Time & Air
AMANO

Summary Financial Statements (Consolidated)
for 2nd Quarter of Fiscal Year 2026 (Year Ending March 31, 2027) (Japan GAAP)

October 29, 2026

Company name: Amano Corporation — Listed on: TSE
Securities code: 6436 — URL https://www.amano.co.jp/en/
Representative: Manabu Yamazaki, President & Representative Director
Inquiries: Kiyotaka Muroi, Operating Officer, General Manager, Corporate Planning — Phone: +81 (45) 439-1591

Scheduled date for filing of semiannual securities report: November 9, 2026
Scheduled date for commencing of dividend payments: December 2, 2026
Supplementary explanation materials prepared for financial results: Yes
Briefing held on financial results: Yes (for institutional investors and analysts)

(Amounts less than 1 million yen are rounded down)

1. Business results for 2nd Quarter of fiscal year 2026 (April 1, 2026 to September 30, 2026)

(1) Operating results

(Percentages represent year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of the parent company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2Q of FY 2026 (year ending March 2027)	84,933	1.2	7,519	(22.4)	8,375	(20.1)	4,979	(25.4)
2Q of FY 2025 (year ended March 2026)	83,928	(0.4)	9,686	(2.1)	10,481	(0.5)	6,677	(6.8)

Note: Comprehensive income 2nd Quarter of FY 2026 (year ending March 2027): ¥6,239 million (4.3%)
2nd Quarter of FY 2025 (year ended March 2026): ¥5,982 million (-49.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
2Q of FY 2026 (year ending March 2027)	71.92	—
2Q of FY 2025 (year ended March 2026)	94.46	—

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
2Q of FY 2026 (as of September 30, 2026)	189,754	136,190	71.6	1,962.63
FY 2025 (as of March 31, 2026)	193,096	139,212	71.8	2,001.48

Reference: Equity capital 2nd Quarter of FY 2026 (as of September 30, 2026): ¥135,787 million
FY 2025 (as of March 31, 2026): ¥138,623 million

2. Dividends

	Annual dividends				
	First quarter-end	2nd Quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY 2025 (year ended March 2026)	—	55.00	—	125.00	180.00
FY 2026 (year ending March 2027)	—	55.00			
FY 2026 (year ending March 2027) (est.)			—	125.00	180.00

Note: Revisions to most recently released dividend forecast: None

3. Forecast earnings for fiscal year 2026 (April 1, 2026 to March 31, 2027)

(Percentages represent year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income attributable to owners of the parent company		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	184,000	4.3	20,000	(11.3)	21,500	(11.7)	14,500	(28.0)	209.58

Note: Revisions to most recently released earnings forecast: None

Notes

(1) Significant changes among subsidiaries during the fiscal year under review (i.e. changes among specific subsidiaries resulting in a change in the scope of consolidation) : None

(2) Application of accounting procedures specific to the preparation of the consolidated quarterly financial statements : Yes

Note: For details, please refer to "2. Consolidated Quarterly Financial Statements and Primary Explanatory Notes (4) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of the Consolidated Quarterly Financial Statements) on page 14 of the attached document.

(3) Changes to accounting policy, changes to accounting forecasts, and restatements

[1] Changes arising from revision of accounting standards : None

[2] Changes to accounting policy other than those in [1] above : None

[3] Changes to accounting forecasts : None

[4] Restatements : None

(4) Number of shares issued and outstanding (common stock)

[1] Number of shares issued and outstanding at the end of the period (including treasury stock)	As of 2Q ended September 30, 2026	71,106,129 shares	As of March 31, 2026	71,106,129 shares
[2] Number of shares of treasury stock at the end of the period	As of 2Q ended September 30, 2026	1,919,513 shares	As of March 31, 2026	1,845,386 shares
[3] Average number of shares outstanding (over the fiscal year under review up to September 30, 2026)	As of 2Q ended September 30, 2026	69,239,427 shares	As of 2Q ended September 30, 2025	70,692,302 shares

Note: The number of shares of treasury stock as of September 30, 2026, includes the Company's shares held by the Director's Compensation BIP Trust and the Employee Stock Ownership Plan (J-ESOP) (771,832 shares as of September 30, 2026 and 697,819 shares as of March 31, 2026 respectively).
In addition, these Company's shares are included in the treasury stock which is deducted in calculating the average number of shares during the period.

Note: These Summary Financial Statements for second quarter of FY2026 are not subject to the review procedures.

Note: Explanation concerning appropriate use of the earnings forecast, and other matters to note

Caution regarding forward-looking statements

Earnings forecasts and other forward-looking statements contained in this document are based on information available at the time of preparing this document and on certain assumptions that are deemed to be reasonable. A variety of factors could cause actual results to differ significantly from the forecasts. For information on the earnings forecasts, please refer to "1. Summary of Business Results (3) Explanation of Forward-looking Information, including the Outlook for Consolidated Operating Results" on page 7 of the attached document.

Obtaining supplementary financial results materials and information on the scheduled financial results briefing

Supplementary financial results materials are disclosed on the Amano's website on the same day as the date of this document. Also, a financial results briefing for institutional investors and analysts is scheduled for October 30, 2026. The financial results materials to be distributed at this briefing are due to be on the Amano's website immediately on the same day.

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1. Summary of Business Results

(1) Summary of Business Results for the Current Quarter

During the second quarter of the current fiscal year, the Japanese economy continued to show signs of a gradual recovery, supported by steady corporate capital investment aimed at labor and manpower savings. However, the economic outlook remains uncertain due to factors such as the prolonged geopolitical risks stemming from the situation in the Middle East, developments in U.S. trade policy, the slowdown in the Chinese economy, and natural disasters.

Under this business environment, in our 10th Medium-term Business Plan that started in April 2026, we, the Amano Group have set forth the management concept of "The 5th Stage Towards a 100-year Company (2031) Accelerating Corporate Transformation to Achieve Sustainable Management-" in which we have promoted further driving the transition to a “business structure centered on data and AI” across all our operations, we will strengthen strategic investments in software assets, data infrastructure, and IoT and AI platforms, while also have worked to solve social issues.

During the current second quarter period under review, net sales were ¥84,933 million (up 1.2% year-on-year), operating profit was ¥7,519 million (down 22.4% yoy), ordinary profit was ¥8,375 million (down 20.1% yoy), and net income attributable to owners of the parent company was ¥4,979 million (down 25.4% yoy).

Main factors behind the business results

(i) At non-consolidated Amano, in the Information Systems, sales fell due to a slowdown in corporate system investments following the end of Windows 10 support, as well as a decline in software sales. In the Environmental Systems, while the order backlog for large-scale systems remained robust, sales declined due to timing differences in revenue recognition. On the other hand, in the Parking Systems, sales increased, supported by the gradual expansion of new products and services, including cashless and camera-based parking lot management systems.

(ii) In domestic group companies, the parking management contract services business and the cloud service business for T&A sales grew.

(iii) In overseas group companies, Parking Systems sales decreased in North America due to factors such as continued delays in some projects. In Europe, Information Systems in France performed well and sales increased. In Asia, although Parking Systems sales decreased in Hong Kong, sales increased in South Korea, resulting in overall sales increased.

The following are business results by segment:

Sales by business division (Millions of yen)

Category	2Q of FY 2025 (year ended March 2026)		2Q of FY 2026 (year ending March 2027)		Change	
	Amount	Ratio (%)	Amount	Ratio (%)	Amount	%
Time Information System business:						
Information Systems	19,969	23.8	19,201	22.6	(768)	(3.9)
Time Management Products	1,058	1.3	1,022	1.2	(36)	(3.5)
Parking Systems	43,626	51.9	45,989	54.2	2,363	5.4
Subtotal	64,655	77.0	66,212	78.0	1,557	2.4
Environment System business:						
Environmental Systems	12,084	14.4	11,279	13.2	(805)	(6.7)
Clean Systems	7,188	8.6	7,440	8.8	252	3.5
Subtotal	19,273	23.0	18,720	22.0	(552)	(2.9)
Total	83,928	100.0	84,933	100.0	1,004	1.2

Time Information System business

- Information Systems: Time & Attendance (T&A), Human Resources (HR) systems, Payroll information systems, access control, and digital time stamps
- Time Management Products: PC-linked time recorders, online time recorders, and time stamps
- Parking Systems: Parking lot management systems, bicycle parking lot management systems, and parking management contract services

The sales in this business totaled ¥66,212 million, up by ¥1,557 million (2.4%) year-on-year. The following is a breakdown of sales by business division.

• Information Systems ¥19,201 million (down 3.9% year-on-year)
Domestic sales for the current term were as follows. For non-consolidated Amano, software sales decreased by ¥1,530 million (22.7%), hardware sales decreased by ¥176 million (13.7%), and sales generated by maintenance contracts and supplies services decreased by ¥57 million (2.5%). Cloud services deployed by Amano Business Solutions Corporation performed well and sales increased.
Overall overseas sales increased by ¥1,012 million (11.2%). Accu-Time Systems, Inc.'s sales in North America decreased, while Horoquartz S.A.'s sales in Europe increased.

• Time Management Products ¥1,022 million (down 3.5% year-on-year)
Domestic sales for the current term decreased by ¥23 million (2.7%) as sales of time recorders and sales generated by maintenance contracts and supplies services decreased compared with the previous fiscal year.
Overall overseas sales increased by ¥16 million (7.2%) as the sales in North America and Europe increased, while sales in Asia decreased.

• Parking Systems ¥45,989 million (up 5.4% year-on-year)
Domestic sales for the current term were as follows. For non-consolidated Amano, parking system equipment sales increased by ¥370 million (5.2%), and sales generated by maintenance contracts and supplies services decreased by ¥85 million (1.7%). Sales of the parking management contract service business operated by Amano Management Service continued to increase steadily, and the number of parking spaces under management increased by 22,000 (2.7%) from the end of the previous fiscal year.
Overall overseas sales increased by ¥1,438 million (5.7%). Amano McGann, Inc.'s sales in North America decreased and in Asia, sales of the parking management contract service business in Hong Kong decreased, but increased in South Korea.

Environment System business

- Environmental Systems: Standard dust collection systems, mist collectors, large dust collection systems, pneumatic conveyors, and deodorizing equipment
- Clean Systems: Industrial vacuum cleaners, automatic floor scrubbers, cleaning robots, wooden floor sanding machines, cleaning contract services, and electrolyzed water generators

The sales in this business totaled ¥18,720 million, down by ¥552 million (2.9%) year-on-year. The following is a breakdown of sales by business division.

• Environmental Systems ¥11,279 million (down 6.7% year-on-year)
Domestic sales for the current term were as follows. For non-consolidated Amano, sales of standard dust collection systems decreased by ¥30 million (1.0%), and sales of large-scale systems decreased by ¥508 million (11.4%), and sales generated by maintenance contracts and supplies services increased by ¥80 million (3.3%).
Overall overseas sales decreased by ¥245 million (15.4%) as the sales in North America and Asia decreased.

• Clean Systems ¥7,440 million (up 3.5% year-on-year)

Domestic sales for the current term were as follows. For non-consolidated Amano, sales of cleaning equipment decreased by ¥138 million (10.8%), and sales generated by maintenance contracts and supplies services increased by ¥35 million (3.1%).

Overall overseas sales increased by ¥324 million (7.3%) as Amano Pioneer Eclipse Corporation’s sales in North America increased.

Reference information

Information by area

(Millions of yen)

	Net sales				Operating profit/loss			
	2Q of FY 2025 (year ended March 2026)	2Q of FY 2026 (year ending March 2027)	Change	Percentage change (%)	2Q of FY 2025 (year ended March 2026)	2Q of FY 2026 (year ending March 2027)	Change	Percentage change (%)
Japan	43,893	42,388	(1,504)	(3.4)	9,047	7,193	(1,853)	(20.5)
Other Asia	19,293	20,763	1,470	7.6	950	816	(134)	(14.2)
North America	13,425	13,400	(24)	(0.2)	913	529	(383)	(42.0)
Europe	7,811	8,969	1,157	14.8	905	1,305	399	44.1
Total	84,423	85,523	1,099	1.3	11,817	9,845	(1,972)	(16.7)
Eliminations/ Corporate	(495)	(589)	—	—	(2,131)	(2,325)	—	—
Consolidated	83,928	84,933	1,004	1.2	9,686	7,519	(2,166)	(22.4)

Notes: 1. The national and regional demarcations are based on the degree of geographical proximity.
2. Major countries and territories included in areas other than Japan:
(1) Other Asia: Singapore, Thailand, Malaysia, Indonesia, South Korea, China, Philippines, and Vietnam
(2) North America: United States, Canada and Mexico
(3) Europe: France, Belgium and Spain

Overseas sales

(Millions of yen)

	Overseas sales				Proportion of consolidated net sales accounted for by overseas sales (%)		
	2Q of FY 2025 (year ended March 2026)	2Q of FY 2026 (year ending March 2027)	Change	Percentage change (%)	2Q of FY 2025 (year ended March 2026)	2Q of FY 2026 (year ending March 2027)	Change
Other Asia	19,349	20,701	1,351	7.0	23.0	24.4	1.4
North America	12,806	12,651	(154)	(1.2)	15.3	14.9	(0.4)
Europe	7,707	8,894	1,187	15.4	9.2	10.5	1.3
Other regions	564	642	78	13.9	0.7	0.7	0.0
Total	40,427	42,890	2,462	6.1	48.2	50.5	2.3
Consolidated net sales	83,928	84,933					

Notes: 1. The national and regional demarcations are based on the degree of geographical proximity.
2. Major countries and territories included in areas other than Japan:
(1) Other Asia: Singapore, Thailand, Malaysia, Indonesia, South Korea, China, Philippines, and Vietnam
(2) North America: United States and Canada
(3) Europe: France, Belgium and Spain
(4) Other regions: Central and South America
3. Overseas sales comprise sales by Amano Corporation and our consolidated subsidiaries to countries and regions other than Japan.

(2) Summary of Financial Condition for the Current Quarter

(i) Assets, liabilities, and net assets

Total assets amounted to ¥189,754 million (down ¥3,341 million from the previous fiscal year-end).

• Current assets: a decrease of ¥6,247 million due to decreases in cash and bank deposits, and notes and accounts receivable-trade and contract assets, etc.

• Fixed assets: an increase of ¥2,906 million due to increases in tools, furniture and fixtures (net) and lease assets (net), etc.

Total liabilities amounted to ¥53,563 million (down ¥319 million from the previous fiscal year-end).

• Current liabilities: a decrease of ¥1,071 million due to a decrease in accrued bonuses, etc.

• Long-term liabilities: an increase of ¥751 million due to an increase in lease liabilities, etc.

Net assets amounted to ¥136,190 million (down ¥3,021 million from the previous fiscal year-end).

• Shareholders' equity: a decrease of ¥4,081 million due to dividends paid, etc.

• Accumulated other comprehensive income: an increase of ¥1,245 million due to an increase in foreign currency translation adjustments, etc.

(ii) Cash flows

Consolidated cash and cash equivalents decreased by ¥9,054 million from the previous fiscal year-end to a total of ¥39,819 million at the end of the first half. More specifically, the status of each type of cash flow during the first half and the underlying factors are as follows:

Net cash provided by operating activities totaled ¥10,040 million (a decrease in income of ¥981 million year-on-year).

• Main income factors:

Posting of income before income taxes amounting to ¥8,297 million and posting of depreciation and amortization amounting to ¥5,592 million.

Posting of a decrease in trade notes and accounts receivable and contract assets amounting to ¥3,070 million.

• Main expenditure factors:

Posting of income taxes paid amounting to ¥3,384 million

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Net cash used in investing activities totaled −¥7,902 million (an increase in cash outflow of ¥3,270 million year-on-year).

• Main income factors:

Posting of proceeds from withdrawal of time deposits amounting to ¥3,969 million.

• Main expenditure factors:

Posting of increase in time deposits amounting to ¥7,337 million and payment for purchase of tangible fixed assets amounting to ¥3,152 million

Payment for acquisition of intangible fixed assets amounting to ¥1,979 million.

Net cash used in financing activities amounted to −¥11,476 million (a decrease in cash outflow of ¥3,943 million year-on-year).

• Main income factors:

Posting of proceeds from sale and leaseback amounting to ¥1,410 million.

• Main expenditure factors:

Posting of dividends paid amounting to ¥8,744 million and posting of repayments of lease obligations amounting to ¥3,384 million.

(3) Explanation of Forward-looking Information, including the Outlook for Consolidated Operating Results

For the current second quarter (interim period) under review, net sales increased compared with the corresponding period of the previous fiscal year, while operating profit declined. In addition, the results fell short of the first half forecast.

Regarding the consolidated earnings forecast, taking into account the progress of business performance in the second quarter (interim period), as well as the future economic environment and market conditions, the Company reviewed its interim and full-year earnings forecasts and accordingly revised the interim and full-year forecasts previously announced in the "Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2026" released on April 27, 2026.

For further details, please refer to the "Notice of Revision to the Interim and Full-Year Earnings Forecasts" released on October 27, 2026.

https://www.amano.co.jp/en/ir/dl/news/2026/20261027_1.pdf

(4) Basic Policy on Distribution of Profits and Payment of Dividends for the Second Quarter

Amano Corporation places great importance on our policy of paying dividends to shareholders. Our fundamental policy to return profits to shareholders is to continue to make stable ordinary dividend payments, make appropriate performance-based distributions, and buy back shares, as it deems necessary. We aim to maintain a dividend payout ratio of at least 60% on a consolidated basis and a total return ratio of at least 70%, with a net asset dividend rate having a lower limit of 2.5%.

In line with this policy, we plan to pay a dividend of ¥55 per share at the end of the current first half of the consolidated fiscal year, as expected at the beginning of this fiscal year.

2. Consolidated Quarterly Financial Statements and Primary Explanatory Notes

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	FY 2025 (as of March 31, 2026)	FY 2026 (as of September 30, 2026)
Assets		
Current assets		
Cash and bank deposits	60,786	55,242
Notes and accounts receivable—trade and contract assets	37,096	34,222
Lease receivables	2,121	2,165
Marketable securities	900	807
Merchandise and finished goods	5,508	5,993
Work in process	832	815
Raw materials and supplies	9,748	10,050
Other current assets	7,066	8,507
Allowance for doubtful accounts	(525)	(516)
Total current assets	123,535	117,287
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	8,122	8,323
Machinery and vehicles (net)	1,603	2,085
Tools, furniture and fixtures (net)	4,121	4,769
Land	5,760	5,758
Lease assets (net)	12,228	12,857
Construction in progress	444	362
Total tangible fixed assets	32,281	34,155
Intangible fixed assets		
Goodwill	1,071	834
Software	5,448	6,041
Software in progress	2,681	2,662
Other	1,821	1,873
Total intangible fixed assets	11,023	11,411
Investments and other assets		
Investment securities	17,377	17,931
Claims in bankruptcy and similar claims	659	666
Fixed leasehold deposits	2,072	2,106
Net defined benefit assets	694	819
Deferred tax assets	3,072	2,765
Other	2,996	3,232
Allowance for doubtful accounts	(617)	(623)
Total investments and other assets	26,256	26,899
Total fixed assets	69,560	72,466
Total assets	193,096	189,754

(Millions of yen)

	FY 2025 (as of March 31, 2026)	FY 2026 (as of September 30, 2026)
Liabilities		
Current liabilities		
Notes and accounts payable—trade	7,066	6,535
Electronically recorded obligations	1,310	1,004
Short-term bank loans	708	509
Lease liabilities	5,236	5,595
Accrued income taxes	4,144	4,016
Accrued bonuses	2,816	2,171
Accrued officers' bonuses	156	-
Other current liabilities	21,540	22,074
Total current liabilities	42,979	41,907
Long-term liabilities		
Lease liabilities	8,736	9,030
Deferred tax liabilities	24	51
Net defined benefit liabilities	647	749
Provision for stock benefit	637	648
Provision for directors' stock benefit	387	494
Asset retirement obligations	14	14
Other long-term liabilities	457	667
Total long-term liabilities	10,904	11,656
Total liabilities	53,883	53,563
Net assets		
Shareholders' equity		
Common stock	18,239	18,239
Capital surplus	19,293	19,293
Retained earnings	92,827	89,062
Treasury stock	(6,491)	(6,808)
Total shareholders' equity	123,869	119,787
Accumulated other comprehensive income		
Net unrealized gains (losses) on available- for-sale securities	5,326	5,974
Foreign currency translation adjustments	8,381	9,017
Remeasurements of defined benefit plans	1,046	1,008
Total accumulated other comprehensive income	14,754	16,000
Non-controlling shareholders' interests	588	402
Total net assets	139,212	136,190
Total liabilities and net assets	193,096	189,754

(2) Consolidated Quarterly Statements of Income and Consolidated Quarterly Statements of Comprehensive Income

Consolidated Quarterly Statements of Income

Second quarter ended September 30, 2026

(Millions of yen)

	FY 2025 (April 1, 2025- September 30, 2025)	FY 2026 (April 1, 2026– September 30, 2026)
Net sales	83,928	84,933
Cost of sales	46,132	47,592
Gross profit	37,796	37,341
Selling, general and administrative expenses		
Selling expenses	25,867	27,310
General and administrative expenses	2,242	2,510
Total selling, general and administrative expenses	28,109	29,821
Operating profit	9,686	7,519
Non-operating profit		
Interest income	424	579
Dividend income	158	153
Insurance income	97	6
Equity in earnings of affiliates	102	108
Other	273	215
Total non-operating profit	1,057	1,063
Non-operating expenses		
Interest expenses	134	120
Loss on foreign exchange	66	30
Other	61	57
Total non-operating expenses	262	208
Ordinary profit	10,481	8,375
Extraordinary income		
Gain on sale of fixed assets	3	8
Gain on sale of investment securities	121	-
Total extraordinary income	124	8
Extraordinary losses		
Loss on disposal of fixed assets	291	85
Total extraordinary losses	291	85
Income before income taxes	10,315	8,297
Income taxes	3,564	3,295
Net income	6,750	5,002
Net income attributable to non-controlling shareholders	72	22
Net income attributable to owners of the parent company	6,677	4,979

Consolidated Quarterly Statements of Comprehensive Income

Second quarter ended September 30, 2026

(Millions of yen)

	FY 2025 (April 1, 2025- September 30, 2025)	FY 2026 (April 1, 2026– September 30, 2026)
Net income	6,750	5,002
Other comprehensive income		
Net unrealized gains (losses) on available-for-sale securities	775	650
Foreign currency translation adjustment	(1,575)	627
Remeasurements of defined benefit plans	31	(38)
Share of other comprehensive income of associates accounted for using equity method	(0)	(2)
Total other comprehensive income	(767)	1,237
Comprehensive income	5,982	6,239
(Breakdown)		
Comprehensive income attributable to owners of the parent company	5,938	6,225
Comprehensive income attributable to non-controlling shareholders	43	14

(3) Consolidated Quarterly Statements of Cash Flows

(Millions of yen)

	FY 2025 (April 1, 2025- September 30, 2025)	FY 2026 (April 1, 2026– September 30, 2026)
Cash flows from operating activities		
Income before income taxes	10,315	8,297
Depreciation and amortization	5,288	5,592
Amortization of goodwill	230	229
Increase (decrease) in net defined benefit liabilities	0	(66)
Increase (decrease) in provision for stock benefit	173	79
Increase (decrease) in provision for directors' stock benefit	105	107
Increase (decrease) in allowance for doubtful accounts	(81)	4
Interest and dividend revenue	(583)	(733)
Equity in (earnings) losses of affiliates	(102)	(108)
Interest expenses	134	120
Foreign currency translation loss (gain)	(20)	14
Loss (gain) on sale of fixed assets	(3)	(8)
Loss on disposal of fixed assets	291	85
Loss (gain) on sale of investment securities	(121)	-
(Increase) decrease in trade notes and accounts receivable and contract assets	4,038	3,070
Decrease (increase) in lease receivables	(6)	(131)
(Increase) decrease in inventories	(1,128)	(492)
Increase (decrease) in trade payables	(887)	(862)
Increase (decrease) in other current liabilities	1,027	(720)
Other	(3,507)	(1,878)
Subtotal	15,162	12,600
Receipts from interest and dividends	764	935
Interest paid	(134)	(128)
Income taxes paid	(4,853)	(3,384)
Income taxes refunded	83	17
Net cash provided by operating activities	11,021	10,040
Cash flows from investing activities		
Payment for acquisition of securities	(450)	-
Proceeds from redemption of securities	550	450
Payment for purchase of tangible fixed assets	(2,418)	(3,152)
Proceeds from sale of tangible fixed assets	6	14
Payments for retirement of property, plant and equipment	(269)	(23)
Payment for acquisition of intangible fixed assets	(1,414)	(1,979)
Payment for acquisition of investment securities	(92)	(3)
Proceeds from sale of investment securities	224	-
Increase in time deposits	(6,468)	(7,337)
Proceeds from withdrawal of time deposits	5,667	3,969
Other	33	159
Net cash used in investing activities	(4,631)	(7,902)

(Millions of yen)

	FY 2025 (April 1, 2025- September 30, 2025)	FY 2026 (April 1, 2026– September 30, 2026)
Cash flows from financing activities		
Increase in short-term loans payable	671	519
Repayment for short-term bank loans	(839)	(692)
Payment for acquisition of treasury stock	(3,903)	(385)
Repayments of lease liabilities	(3,665)	(3,384)
Proceeds from sale and leaseback	1,491	1,410
Dividends paid	(9,000)	(8,744)
Payment of dividends to non-controlling shareholders	(174)	(199)
Cash flows from financing activities	(15,420)	(11,476)
Effect of exchange rate changes on cash and cash equivalents	(664)	284
Net increase (decrease) in cash and cash equivalents	(9,695)	(9,054)
Cash and cash equivalents at the beginning of the year	55,859	48,873
Cash and cash equivalents at end of period	46,163	39,819

(4) Notes on Quarterly Consolidated Financial Statements

Notes Regarding the Premise of a Going Concern

None

Notes on Significant Changes in Shareholders' Equity

None

Notes on Accounting Procedures Specific to the Preparation of the Consolidated Quarterly Financial Statements

Calculation of tax expenses

These amounts of tax expenses are calculated by multiplying the pre-tax net income and loss by an estimated effective tax rate for the year, determined using reasonable methods for pre-tax income for the fiscal year including the second quarter after applying tax-effect accounting.

In cases where an estimated effective tax rate cannot be adopted, the amounts are calculated by multiplying the legal effective tax rate after adjusting significant differences that are not in the scope of temporary differences from pre-tax net income and loss.

Additional information

Directors' Compensation BIP Trust and Employee Stock Ownership Plan (J-ESOP)

In Amano Corporation and some of our subsidiaries, for the purpose of enhancing the motivation to contribute to the improvement of medium- to long-term business performance and to increase corporate value, we have adopted the Directors' Compensation BIP Trust system for directors (excluding outside directors and expatriates) and operating officers (excluding expatriates). We have also adopted the Employee Stock Ownership Plan (J-ESOP) system for employees who meet the prescribed requirements.

[1] Outline of the system

Under the system, a trust is established with funds contributed by Amano Corporation as a source, and shares of Amano Corporation are acquired by the trust, and the shares are granted to the eligible persons. Furthermore, this BIP Trust period has been extended for the same period accordingly after partial revision, with the launch of the 10th Medium-Term Business Plan in April 2026.

Under the Directors' Compensation BIP Trust, in accordance with the share distribution rules and based on points granted according to the attainment level of numerical targets related to their positions and management indicators, shares of Amano Corporation are provided by the trust to directors and operating officers.

Under the Employee Stock Ownership Plan (J-ESOP), in accordance with the share distribution rules and based on points granted according to their positions and operating performance, etc., shares of Amano Corporation are provided by the trust to employees who meet certain requirements.

[2] Shares of Amano Corporation that remain in the trust

Shares of Amano Corporation that remain in the trust are recorded as treasury stock in the net assets section at the book value of the trust.

Book value of the treasury stock and the number of shares

As of the end of the second quarter of the current fiscal year ¥2,316 million, 771,832 shares

Notes on Segment Information

[Segment Information]

I. Second Quarter of fiscal year 2025 (April 1, 2025 to September 30, 2025)

(Millions of yen)

	Reporting segments			Adjustments (Note 1)	Amounts reported in consolidated financial statements (Note 2)
	Time Information System business	Environment System business	Total		
Net sales					
To customers	64,655	19,273	83,928	—	83,928
Intersegment	—	—	—	—	—
Total	64,655	19,273	83,928	—	83,928
Segment profit (loss)	9,631	2,239	11,870	(2,183)	9,686

Notes: 1. The −¥2,183 million adjustment in segment profit indicates company-wide expenses not allocated to the reporting segments. Company-wide expenses consist mainly of general and administrative expenses that do not belong to any of the reporting segments.

2. Segment profit is reconciled with operating profit in the consolidated statement of income.

2. Information on Impairment Loss in Fixed Assets or Goodwill for Each Reporting Segment

None

II. Second Quarter of fiscal year 2026 (April 1, 2026 to September 30, 2026)

(Millions of yen)

	Reporting segments			Adjustments (Note 1)	Amounts reported in consolidated financial statements (Note 2)
	Time Information System business	Environment System business	Total		
Net sales					
To customers	66,212	18,720	84,933	—	84,933
Intersegment	—	—	—	—	—
Total	66,212	18,720	84,933	—	84,933
Segment profit (loss)	7,969	1,903	9,873	(2,353)	7,519

Notes: 1. The −¥2,353 million adjustment in segment profit indicates company-wide expenses not allocated to the reporting segments. Company-wide expenses consist mainly of general and administrative expenses that do not belong to any of the reporting segments.

2. Segment profit is reconciled with operating profit in the consolidated statement of income.

2. Information on Impairment Loss in Fixed Assets or Goodwill for Each Reporting Segment

None

Significant Subsequent Events

None

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