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Consolidated Financial Results for the Six Months Ended April 30, 2026 (Under Japanese GAAP)

June 12, 2026

Company name H.I.S. Co., Ltd.
 Listing Tokyo Stock Exchange
 Securities code 9603
 URL <https://www.his.co.jp>
 Representative (Title) President and Representative Director (Name) Sawada Hidetaka
 Inquiries (Title) Executive Officer, General Manager of Accounting and Finance Headquarters (Name) Hanazaki Osamu
 Tel. +81-50-1746-4188
 Semi-annual statement filing date (as planned) June 12, 2026
 Dividend payable date (as planned) —
 Supplemental material of results : Yes
 Convening briefing of results : Yes (For institutional investors)

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

1. Consolidated financial results for the six months ended April 30, 2026 (from November 1, 2025 to April 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended April 30, 2026	193,132	6.5	6,448	(4.1)	6,197	(9.9)	3,000	(21.0)
April 30, 2025	181,313	12.7	6,721	21.6	6,881	17.8	3,798	4.1

Note: Six months ended April 30, 2026 5,947 million yen (45.1%) Six months ended April 30, 2025 4,099 million yen (-23.9%)
 Comprehensive income

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
April 30, 2026	40.14	—
April 30, 2025	50.84	47.90

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
April 30, 2026	403,879	72,368	14.8	801.32
October 31, 2025	386,330	67,205	14.4	743.26

Reference: Owner's equity As of April 30, 2026 59,910 million yen As of October 31, 2025 55,549 million yen

2. Cash dividends

	Annual dividend				
	First quarter	Second quarter	Third quarter	Year end	Annual
Fiscal year ended October 31, 2025	Yen —	Yen 10.00	Yen —	Yen 10.00	Yen 20.00
Fiscal year ending October 31, 2026	—	0.00			
Fiscal year ending October 31, 2026 (Forecast)			—	25.00	25.00

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

3. Consolidated financial forecast for the fiscal year ending October 31, 2026 (from November 1, 2025 to October 31, 2026)

(Percentages indicate year-on-year changes.)

Fiscal year ending	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
October 31, 2026	395,000	5.9	12,000	3.2	11,500	1.0	(1,000)	—	(13.38)

Note: Revisions to the earnings forecasts most recently announced : Yes

For details regarding the revision of the consolidated performance forecast, please refer to the “Notice of Recording of Extraordinary Loss (Loss on Cancellation of Lease) and Revision of Consolidated Financial Forecast for the Fiscal Year Ending October 31, 2026”

* Notes

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

Newly included: 2 companies (Company name) Kyoushin Densetsu Co.,Ltd、 Southwing Co., Ltd.

Excluded: 1 company (Company name) hapi-robo st, Inc.

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

(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) Number of issued and outstanding shares at the period end (including treasury stock)

As of April 30, 2026	79,860,936 shares	As of October 31, 2025	79,860,936 shares
As of April 30, 2026	5,096,040 shares	As of October 31, 2025	5,123,480 shares
Six months ended April 30, 2026	74,749,205 shares	Six months ended April 30, 2025	74,724,272 shares

(ii) Number of treasury stock at the period end

(iii) Average number of shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The above forecasts are based on the information available as of the date of announcement of these materials and make assumptions as of the date of announcement of these materials about uncertain factors affecting future business performance. Actual results may vary greatly depending on various factors.

2. Semi-annual consolidated financial statements and main notes

(1) Semi-annual consolidated balance sheet

(Millions of yen)

	As of October 31, 2025	As of April 30, 2026
Assets		
Current assets		
Cash and deposits	113,932	108,885
Notes and accounts receivable - trade, and contract assets	27,581	38,838
Trade accounts receivable	798	884
Securities	0	10
Travel advance payments	12,610	15,037
Prepaid expenses	2,577	2,937
Short-term loans receivable	173	180
Short-term loans receivable from subsidiaries and associates	75	102
Accounts receivable - other	17,935	21,846
Other	6,420	7,789
Allowance for doubtful accounts	(1,717)	(1,802)
Total current assets	180,388	194,710
Non-current assets		
Property, plant and equipment		
Buildings, net	73,197	73,237
Tools, furniture and fixtures, net	2,464	2,842
Land	70,798	71,555
Leased assets, net	11,258	11,040
Construction in progress	82	740
Other, net	1,901	2,235
Total property, plant and equipment	159,703	161,652
Intangible assets		
Goodwill	1,655	1,904
Other	12,795	13,192
Total intangible assets	14,451	15,097
Investments and other assets		
Investment securities	2,776	2,840
Shares of subsidiaries and associates	3,834	4,216
Investments in capital of subsidiaries and associates	71	108
Long-term loans receivable from subsidiaries and associates	541	586
Retirement benefit asset	1,209	1,205
Deferred tax assets	9,976	9,649
Guarantee deposits	9,818	10,055
Other	4,016	4,102
Allowance for doubtful accounts	(506)	(398)
Total investments and other assets	31,739	32,367
Total non-current assets	205,893	209,116
Deferred assets	49	51
Total assets	386,330	403,879

(Millions of yen)

	As of October 31, 2025	As of April 30, 2026
Liabilities		
Current liabilities		
Trade accounts payable	15,683	12,293
Short-term borrowings	8,698	49,553
Current portion of bonds payable	—	5,000
Current portion of long-term borrowings	105,607	51,761
Accounts payable - other	19,801	19,280
Accrued expenses	5,140	5,532
Income taxes payable	1,600	2,568
Accrued consumption taxes	1,287	876
Travel advance received	43,193	57,527
Deposits received of subsidy	1,125	—
Lease liabilities	2,740	2,886
Provision for bonuses	5,522	4,437
Provision for bonuses for directors (and other officers)	251	117
Provision for loss on business liquidation	232	—
Other	31,623	28,949
Total current liabilities	242,507	240,785
Non-current liabilities		
Bonds payable	5,000	—
Long-term borrowings	47,235	66,508
Deferred tax liabilities	3,576	3,542
Retirement benefit liability	6,026	6,132
Provision for retirement benefits for directors (and other officers)	504	475
Lease liabilities	9,791	9,515
Other	4,483	4,550
Total non-current liabilities	76,618	90,725
Total liabilities	319,125	331,511
Net assets		
Shareholders' equity		
Share capital	100	100
Capital surplus	28,372	28,320
Retained earnings	28,137	30,390
Treasury shares	(12,981)	(12,912)
Total shareholders' equity	43,627	45,898
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(100)	(117)
Deferred gains or losses on hedges	91	79
Foreign currency translation adjustment	11,502	13,733
Remeasurements of defined benefit plans	428	317
Total accumulated other comprehensive income	11,921	14,011
Share acquisition rights	292	379
Non-controlling interests	11,363	12,077
Total net assets	67,205	72,368
Total liabilities and net assets	386,330	403,879

(2) Semi-annual consolidated income statement and Semi-annual consolidated comprehensive income statement
(Semi-annual consolidated income statement)

(Millions of yen)

	Six months ended April 30, 2025	Six months ended April 30, 2026
Net sales	181,313	193,132
Cost of sales	122,164	132,800
Gross profit	59,149	60,331
Selling, general and administrative expenses	52,428	53,883
Operating profit	6,721	6,448
Non-operating income		
Interest income	687	556
Dividend income	367	477
Subsidy income	835	98
Other	485	410
Total non-operating income	2,376	1,542
Non-operating expenses		
Interest expenses	996	1,004
Foreign exchange losses	498	188
Other	720	600
Total non-operating expenses	2,215	1,793
Ordinary profit	6,881	6,197
Extraordinary income		
Gain on sale of shares of subsidiaries and associates	100	7
Gain on reversal of share acquisition rights	165	—
Gain on reversal of provision incurred from deposits received of subsidy	—	199
Total extraordinary income	265	207
Extraordinary losses		
Impairment losses	159	124
Provision of allowance for doubtful accounts	394	—
Total extraordinary losses	553	124
Profit before income taxes	6,593	6,280
Income taxes	2,064	2,508
Profit	4,528	3,772
Profit attributable to non-controlling interests	730	771
Profit attributable to owners of parent	3,798	3,000

(Semi-annual consolidated comprehensive income statement)

(Millions of yen)

	Six months ended April 30, 2025	Six months ended April 30, 2026
Profit	4,528	3,772
Other comprehensive income		
Valuation difference on available-for-sale securities	(87)	(19)
Deferred gains or losses on hedges	(108)	(11)
Foreign currency translation adjustment	(124)	2,327
Remeasurements of defined benefit plans, net of tax	(108)	(112)
Share of other comprehensive income of entities accounted for using equity method	(0)	(8)
Total other comprehensive income	(429)	2,175
Comprehensive income	4,099	5,947
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,426	5,090
Comprehensive income attributable to non-controlling interests	673	857

(3) Semi-annual consolidated cash flows statement

(Millions of yen)

	Six months ended April 30, 2025	Six months ended April 30, 2026
Cash flows from operating activities		
Profit before income taxes	6,593	6,280
Depreciation	5,411	5,781
Impairment losses	159	124
Amortization of goodwill	202	142
Increase (decrease) in provision for bonuses	17	(1,169)
Increase (decrease) in provision for bonuses for directors (and other officers)	(80)	(135)
Increase (decrease) in retirement benefit liability	(95)	(64)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	13	(28)
Interest and dividend income	(1,054)	(1,033)
Foreign exchange losses (gains)	158	268
Interest expenses	996	1,004
Loss (gain) on sale of shares of subsidiaries and associates	(100)	(7)
Gain on reversal of share acquisition rights	(165)	—
Other loss (gain)	374	42
Decrease (increase) in accounts receivable - trade, and contract assets	1,672	(10,404)
Decrease (increase) in travel advance payments	(2,171)	(2,104)
Decrease (increase) in other assets	1,626	(4,446)
Increase (decrease) in trade payables	(1,230)	(4,431)
Increase (decrease) in accrued consumption taxes	165	(418)
Increase (decrease) in accrued expenses	(185)	270
Increase (decrease) in travel advances received	3,994	13,742
Increase (decrease) in other liabilities	(13,143)	(5,022)
Subtotal	3,158	(1,608)
Interest and dividends received	1,009	1,053
Interest paid	(1,068)	(1,075)
Income taxes refund (paid)	(1,731)	(1,797)
Net cash provided by (used in) operating activities	1,367	(3,428)
Cash flows from investing activities		
Payments into time deposits	(5,703)	(5,870)
Proceeds from withdrawal of time deposits	5,553	6,355
Purchase of securities	(47)	—
Proceeds from sale of securities	69	—
Purchase of property, plant and equipment and intangible assets	(3,644)	(5,079)
Proceeds from sale of property, plant and equipment and intangible assets	2	43
Purchase of investment securities	(130)	(203)
Proceeds from sale of investment securities	104	103
Purchase of shares of subsidiaries and associates	(569)	(420)
Proceeds from sale of shares of subsidiaries and associates	100	8
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(69)	(1,061)
Payments for sale of shares of subsidiaries resulting in change in scope of consolidation	—	(27)
Loan advances	(168)	(81)
Proceeds from collection of loans receivable	135	6
Payments of guarantee deposits	(392)	(558)
Proceeds from refund of guarantee deposits	684	406
Other, net	87	233
Net cash provided by (used in) investing activities	(3,987)	(6,145)

(Millions of yen)

	Six months ended April 30, 2025	Six months ended April 30, 2026
Cash flows from financing activities		
Proceeds from short-term borrowings	22,460	61,281
Repayments of short-term borrowings	(23,368)	(20,450)
Proceeds from long-term borrowings	41,119	30,810
Repayments of long-term borrowings	(44,531)	(65,907)
Dividends paid	—	(747)
Redemption of bonds	(25,000)	—
Dividends paid to non-controlling interests	(188)	(67)
Purchase of treasury shares	(0)	(0)
Proceeds from share issuance to non-controlling shareholders	43	—
Repayments to non-controlling shareholders	(172)	(350)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	—	(17)
Proceeds from sale of shares of subsidiaries not resulting in change in scope of consolidation	78	—
Other, net	(1,415)	(1,332)
Net cash provided by (used in) financing activities	(30,974)	3,218
Effect of exchange rate change on cash and cash equivalents	(235)	1,699
Net increase (decrease) in cash and cash equivalents	(33,829)	(4,654)
Cash and cash equivalents at beginning of period	132,217	106,364
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	30	—
Cash and cash equivalents at end of period	98,418	101,709