# Consolidated Financial Results for the Three Months Ended June 30, 2026
## (Under Japanese GAAP)

August 5, 2026

Company name: SHOFU INC.
Listing: Tokyo Stock Exchange (Prime Market)
Securities code: 7979
URL: https://www.shofu.co.jp/
Representative: Tetsuo Takami, Representative Director, President & CEO
Inquiries Kazutoshi Asada, General Manager of Finance Department
Scheduled commencement date of dividend payment: -
Supplementary documents for financial results: Yes
Financial results briefing: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2026 (April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|---|---|---|---|---|---|---|---|---|
| Three months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| June 30, 2026 | 10,788 | 13.5 | 1,942 | 30.0 | 2,074 | 39.7 | 2,146 | 151.3 |
| June 30, 2025 | 9,506 | 0.5 | 1,495 | (3.6) | 1,484 | (18.1) | 854 | (23.7) |

(Note) Comprehensive income: Three months ended June 30, 2026: ¥3,920 million (280.1%)
Three months ended June 30, 2025: ¥1,031 million (-15.0%)

| | Basic earnings per share | Diluted earnings per share |
|---|---|---|
| Three months ended | Yen | Yen |
| June 30, 2026 | 60.28 | 60.11 |
| June 30, 2025 | 24.03 | 23.95 |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|---|---|---|---|---|
| As of | Millions of yen | Millions of yen | % | Yen |
| June 30, 2026 | 62,354 | 51,222 | 82.0 | 1,433.31 |
| March 31, 2026 | 57,706 | 48,689 | 84.1 | 1,363.94 |

(Reference) Shareholders' equity: Three months ended June 30, 2026: ¥51,112 million
Year ended March 31, 2026: ¥48,541 million

2. Dividends

| | Dividend per share | | | | |
|---|---|---|---|---|---|
| | First quarter-end | Second quarter-end | Third quarter-end | Year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2026 | - | 21.00 | - | 39.00 | 60.00 |
| Year ending March 31, 2027 | - | | | | |
| Year ending March 31, 2027 (Forecast) | | 39.00 | - | 28.00 | 67.00 |

Notes: 1. Revision to the dividends forecast most recently announced: Yes
The Group has revised the dividend forecast announced on May 13, 2026. For details, please refer to the "Notice

Regarding Revision of Dividend Forecast (Dividend Increase)" announced today.
2. The year-end dividend for the fiscal year ended March 31, 2026 includes a special dividend of ¥5.00 per share.
3. The interim dividend for the fiscal year ending March 31, 2027 includes a special dividend of ¥12.00 per share.

## 3. Consolidated earnings forecast for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 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 |
| Six months ending September 30, 2026 | 20,669 | 8.2 | 2,949 | 4.8 | 2,861 | (3.4) | 2,552 | (1.7) | 71.73 |
| Year ending March 31, 2027 | 42,958 | 7.4 | 6,003 | 14.9 | 5,890 | 0.5 | 4,756 | (2.7) | 133.66 |

Note: Revision to the earnings forecast most recently announced: No

* Notes

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

Newly included: 1 (company name) SHOFU DENTAL MIDDLE EAST & AFRICA FZCO
Excluded: -

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements : Yes

Note: For details, please refer to page 8 '2. Quarterly consolidated financial statements and notes (3) Notes to quarterly consolidated financial statements (Notes to application of accounting procedures specific to the compilation of quarterly consolidated financial statements)'

(3) Changes in accounting policies based on revisions of accounting standard

1) Changes in accounting policies due to revisions to accounting standards and other regulations : No

2) Changes other than 1) above : No

3) Changes in accounting estimates : No

4) Restatement : No

(4) Number of issued shares (common shares)

| | | | | |
|---|---|---|---|---|
| 1) Total number of issued shares at the end of the period (including treasury shares) | As of June 30, 2026 | 35,788,178 shares | As of March 31, 2026 | 35,788,178 shares |
| 2) Number of treasury shares at the end of the period | As of June 30, 2026 | 127,537 shares | As of March 31, 2026 | 198,857 shares |
| 3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year) | Three months ended June 30, 2026 | 35,607,151 shares | Three months ended June 30, 2025 | 35,548,817 shares |

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

* Explanation concerning the appropriate use of business forecasts, and other special items

The forecasts and other statements regarding the future included in this report are based on currently available information and certain assumptions. Actual results may differ from forecasts for a variety of reasons. With respect to the preconditions for the forecasts, please refer to the 'Explanation of future forecast information including consolidated earnings forecasts' section on page 3.

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## 1. Overview of operating results

### (1) Overview of consolidated operating results for the three months

During the first quarter consolidated cumulative period (“first quarter”), while the global economy continued to show signs of a gradual recovery, the outlook remained uncertain due to concerns such as the impact of geopolitical risks stemming from the situation in the Middle East and volatility in financial and capital markets. As for the domestic economy, while the economy continued on a moderate recovery track against the backdrop of improvements in employment and income conditions, and signs of a rebound were evident in consumer spending, concerns persisted regarding the impact of rising prices and trends in the global economy.

The Group’s consolidated net sales for the first quarter totaled ¥10,788 million, an increase of ¥1,281 million (13.5%) year-on-year. Overseas net sales, included in net sales, amounted to ¥6,327 million (58.7% of net sales), representing an increase of ¥788 million (14.2%) year-on-year.

Operating profit increased by ¥447 million (30.0%) year-on-year to ¥1,942 million, despite an increase in selling, general, and administrative expenses, due to factors including the increase in net sales.

Ordinary profit increased by ¥590 million (39.7%) year-on-year to ¥2,074 million due to an increase in non-operating income including a swing from foreign exchange losses to gains and an increase in dividend income.

As a result of recording a ¥1,124 million gain on sale of investment securities as extraordinary gains, profit attributable to owners of the parent, net of taxes, increased by ¥1,292 million (151.3%) year-on-year to ¥2,146 million.

(Dental Business)

In Japan, CAD/CAM-related products, including SHOFU Disk ZR Lucent Supra (ceramic material for dental cutting/machining), SHOFU BLOCK HC SUPER HARD and SHOFU BLOCK PEEK (both resin material for dental cutting/machining), contributed to sales, resulting in a year-on-year increase in net sales. Overseas, while sales declined in China, they grew steadily in North & Latin America, Europe, and Asia (ex-China) & Oceania. Combined with the impact of exchange rate fluctuations, this resulted in a year-on-year increase in net sales.

As a result, consolidated net sales for the first quarter were ¥10,247 million, an increase of ¥1,281 million (14.3%) year-on-year. Although selling, general and administrative expenses increased, operating profit was ¥2,004 million, an increase of ¥468 million (30.5%) year-on-year, due to factors including the increase in net sales.

(Nail Care Business)

In Japan, sales of the Group’s flagship gel nail products declined due to increasing commoditization and aggressive competition from other companies, resulting in a year-on-year decrease in net sales. Overseas, in the U.S. market, net sales declined year-on-year due to competition from low-priced gel nail products. In contrast, in the Taiwan market, net sales increased year-on-year thanks to the expansion of sales channels and the broadening of the product lineup for our ARTiS di Voce nail and hand care products.

As a result, net sales for the first quarter were ¥516 million, a decrease of ¥2 million (0.5%) year-on-year. In terms of profit, operating loss was ¥61 million, an increase in loss of ¥18 million year-on-year.

(Other Businesses)

The Group company, SHOFU Products Kyoto Inc., manufactures and sells industrial abrasives by applying production technology developed for dental abrasives. Net sales for the first quarter were ¥25 million, a year-on-year increase of ¥3 million (14.1%). However, due to an increase in selling, general and administrative expenses, the operating loss was ¥1 million, a year-on-year decrease in profit of ¥2 million.

### (2) Overview of consolidated financial position for the three months

Assets at the end of the first quarter increased by ¥4,648 million from the end of the previous fiscal year to ¥62,354 million. This was mainly due to an increase in cash and deposits and a rise in the fair value of investment securities held.

Liabilities increased by ¥2,115 million from the end of the previous fiscal year to ¥11,132 million. This was mainly due to an increase in non-current liabilities such as long-term loans payable (current portion included) and deferred tax liabilities.

Net assets increased by ¥2,532 million from the end of the previous fiscal year to ¥51,222 million. This was mainly due to an increase in retained earnings and valuation difference on available-for-sale securities.

As a result of the above, the equity ratio decreased by 2.1 points from the end of the previous fiscal year to 82.0%.

### (3) Explanation of future forecast information including consolidated earnings forecasts

The Group has revised the dividend forecast announced on May 13, 2026. For details, please refer to the “Notice Regarding Revision of Dividend Forecast (Dividend Increase)” announced today. Additionally, the Group has not revised the forecasts for the fiscal year ending March 31, 2027 which were announced on May 13, 2026.

## 2. Quarterly consolidated financial statements and notes

### (1) Quarterly consolidated balance sheet

(Millions of yen)

| | Previous fiscal year (As of March 31, 2026) | Current first quarter (As of June 30, 2026) |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 10,121 | 12,396 |
| Notes and accounts receivable - trade | 4,598 | 4,285 |
| Securities | 143 | 146 |
| Merchandise and finished goods | 10,127 | 9,824 |
| Work in process | 2,028 | 2,309 |
| Raw materials and supplies | 1,610 | 1,719 |
| Other | 1,271 | 1,040 |
| Allowance for doubtful accounts | (45) | (42) |
| Total current assets | 29,855 | 31,679 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 14,595 | 14,507 |
| Accumulated depreciation | (7,354) | (7,305) |
| Buildings and structures, net | 7,241 | 7,202 |
| Other | 15,616 | 16,074 |
| Accumulated depreciation | (9,065) | (9,171) |
| Other, net | 6,551 | 6,902 |
| Total property, plant and equipment | 13,792 | 14,105 |
| Intangible assets | 619 | 602 |
| Investments and other assets | | |
| Investment securities | 10,112 | 12,164 |
| Retirement benefit asset | 2,464 | 2,499 |
| Other | 931 | 1,369 |
| Allowance for doubtful accounts | (68) | (66) |
| Total investments and other assets | 13,439 | 15,967 |
| Total non-current assets | 27,851 | 30,675 |
| Total assets | 57,706 | 62,354 |

(Millions of yen)

| | Previous fiscal year (As of March 31, 2026) | Current first quarter (As of June 30, 2026) |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - trade | 1,297 | 1,138 |
| Current portion of long-term loans payable | - | 325 |
| Income taxes payable | 1,128 | 1,096 |
| Contract liabilities | 130 | 204 |
| Provision for bonuses for directors | 48 | 11 |
| Other | 3,699 | 3,640 |
| Total current liabilities | 6,305 | 6,415 |
| Non-current liabilities | | |
| Long-term loans payable | - | 993 |
| Net defined benefit liability | 211 | 219 |
| Other | 2,499 | 3,503 |
| Total non-current liabilities | 2,710 | 4,716 |
| Total liabilities | 9,016 | 11,132 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 5,968 | 5,968 |
| Capital surplus | 6,176 | 6,141 |
| Retained earnings | 26,935 | 27,693 |
| Treasury shares | (196) | (125) |
| Total shareholders' equity | 38,884 | 39,678 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 4,466 | 5,927 |
| Foreign currency translation adjustment | 3,995 | 4,350 |
| Accumulated remeasurements of defined benefit plans | 1,195 | 1,156 |
| Total accumulated other comprehensive income | 9,657 | 11,434 |
| Share acquisition rights | 54 | 18 |
| Non-controlling interests | 93 | 90 |
| Total net assets | 48,689 | 51,222 |
| Total liabilities and net assets | 57,706 | 62,354 |

(2) Quarterly consolidated statements of income and comprehensive income

Quarterly consolidated statement of income

(Millions of yen)

| | Three months ended June 30, 2025 (April 1, 2025 to June 30, 2025) | Three months ended June 30, 2026 (April 1, 2026 to June 30, 2026) |
|---|---|---|
| Net sales | 9,506 | 10,788 |
| Cost of sales | 3,720 | 4,068 |
| Gross profit | 5,785 | 6,720 |
| Selling, general and administrative expenses | 4,290 | 4,777 |
| Operating profit | 1,495 | 1,942 |
| Non-operating income | | |
| Interest income | 17 | 24 |
| Dividend income | 78 | 113 |
| Membership fee income | 49 | 35 |
| Share of profit of entities accounted for using equity method | - | 0 |
| Foreign exchange gains | - | 58 |
| Other | 47 | 46 |
| Total non-operating income | 192 | 278 |
| Non-operating expenses | | |
| Interest expenses | 1 | 8 |
| Membership fee | 89 | 103 |
| Share of loss of entities accounted for using equity method | 2 | - |
| Foreign exchange losses | 87 | - |
| Other | 20 | 35 |
| Total non-operating expenses | 202 | 146 |
| Ordinary profit | 1,484 | 2,074 |
| Extraordinary gains | | |
| Gain on sale of investment securities | - | 1,124 |
| Total extraordinary income | - | 1,124 |
| Profit before income taxes | 1,484 | 3,199 |
| Income taxes | 631 | 1,057 |
| Profit | 853 | 2,141 |
| Profit attributable to non-controlling interests | (0) | (4) |
| Profit attributable to owners of parent | 854 | 2,146 |

Quarterly consolidated statement of comprehensive income

(Millions of yen)

| | Three months ended June 30, 2025 (April 1, 2025 to June 30, 2025) | Three months ended June 30, 2026 (April 1, 2026 to June 30, 2026) |
|---|---|---|
| Profit | 853 | 2,141 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 208 | 1,461 |
| Foreign currency translation adjustment | (8) | 357 |
| Remeasurements of defined benefit plans | (22) | (39) |
| Total other comprehensive income | 177 | 1,779 |
| Comprehensive income | 1,031 | 3,920 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 1,023 | 3,923 |
| Comprehensive income attributable to non-controlling interests | 8 | (2) |

## (3) Notes to quarterly consolidated financial statements

(Notes to application of accounting procedures specific to the compilation of quarterly consolidated financial statements)

(Calculation of tax expenses)

To calculate tax expenses, we made a reasonable estimate of the effective tax rate after the application of tax effect accounting to profit before income taxes for the current consolidated fiscal year and then multiplied the profit before income taxes for the current quarter by the estimated effective tax rate. However, where use of the estimated effective tax rate to calculate tax expenses would result in an unreasonable figure, we have used the legal effective tax rate instead.

(Notes to segment information, etc.)

1. Information regarding nets sales, profits or losses by reportable segment and revenue breakdown information

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

(Millions of yen)

| | Reportable segments | | | | Adjustments Note 1 | Consolidated financial statements Note 2 |
|---|---|---|---|---|---|---|
| | Dental Business | Nail Care Business | Other Businesses | Total | | |
| Net sales | | | | | | |
| Net sales to external customers | 8,965 | 518 | 22 | 9,506 | - | 9,506 |
| Inter-segment sales or transfers | - | - | 1 | 1 | (1) | - |
| Total | 8,965 | 518 | 23 | 9,508 | (1) | 9,506 |
| Segment profit (loss) | 1,535 | (42) | 0 | 1,493 | 1 | 1,495 |

Notes: 1. Elimination of intersegment transactions.

2. Segment profit (loss) is reconciled to consolidated operating profit.

(Millions of yen)

| | Reportable segments | | | Total |
|---|---|---|---|---|
| | Dental Business | Nail Care Business | Other Businesses | |
| Japan | 3,802 | 318 | 22 | 4,142 |
| North America & Latin America | 1,182 | 42 | - | 1,224 |
| Europe | 1,950 | - | - | 1,950 |
| Asia | 2,030 | 158 | - | 2,189 |
| Revenue from contracts with customers | 8,965 | 518 | 22 | 9,506 |
| Other revenue | - | - | - | - |
| Net sales to external customers | 8,965 | 518 | 22 | 9,506 |

Note: Net sales to external customers are classified by country or region based on the location of the Company and its consolidated subsidiaries.

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

(Millions of yen)

| | Reportable segments | | | | Adjustments Note 1 | Consolidated financial statements Note 2 |
|---|---|---|---|---|---|---|
| | Dental Business | Nail Care Business | Other Businesses | Total | | |
| Net sales | | | | | | |
| Net sales to external customers | 10,247 | 516 | 25 | 10,788 | - | 10,788 |
| Inter-segment sales or transfers | - | - | 1 | 1 | (1) | - |
| Total | 10,247 | 516 | 27 | 10,790 | (1) | 10,788 |
| Segment profit (loss) | 2,004 | (61) | (1) | 1,941 | 1 | 1,942 |

Notes: 1. Elimination of intersegment transactions.
2. Segment profit (loss) is reconciled to consolidated operating profit.

(Millions of yen)

| | Reportable segments | | | Total |
|---|---|---|---|---|
| | Dental Business | Nail Care Business | Other Businesses | |
| Japan | 4,291 | 303 | 25 | 4,620 |
| North America & Latin America | 1,377 | 30 | - | 1,407 |
| Europe | 2,315 | - | - | 2,315 |
| Asia | 2,262 | 182 | - | 2,445 |
| Revenue from contracts with customers | 10,247 | 516 | 25 | 10,788 |
| Other revenue | - | - | - | - |
| Net sales to external customers | 10,247 | 516 | 25 | 10,788 |

Note: Net sales to external customers are classified by country or region based on the location of the Company and its consolidated subsidiaries.

(Notes to significant changes in the amounts of shareholders' equity)
Not applicable

(Notes to assumptions for the going concern)
Not applicable

(Notes to consolidated statements of cash flows)
No quarterly consolidated statement of cash flows has been prepared for the first quarter of this fiscal year. Depreciation and amortization (including depreciation and amortization of intangible assets) for the first quarter is as follows

| | Three months ended June 30, 2025 (April 1, 2025 to June 30, 2025) | Three months ended June 30, 2026 (April 1, 2026 to June 30, 2026) |
|---|---|---|
| Depreciation and amortization | 270 million yen | 322 million yen |

(Notes to significant subsequent events)
Absorption-type merger with consolidated subsidiary
At the Board of Directors meeting held on July 9, 2026, the Company resolved to conduct an absorption-type merger with its consolidated subsidiary SHOFU BIOFIX INC. ("SHOFU BIOFIX"), and entered into a merger agreement on the same date.

1. Overview of the transaction
Name and business description of the combining entities
Name of entity to be combined: SHOFU BIOFIX
Business description: Sale of dental materials and equipment
Effective date of business combination
October 1, 2026 (scheduled)
Legal form of business combination
SHOFU BIOFIX will be dissolved through an absorption-type merger, with the Company as the surviving company.
Name of the entity after combination
SHOFU INC.
Purpose of business combination
Dental implant treatment has become firmly established as a method for improving both chewing function and aesthetic appearance. Until now, the Group has conducted its implant business through SHOFU BIOFIX; however, as the digitization of dental care accelerates, there is a growing need to strengthen our ability to propose systems in the field of digital dentistry. Therefore, the Company will absorb SHOFU BIOFIX, integrating its implant business into its operations, to optimize management resources and enhance the competitiveness of the Shofu brand.

2. Overview of accounting treatment to be applied
The transaction is expected to be accounted for as a transaction under common control in accordance with "Accounting Standard for Business Combinations" (ASBJ Statement No. 21, January 16, 2019) and "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures, etc." (ASBJ Guidance No. 10, January 16, 2019).