Raw materials and supplies	573,707	798,437
Other	3,172,526	4,679,857
Allowance for doubtful accounts	(2,574)	(9,188)
Total current assets	15,791,753	14,681,431
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	24,607,634	26,789,740
Vehicles, tools, furniture and fixtures, net	2,826,738	4,065,417
Land	6,957,299	7,368,145
Construction in progress	201,332	68,673
Total property, plant and equipment	34,593,004	38,291,976
Intangible assets		
Goodwill	62	2,847,884
Software	944,485	1,063,814
Other	282,911	174,557
Total intangible assets	1,227,459	4,086,255
Investments and other assets		
Investment securities	706,440	761,247
Shares of subsidiaries and associates	203,866	202,691
Long-term loans receivable	2,574,932	1,851,436
Long-term prepaid expenses	603,308	561,993
Leasehold and guarantee deposits	8,686,056	10,605,541
Deferred tax assets	4,202,547	5,574,082
Other	433,911	434,439
Allowance for doubtful accounts	(434,514)	(316,069)
Total investments and other assets	16,976,548	19,675,365
Total non-current assets	52,797,011	62,053,598
Total assets	68,588,765	76,735,029

(Thousands of yen)

	FY8/25 (As of Aug. 31, 2025)	Third Quarter of FY8/26 (As of May 31, 2026)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	603,553	628,110
Short-term borrowings	-	1,500,000
Current portion of convertible-bond-type bonds with share acquisition rights	-	2,700,000
Current portion of long-term borrowings	1,336,240	1,288,966
Accounts payable-other	3,214,723	2,789,528
Accrued expenses	2,109,040	2,345,199
Income taxes payable	2,023,058	1,036,063
Provision for bonuses	438,284	326,906
Deposits received	581,627	877,899
Contract liabilities	3,739,870	4,177,668
Other	877,535	1,556,904
Total current liabilities	14,923,933	19,227,246
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	3,000,000	-
Long-term borrowings	7,188,820	7,673,498
Retirement benefit liability	-	372,920
Lease liabilities	-	965,783
Deferred tax liabilities	428,178	463,271
Asset retirement obligations	6,775,082	7,716,412
Other	1,167,194	1,296,207
Total non-current liabilities	18,559,275	18,488,093
Total liabilities	33,483,209	37,715,339
Net assets		
Shareholders’ equity		
Share capital	2,570,257	2,720,257
Capital surplus	3,802,786	3,952,786
Retained earnings	29,407,342	32,963,339
Treasury shares	(676,177)	(676,242)
Total shareholders’ equity	35,104,209	38,960,141
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	95,924	128,962
Foreign currency translation adjustment	(103,199)	(90,982)
Total accumulated other comprehensive income	(7,274)	37,979
Share acquisition rights	8,622	8,622
Non-controlling interests	-	12,947
Total net assets	35,105,556	39,019,690
Total liabilities and net assets	68,588,765	76,735,029

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(For the Nine-month Period)

(Thousands of yen)

	First nine months of FY8/25 (Sep. 1, 2024 – May 31, 2025)	First nine months of FY8/26 (Sep. 1, 2025 – May 31, 2026)
Net sales	51,354,116	59,354,242
Cost of sales	37,885,926	45,414,071
Gross profit	13,468,190	13,940,171
Selling, general and administrative expenses	5,073,090	6,368,523
Operating profit	8,395,099	7,571,648
Non-operating income		
Interest and dividend income	16,242	22,881
Foreign exchange gains	-	240,953
Reversal of allowance for doubtful accounts	121,911	-
Cancellation income	100,137	65,000
Other	107,184	115,943
Total non-operating income	345,476	444,777
Non-operating expenses		
Interest expenses	56,950	112,379
Foreign exchange losses	49,583	-
Provision of allowance for doubtful accounts	-	29,991
Rent expenditure	11,808	-
Other	28,591	118,696
Total non-operating expenses	146,933	261,067
Ordinary profit	8,593,642	7,755,358
Extraordinary income		
Gain on sale of non-current assets	1,543	1,007,239
Total extraordinary income	1,543	1,007,239
Extraordinary losses		
Loss on retirement of non-current assets	43,545	19,441
Impairment losses	162,358	5,429
Litigation settlement	-	185,000
Loss on liquidation of subsidiaries	465,663	-
Total extraordinary losses	671,566	209,871
Profit before income taxes	7,923,618	8,552,726
Income taxes-current	2,500,395	2,825,337
Income taxes-deferred	15,020	186,817
Total income taxes	2,515,415	3,012,155
Profit	5,408,202	5,540,571
Profit attributable to non-controlling interests	-	9,105
Profit attributable to owners of parent	5,408,202	5,531,465

Quarterly Consolidated Statement of Comprehensive Income

(For the Nine-month Period)

(Thousands of yen)

	First nine months of FY8/25 (Sep. 1, 2024 – May 31, 2025)	First nine months of FY8/26 (Sep. 1, 2025 – May 31, 2026)
Profit	5,408,202	5,540,571
Other comprehensive income		
Valuation difference on available-for-sale securities	4,265	33,037
Foreign currency translation adjustment	401,448	12,216
Total other comprehensive income	405,714	45,254
Comprehensive income	5,813,916	5,585,826
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,813,916	5,575,665
Comprehensive income attributable to non-controlling interests	-	10,161

(3) Notes to Quarterly Consolidated Financial Statements

Going Concern Assumption

Not applicable.

Significant Changes in Shareholders' Equity

Due to the issuance of new shares following the partial conversion of convertible-bond-type bonds with share acquisition rights, share capital and legal capital surplus increased 150,000 thousand yen each during the third quarter of the fiscal year ending August 31, 2026.

As a result, share capital and capital surplus were 2,720,257 thousand yen and 3,952,786 thousand yen, respectively, as of May 31, 2026.

Changes in the Scope of Consolidation or Application of the Equity Method

Important changes in the scope of consolidation

KOSHIDAKA MALAYSIA SDN.BHD., which was a non-consolidated subsidiary in the previous fiscal year, is included in the scope of consolidation in the first quarter of the current fiscal year because of the increasing significance of this company.

In the first quarter of the current fiscal year, newly established KOSHIDAKA SP Co., Ltd. is included in the scope of consolidation. This new company received the karaoke store and other operations of former Standard Corp. on November 1, 2025 by using an absorption-type split and was subsequently renamed as the new Standard Corp.

Segment and Other Information

Segment information

I. First nine months of FY8/25 (Sep. 1, 2024 – May 31, 2025)

1. Information related to net sales and profit/loss and breakdown of revenue for each reportable segment

(Thousands of yen)

	Reportable segment			Total	Adjustment (Note 1)	Amounts shown on quarterly consolidated statement of income (Note 2)
	Karaoke	Real Estate Management	Other			
Net sales						
Revenue from contracts with customers	49,695,073	216,502	666,551	50,578,127	-	50,578,127
Other revenue	-	775,988	-	775,988	-	775,988
External sales	49,695,073	992,490	666,551	51,354,116	-	51,354,116
Inter-segment sales and transfers	-	387,166	-	387,166	(387,166)	-
Total	49,695,073	1,379,657	666,551	51,741,282	(387,166)	51,354,116
Segment profit	9,136,464	149,435	28,190	9,314,090	(918,991)	8,395,099

Notes: 1. The -918,991 thousand yen adjustment to segment profit mainly includes general and administrative expenses that cannot be attributed to reportable segments.

2. Segment profit is adjusted to be consistent with operating profit shown on the quarterly consolidated statement of income.

2. Information related to impairment losses on non-current assets, goodwill, etc. for each reportable segment

No applicable items.

II. First nine months of FY8/26 (Sep. 1, 2025 – May 31, 2026)

1. Information related to net sales and profit/loss and breakdown of revenue for each reportable segment

(Thousands of yen)

	Reportable segment			Total	Adjustment (Note 1)	Amounts shown on quarterly consolidated statement of income (Note 2)
	Karaoke	Real Estate Management	Other			
Net sales						
Revenue from contracts with customers	57,635,010	212,373	692,814	58,540,197	-	58,540,197
Other revenue	-	814,045	-	814,045	-	814,045
External sales	57,635,010	1,026,418	692,814	59,354,242	-	59,354,242
Inter-segment sales and transfers	-	374,154	-	374,154	(374,154)	-
Total	57,635,010	1,400,572	692,814	59,728,397	(374,154)	59,354,242
Segment profit (loss)	8,520,237	142,747	(55,985)	8,607,000	(1,035,351)	7,571,648

Notes: 1. The -1,035,351 thousand yen adjustment to segment profit (loss) mainly includes general and administrative expenses that cannot be attributed to reportable segments.

2. Segment profit (loss) is adjusted to be consistent with operating profit shown on the quarterly consolidated statement of income.

2. Information related to impairment losses on non-current assets, goodwill, etc. for each reportable segment

Significant change in goodwill

There is goodwill in the Karaoke segment resulting from the acquisition using an absorption-type split of the karaoke stores and other operations of the former Standard Corp. by KOSHIDAKA SP Co., Ltd. (current Standard Corp), as of November 1, 2025. As a result, goodwill increased by 2,981,677 thousand yen in the first nine months of FY8/26.

The value of goodwill is calculated tentatively because the allocation of the cost of acquisition is not finalized at the end of the first nine months of FY8/26.

Notes to Quarterly Consolidated Statement of Cash Flows

A quarterly consolidated statement of cash flows has not been prepared for the first nine months of the current fiscal year. Depreciation (including amortization of intangible assets excluding goodwill) and amortization of goodwill for the first nine months of each fiscal year are as follows.

(Thousands of yen)

	First nine months of FY8/25 (Sep. 1, 2024 – May 31, 2025)	First nine months of FY8/26 (Sep. 1, 2025 – May 31, 2026)
Depreciation	3,389,809	3,911,886
Amortization of goodwill	287	133,855

Busienss Combinations

(Business acquisition by using an absorption-type split)

The Board of Directors of Koshidaka Holdings and consolidated subsidiary KOSHIDAKA SP Co., LTD. approved resolutions on September 12, 2025 to use an absorption-type split for the acquisition of the karaoke stores and other businesses of Standard Corp. The acquisition took place on November 1, 2025. KOSHIDAKA SP signed a contract with Standard on September 12, 2025 for the absorption-type split.

1. Summary of business combination

(1) Company and business activities

Name: Standard Corp.
Acquired businesses : Karaoke stores, complex cafés and restaurants (73 locations)

(2) Main reasons for acquisition

The medium-term corporate vision of Koshidaka Holdings is “Entertainment as Infrastructure,” which has the goal of positioning entertainment as part of the social infrastructure with the goal of being a source of enjoyment and well-being in the lives of people worldwide. Key initiatives for accomplishing this goal include the operation and expansion of a nationwide network of Karaoke Manekineko stores. There were 50 new stores during the previous fiscal year, raising the total in Japan to 703. Koshidaka Holdings is currently in the final stage of the Entertainment as Infrastructure Plan, which has the goal of sales of 100 billion yen in the fiscal year ending in August 31, 2027 as the speed of adding new stores increases. The acquisition of JOYSOUND and other stores of Standard by using an absorption-type split is expected to further increase the effectiveness of measures by the Koshidaka Group for sales growth. Expected benefits include the ability to combine expertise of Koshidaka Holdings acquired since its inception with the knowhow of Standard, more efficient analysis and business operations based on the characteristics of customers, and the ability to use differentiated brands and combine services. In addition to the larger scale of operations, this acquisition is expected to create a stronger infrastructure for business operations and raise the speed of strategies for growth. Due to these expected benefits, we believe this acquisition will contribute to the consistent growth of corporate value.

(3) Date of the absorption-type split

November 1, 2025

(4) Method used for the absorption-type split

Business operations divested by Standard will be absorbed by KOSHIDAKA SP.

(5) Status after the absorption-type split

There will be no change in business activities, capital and fiscal year of KOSHIDAKA SP due to this absorption-type split. However, change is made in this company’s name, location and representative on November 1, 2025 as follows.

(Details after the change)

Name:	Standard Corp.
Location:	2-5-12, Konan, Minato-ku, Tokyo
Representative:	Katsuaki Kobayashi

2. Period of the acquired company's performance included in the consolidated financial statements

From November 1,2025 to May 31, 2026

3. Acquisition cost of the acquired company and breakdown by type of consideration

Payment for the acquisition:	Cash 3,500 million yen
Acquisition cost:	3,500 million yen

4. Detail and amount of major expenses related to the acquisition

Advisory fee and other expenses: 74,072 thousand yen

5. Goodwill resulting from the acquisition

(1) Value of goodwill

2,981,677 thousand yen

Note: The value of goodwill is calculated tentatively because the allocation of the cost of acquisition is not finalized at the end of the first nine months of FY8/26.

(2) Source of goodwill

The source is primarily the expectation of excess earnings power resulting from business growth.

(3) Amortization method and amortization period of goodwill

Goodwill will be amortized using the straight-line method over 13 years.

6. Detail and amount of acquired assets and liabilities as of the date of acquisition

Current assets:	777,526 thousand yen
Non-current assets:	2,904,819 thousand yen
Total assets:	3,682,345 thousand yen
Current liabilities:	1,181,203 thousand yen
Non-current liabilities:	1,982,819 thousand yen
Total liabilities:	3,164,023 thousand yen

Revenue Recognition

Information related to breakdown of revenue from contracts with customers is described in the Segment and Other Information section.

Material Subsequent Events

(Dissolution and liquidation of specified subsidiary)

The Board of Directors of Koshidaka Holdings approved resolutions on June 16, 2026 to dissolve and liquidate its specified subsidiary, KOSHIDKA INTERNATIONAL PTE. LTD. (KI, hereinafter).

1. Reason for the dissolution and liquidation

KI was a subsidiary of the Company holding and managing sub-subsidiaries operating overseas. As the dissolution of KOSHIDKA SINGAPORE PTE. LTD., mentioned in the "Notice concerning the dissolution of KOSHIDKA

SINGAPORE PTE. LTD., a consolidated subsidiary" on April 16th, 2021, was completed last year, and holding and managing function of said company has been transferred completely to KOSHIDKA INTERNATIONAL KL SDN. BHD., established in June 2021, the Company decided to dissolve and liquidate KI.

2. Overview of overseas subsidiary to be dissolved

(1) Name	KOSHIDAKA INTERNATIONAL PTE. LTD.	
(2) Location	1 Paya Lebar Link #04-01 Paya Lebar Quarter, Singapore (408533)	
(3) Job title and name of representative	Director Hiroshi Koshidaka	
(4) Description of business	Holdint company	
(5) Share capital	21,300 thousand SGD	
(6) Date of establishment	November 11th, 2013	
(7) Major shareholders and ownership ratios	100％ owned by the Company	
(8) Relationship between the Company and said company	Capital relationship	100％ owned by the Company
	Personnel relationship	The Company send three directors of said company
	Business relationship	No business relationship currently

3. Date of dissolution

We will proceed the processes required according to the laws and regulations in Singapore, and upon the completion of the processes the said company will be dissolved and liquidated.

4. Future outlook

The impact on our financial performance is expected to minimal.

This summary report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.