July 31, 2026

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

Company name: Atsugi Corporation
Listing: Tokyo Stock Exchange
Securities code: 3529
URL: https://www.atsugi.co.jp/
Representative: Please refer to the website.
Inquiries: Please refer to the website.
Telephone: +81-46-235-8107

Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: None
Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2026 (from 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	4,399	2.1	(607)	-	(558)	-	(587)	-
June 30, 2025	4,310	(4.2)	(522)	-	(464)	-	(509)	-

Note: Comprehensive income For the three months ended June 30, 2026: ¥(366) million [-%]
For the three months ended June 30, 2025: ¥(746) million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	(36.66)	-
June 30, 2025	(31.86)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	39,485	31,643	80.1
March 31, 2026	39,902	32,010	80.2

Reference: Equity
As of June 30, 2026: ¥31,643 million
As of March 31, 2026: ¥32,010 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		0.00		0.00	0.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from 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
	Yen	%	Yen	%	Yen	%	Yen	%	Yen
Fiscal year ending March 31, 2027	-	-	-	-	-	-	-	-	-

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

With regard to the consolidated earnings forecast for the fiscal year ending March 31, 2027, we have begun a fundamental review, including reforms to the earnings structure, and since it is difficult to reasonably and accurately calculate the impact of these measures on our business performance at this time, we have not decided on the consolidated earnings forecast for the fiscal year ending March 31, 2027. We will announce the details as soon as they are ready.

* **Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2026	17,319,568 shares
As of March 31, 2026	17,319,568 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2026	1,305,977 shares
As of March 31, 2026	1,305,562 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026	16,013,698 shares
Three months ended June 30, 2025	15,991,296 shares

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for using earnings forecasts, please refer to "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	3,633	3,589
Notes and accounts receivable - trade	3,850	2,865
Merchandise and finished goods	4,352	4,487
Work in process	1,067	1,589
Raw materials and supplies	451	477
Other	1,240	1,101
Allowance for doubtful accounts	(24)	(25)
Total current assets	14,570	14,084
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,602	3,679
Machinery, equipment and vehicles, net	3,600	3,607
Land	12,771	12,771
Construction in progress	62	127
Other, net	142	140
Total property, plant and equipment	20,180	20,326
Intangible assets	520	528
Investments and other assets		
Investment securities	4,353	4,268
Other	276	278
Total investments and other assets	4,630	4,546
Total non-current assets	25,331	25,401
Total assets	39,902	39,485

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,098	1,217
Short-term borrowings	462	477
Income taxes payable	101	50
Provision for bonuses	53	28
Other	1,707	1,599
Total current liabilities	3,424	3,374
Non-current liabilities		
Deferred tax liabilities	1,174	1,149
Deferred tax liabilities for land revaluation	1,324	1,324
Retirement benefit liability	946	952
Other	1,022	1,041
Total non-current liabilities	4,467	4,467
Total liabilities	7,891	7,842
Net assets		
Shareholders' equity		
Share capital	20,000	20,000
Capital surplus	10,272	10,272
Retained earnings	(2,247)	(2,835)
Treasury shares	(1,474)	(1,475)
Total shareholders' equity	26,549	25,961
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,812	1,748
Deferred gains or losses on hedges	384	373
Revaluation reserve for land	351	351
Foreign currency translation adjustment	2,913	3,208
Total accumulated other comprehensive income	5,461	5,681
Total net assets	32,010	31,643
Total liabilities and net assets	39,902	39,485

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	4,310	4,399
Cost of sales	2,969	3,044
Gross profit	1,341	1,354
Selling, general and administrative expenses	1,863	1,962
Operating loss	(522)	(607)
Non-operating income		
Interest and dividend income	40	39
Foreign exchange gains	18	12
Other	15	16
Total non-operating income	74	69
Non-operating expenses		
Interest expenses	7	3
Taxes and dues	7	12
Other	2	4
Total non-operating expenses	17	20
Ordinary loss	(464)	(558)
Extraordinary income		
Gain on sale of non-current assets	3	1
Total extraordinary income	3	1
Extraordinary losses		
Loss on sale of non-current assets	3	2
Loss on retirement of non-current assets	1	0
Impairment losses	-	12
Total extraordinary losses	4	14
Loss before income taxes	(466)	(571)
Income taxes - current	12	5
Income taxes - deferred	30	9
Total income taxes	42	15
Loss	(509)	(587)
Loss attributable to owners of parent	(509)	(587)

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Loss	(509)	(587)
Other comprehensive income		
Valuation difference on available-for-sale securities	161	(64)
Deferred gains or losses on hedges	(241)	(10)
Foreign currency translation adjustment	(157)	295
Total other comprehensive income	(237)	220
Comprehensive income	(746)	(366)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(746)	(366)

(Notes on segment information, etc.)

I. The three months of the previous fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	textile and apparel business	real estate business	Total				
Sales							
Legwear	1,928	-	1,928	-	1,928	-	1,928
Inner	2,045	-	2,045	-	2,045	-	2,045
Other	-	-	-	159	159	-	159
Revenue generated from customer contracts	3,973	-	3,973	159	4,133	-	4,133
Other Earnings	-	177	177	-	177	-	177
Revenues from external customers	3,973	177	4,151	159	4,310	-	4,310
Transactions with other segments	0	-	0	-	0	(0)	-
Total	3,974	177	4,151	159	4,310	(0)	4,310
Segment profit (loss)	(638)	135	(502)	20	(482)	(39)	(522)

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, including the purchase and sale of nursing care products, the operation of group homes, and the sale of electricity from solar power.

2. Adjustments for segment profits or losses are company-wide expenses and are mainly expenses related to land and buildings such as the head office (including land and buildings under consideration for conversion) that do not belong to the reporting segment.

3. Segment profit or loss is adjusted for operating loss in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.

II. The three months of the current fiscal year (April 1, 2026 to June 30, 2026)

1. Information on sales and the amount of profit or loss for each reported segment, as well as information on the breakdown of revenues

(Millions of yen)

	Reportable segments			Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	textile and apparel business	real estate business	Total				
Sales							
Legwear	2,154	-	2,154	-	2,154	-	2,154
Inner	1,914	-	1,914	-	1,914	-	1,914
Other	-	-	-	143	143	-	143
Revenue generated from customer contracts	4,068	-	4,068	143	4,212	-	4,212
Other Earnings	-	186	186	-	186	-	186
Revenues from external customers	4,068	186	4,255	143	4,399	-	4,399
Transactions with other segments	-	-	-	-	-	-	-
Total	4,068	186	4,255	143	4,399	-	4,399
Segment profit (loss)	(730)	138	(591)	20	(571)	(36)	(607)

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, including the purchase and sale of nursing care products, the operation of group homes, and the sale of electricity from solar power.

2. Adjustments for segment profits or losses are company-wide expenses and are mainly expenses related to land and buildings such as the head office (including land and buildings under consideration for conversion) that do not belong to the reporting segment.

3. Segment profit or loss is adjusted for operating loss in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

There are no significant impairment losses.