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Consolidated Financial Results for the Three Months Ended March 31, 2026 [Japanese GAAP]



April 30, 2026

Company name:	Kanro Inc.
Listing:	Tokyo Stock Exchange
Securities code:	2216
URL:	https://www.kanro.co.jp/en/
Representative:	Tetsuya Murata, President and CEO
Inquiries:	Mitsunori Sato, Director, Managing Executive Officer and CFO, and Division COO, Finance & Accounting Div.
Telephone:	+81-3-3370-8811
Scheduled date to commence dividend payments:	—
Preparation of supplementary material on financial results:	Yes
Holding of financial results briefing:	No

(Amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended March 31, 2026 (January 1, 2026 to March 31, 2026)

(1) Consolidated Operating Results (% of change from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
March 31, 2026	8,710	—	1,399	—	1,407	—	993	—
March 31, 2025	—	—	—	—	—	—	—	—

(Note) Comprehensive income: For the three months ended March 31, 2026: ¥986 million [—%]
For the three months ended March 31, 2025: ¥— million [—%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2026	23.57	—
March 31, 2025	—	—

(Notes) 1. Since quarterly consolidated financial statements were not prepared for the three months ended March 31, 2025, figures for the three months ended March 31, 2025 and the year-on-year percentage change for the three months ended March 31, 2026 are not stated.
2. Since a three-for-one share split of common shares was implemented with an effective date of July 1, 2025, basic earnings per share is calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of March 31, 2026	30,573	19,249	63.0
As of December 31, 2025	33,607	18,984	56.5

(Reference) Equity: As of March 31, 2026: ¥19,249 million
As of December 31, 2025: ¥18,984 million

2. Cash Dividends

	Annual cash dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2025	–	45.00	–	17.00	–
FY2026	–				
FY2026 (Forecast)		15.00	–	18.00	33.00

(Notes) 1. Revision to the forecast for dividends announced most recently: No

2. The Company implemented a three-for-one share split of common shares with an effective date of July 1, 2025. The interim dividend per share at the end of the second quarter of the fiscal year ended December 31, 2025 represents the actual dividend before such share split, and the total annual dividend is shown as “–”. If calculated on a post-share split basis, the annual dividend per share for the fiscal year ended December 31, 2025 would be 32.00 yen.

3. Consolidated Financial Results Forecast for FY2026 (January 1, 2026 to December 31, 2026)

(% of change from the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	18,000	–	2,300	–	2,300	–	1,600	–	37.97
Full year	36,500	5.0	4,900	4.4	4,900	3.2	3,450	2.1	81.87

(Note) Revision to the financial results forecast announced most recently: No

* Notes:

(1) Significant changes in the scope of consolidation during the period: No

Newly included : None (Company name) :
Excluded : None (Company name) :

(2) Accounting policies adopted specially for the preparation of consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

	As of March 31, 2026	As of December 31, 2025
1) Total number of issued shares at the end of the period (including treasury shares)	45,946,812 shares	45,946,812 shares
2) Total number of treasury shares at the end of the period	3,764,420 shares	3,808,480 shares
	January 1, 2026 to March 31, 2026	January 1, 2025 to March 31, 2025
3) Average number of shares during the period	42,158,872 shares	42,139,074 shares

* 1. Since a three-for-one share split of common shares was implemented with an effective date of July 1, 2025, the total number of issued shares at the end of the period, the total number of treasury shares at the end of the period, and the average number of shares during the period are calculated on the assumption that the share split was implemented at the beginning of the previous fiscal year.

2. Total number of treasury shares at the end of the period includes the Company's treasury shares owned by Custody Bank of Japan, Ltd. (Trust Account) (March 31, 2026: 995,400 shares and December 31, 2025: 1,039,500 shares).

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

- * Explanation of the proper use of financial results forecast and other notes
The earnings forecasts and other forward-looking statements herein are based on currently available information and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to “(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the Appendix for assumptions on financial results forecasts and notes on the use of such forecasts.

(Method of obtaining supplementary material on financial results)

Supplementary material on financial results is disclosed on TDnet on April 30, 2026 as well as on the Company's website.

2. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheets

(Thousand yen)

	As of December 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	4,321,250	3,036,064
Accounts receivable - trade	10,247,963	8,949,279
Merchandise and finished goods	1,312,145	1,500,012
Work in process	81,675	144,598
Raw materials and supplies	568,680	585,263
Other	469,688	333,587
Total current assets	17,001,403	14,548,806
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,890,213	9,899,639
Accumulated depreciation	(6,086,477)	(6,164,691)
Buildings and structures, net	3,803,735	3,734,948
Machinery, equipment and vehicles	16,227,480	16,221,233
Accumulated depreciation	(11,246,770)	(11,471,781)
Machinery, equipment and vehicles, net	4,980,710	4,749,452
Land	1,497,829	1,497,829
Construction in progress	3,926,840	4,056,326
Other	1,504,139	1,493,565
Accumulated depreciation	(1,103,104)	(1,124,314)
Other, net	401,034	369,250
Total property, plant and equipment	14,610,151	14,407,807
Intangible assets	494,695	471,547
Investments and other assets		
Investment securities	160,400	158,243
Other	1,340,375	987,114
Total investments and other assets	1,500,776	1,145,357
Total non-current assets	16,605,623	16,024,712
Total assets	33,607,027	30,573,518

(Thousand yen)

As of December 31, 2025

As of March 31, 2026

Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,249,322	3,163,166
Short-term borrowings	1,000,000	1,000,000
Accounts payable - other	2,249,501	1,028,354
Accrued expenses	2,711,300	2,351,778
Income taxes payable	1,004,582	88,241
Provision for bonuses	1,305,199	447,815
Provision for bonuses for directors (and other officers)	152,000	37,150
Other	582,313	797,991
Total current liabilities	12,254,220	8,914,498
Non-current liabilities		
Retirement benefit liability	2,064,149	2,102,373
Provision for share awards for directors (and other officers)	183,612	179,444
Other	120,125	127,801
Total non-current liabilities	2,367,887	2,409,618
Total liabilities	14,622,107	11,324,116
Net assets		
Shareholders' equity		
Share capital	2,864,249	2,864,249
Capital surplus	2,577,892	2,577,892
Retained earnings	13,950,987	14,210,538
Treasury shares	(742,892)	(731,178)
Total shareholders' equity	18,650,238	18,921,502
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	84,553	82,932
Foreign currency translation adjustment	1,006	1,954
Remeasurements of defined benefit plans	249,121	243,012
Total accumulated other comprehensive income	334,681	327,899
Total net assets	18,984,919	19,249,401
Total liabilities and net assets	33,607,027	30,573,518

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
Consolidated Statements of Income
Three Months Ended March 31

(Thousand yen)

	For the three months ended March 31, 2026
Net sales	8,710,567
Cost of sales	4,917,466
Gross profit	3,793,101
Selling, general and administrative expenses	2,393,666
Operating profit	1,399,435
Non-operating income	
Interest income	4,687
Electricity sale income	1,746
Royalty income	4,260
Other	3,635
Total non-operating income	14,330
Non-operating expenses	
Interest expenses	2,750
Electricity sale expenses	1,280
Other	1,866
Total non-operating expenses	5,897
Ordinary profit	1,407,867
Extraordinary losses	
Loss on retirement of non-current assets	1,525
Impairment losses	6,418
Total extraordinary losses	7,944
Profit before income taxes	1,399,923
Income taxes - current	53,419
Income taxes - deferred	352,930
Total income taxes	406,350
Profit	993,573
Profit attributable to owners of parent	993,573

Consolidated Statements of Comprehensive Income
Three Months Ended March 31

(Thousand yen)

	For the three months ended March 31, 2026
Profit	993,573
Other comprehensive income	
Valuation difference on available-for-sale securities	(1,620)
Foreign currency translation adjustment	947
Remeasurements of defined benefit plans, net of tax	(6,108)
Total other comprehensive income	(6,782)
Comprehensive income	986,791
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	986,791