November 6, 2026

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

Company name: TOPY INDUSTRIES, LIMITED
Listing: Tokyo Stock Exchange, Nagoya Stock Exchange
Securities code: 7231
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Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 8, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

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

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 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	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	156,900	9.7	3,611	10.9	3,428	1.1	3,158	27.2
September 30, 2025	142,998	(3.7)	3,256	440.6	3,390	289.7	2,483	231.6

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 4,688 million [165.3%]
For the six months ended September 30, 2025: ¥ 1,767 million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	146.97	-
September 30, 2025	113.08	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2026	285,272	146,843	51.0	6,863.81
March 31, 2026	271,578	145,410	53.0	6,660.64

Reference: Equity
As of September 30, 2026: ¥ 145,358 million
As of March 31, 2026: ¥ 143,970 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	-	40.00	-	90.00	130.00
Fiscal year ending March 31, 2027	-	65.00			
Fiscal year ending March 31, 2027 (Forecast)			-	70.00	135.00

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

3. Consolidated financial result forecasts 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	332,000	11.5	8,500	9.2	8,600	(0.2)	7,600	(25.1)	356.04

Note: Revisions to the financial result forecast most recently announced: Yes

*** Notes**

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

Newly included: - companies( )

Excluded: - companies( )

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

As of September 30, 2026	24,077,510 shares
As of March 31, 2026	24,077,510 shares

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

As of September 30, 2026	2,900,013 shares
As of March 31, 2026	2,462,470 shares

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

Six months ended September 30, 2026	21,489,916 shares
Six months ended September 30, 2025	21,965,039 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

(Caution concerning future descriptions etc.)

All future descriptions in this disclosure has been compiled based on information currently available. For assumed conditions underlying the earnings forecast, please refer to “Explanation Regarding Future Estimate Information such as Consolidated Financial Performance Estimates” on page 3. These descriptions may differ from actual results and effects on earnings is not limited to this.

(Method for acquiring supplementary briefing material on financial results)

The Company plans to hold a briefing session for institutional investors and securities analysts. A video of this briefing session and briefing material will be posted on the Company’s website promptly after the briefing session.

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Note: This document has been translated from the original Japanese version for reference purposes only. In the event of any discrepancy between this translated document and the original Japanese version, the original shall prevail.
The original disclosure in Japanese was released on November 6 2026 at 13:30 (GMT+9).
The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

1. Overview of Operating Results

(1) Overview of Semi-annual Operating Results

In the automobile industry, domestic automobile production volume increased year on year within the Group's business environment for the first half of the fiscal year supported by firm demand despite the impact of the situation in the Middle East. In the steel industry, however, business conditions remained challenging as steel scrap prices stayed at high levels amid sluggish domestic demand for steel products.

Under this business environment, the Group is steadily implementing the Medium-term Management Plan "TOPY Active & Challenge 2027." Aiming to achieve the first basic policy, "Improve profitability through structural reform in existing businesses," the Group is building an optimal production system for undercarriage parts for construction machinery. The Group will establish a new tracks factory at Sanwa Buhin Co., Ltd., a Group company, to improve productivity through equipment reorganization and enhance logistics efficiency through the consolidation of sites. In addition, toward the second basic policy, "Sow seeds for growth businesses that leverage core competencies," the Group is working to advance its recycling business and develop high-value-added products. The Group will continue to promote growth investments to achieve future earnings expansion.

Net sales for the first half of the fiscal year were ¥156,900 million (up 9.7% year on year), operating profit was ¥3,611 million (up 10.9% year on year), ordinary profit was ¥3,428 million (up 1.1% year on year), and profit attributable to owners of parent was ¥3,158 million (up 27.2% year on year). Profit was boosted by an increase in sales volume and an adjustment associated with a change in the method of reflecting raw material prices in selling prices was a temporal factor of an increase in profit in the Automotive & Industrial Machinery Components Business, while profit declined significantly due to a narrower spread between steel scrap prices and steel product selling prices in the Steel Business.

Performance by Segment

(Steel Business)

In the steel industry, domestic demand for steel products continued to be weak due to construction project delays caused by labor shortages. Also, prices for steel scrap, a raw material, rose after the beginning of the current fiscal year, partly due to the weak yen, and remained at a higher level than in the same period of the previous fiscal year.

Under these conditions, although the Group proceeded with increases in steel product selling prices in response to rising steel scrap prices, the spread narrowed compared with the same period of the previous fiscal year, which led to the Group's net sales of ¥43,830 million (down 3.4% year on year) and an operating loss of ¥1,283 million (compared with an operating profit of ¥1,496 million in the same period of the previous fiscal year).

(Automotive & Industrial Machinery Components Business)

In the automobile industry, although production adjustments were seen in some areas due to the impact of the situation in the Middle East and other factors, domestic automobile production volume exceeded that of the same period of the previous fiscal year, supported by an increase in demand. In the overseas market, demand remained firm in the U.S., while demand declined in China. In the construction machinery industry, demand for hydraulic shovels showed a bottoming-out trend. Demand for mining machinery declined in some regions.

Under these circumstances, the Group's net sales were ¥109,514 million (up 16.2% year on year) and operating profit was ¥7,411 million (up 69.7% year on year), mainly due to an increase in sales volume of undercarriage parts for construction machinery, the impact of foreign exchange rates, and a temporary adjustment arising from a partial change in the method of reflecting raw material prices in selling prices.

(Others)

The Group is involved in the manufacture and sale of synthetic mica, civil engineering and construction, real estate leasing, and the operation of a sports club. Net sales were ¥3,555 million (up 6.2% year on year) and operating profit was ¥515 million (up 25.2% year on year).

(2) Overview of Semi-annual Financial Position

Total assets at the end of the first half of the fiscal year under review stood at ¥285,272 million, an increase of ¥13,694 million from the end of the previous fiscal year. This was mainly due to an increase of ¥3,773 million in merchandise and finished goods, an increase of ¥2,590 million in notes and accounts receivable - trade, and contract assets, and an increase of ¥2,438 million in raw materials and supplies.

Total liabilities were ¥138,429 million, an increase of ¥12,261 million compared with the end of the previous fiscal year. This

was mainly due to an increase of ¥9,615 million in long-term borrowings, an increase of ¥9,514 million in short-term borrowings, and a decrease of ¥7,000 million in current portion of bonds payable.

Total net assets amounted to ¥146,843 million, an increase of ¥1,432 million from the end of the previous fiscal year. This was mainly due to an increase of ¥1,323 million in foreign currency translation adjustment, an increase of ¥1,238 million in treasury shares, and an increase of ¥1,187 million in retained earnings.

(3) Explanation Regarding Future Estimate Information such as Consolidated Financial Performance Estimates

The future business environment surrounding the Group is expected to remain challenging, with increases in energy costs and other factors anticipated against the backdrop of the situation in the Middle East.

The Group will strive to raise steel product selling prices in response to rising steel scrap prices and energy prices in order to achieve the full-year earnings forecasts. In addition, the Group will accelerate the realization of measures for structural reform and growth, promote growth investments, and work to steadily advance the Medium-term Management Plan.

The consolidated earnings forecasts for the full fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027) have been revised from those announced on May 12, 2026, taking into account the results for the first half of the fiscal year and recent business trends. Net sales of ¥332,000 million, operating profit of ¥8,500 million, ordinary profit of ¥8,600 million, and profit attributable to owners of parent of ¥7,600 million are forecast.

This decision is based on information available as of the date of issuance of this release. Actual results may differ from the forecast due to various factors that may arise in the future.

2.Semi-annual Consolidated Financial Statements and Primary Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	29,421	31,453
Notes and accounts receivable - trade, and contract assets	55,851	58,441
Merchandise and finished goods	30,082	33,856
Work in process	6,892	8,111
Raw materials and supplies	20,535	22,974
Other	8,170	8,262
Allowance for doubtful accounts	(79)	(71)
Total current assets	150,872	163,027
Non-current assets		
Property, plant and equipment		
Buildings and structures	102,219	103,158
Accumulated depreciation	(77,508)	(78,831)
Buildings and structures, net	24,710	24,326
Machinery, equipment and vehicles	238,075	241,154
Accumulated depreciation	(205,234)	(208,655)
Machinery, equipment and vehicles, net	32,841	32,499
Land	15,244	15,170
Leased assets	2,443	2,512
Accumulated depreciation	(1,196)	(1,379)
Leased assets, net	1,246	1,132
Construction in progress	2,587	3,527
Other	45,012	45,414
Accumulated depreciation	(43,175)	(43,586)
Other, net	1,837	1,827
Total property, plant and equipment	78,469	78,483
Intangible assets		
Other	2,972	2,780
Total intangible assets	2,972	2,780
Investments and other assets		
Investment securities	26,713	28,680
Long-term loans receivable	228	225
Deferred tax assets	781	1,069
Retirement benefit asset	588	588
Other	11,040	10,502
Allowance for doubtful accounts	(86)	(86)
Total investments and other assets	39,265	40,981
Total non-current assets	120,706	122,245
Total assets	271,578	285,272

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	29,786	30,556
Electronically recorded obligations - operating	10,658	9,739
Short-term borrowings	22,720	32,235
Current portion of bonds payable	7,000	-
Lease liabilities	235	199
Income taxes payable	2,954	1,840
Other	15,051	16,446
Total current liabilities	88,407	91,018
Non-current liabilities		
Bonds payable	18,000	18,000
Long-term borrowings	11,029	20,645
Lease liabilities	449	402
Deferred tax liabilities	921	942
Provision for corporate officers' retirement benefits	180	187
Provision for share awards for directors (and other officers)	56	97
Provision for share awards	48	49
Provision for retirement benefits for directors (and other officers)	24	9
Reserve for repairs	242	250
Retirement benefit liability	3,604	3,609
Asset retirement obligations	1,772	1,782
Other	1,431	1,433
Total non-current liabilities	37,760	47,411
Total liabilities	126,168	138,429
Net assets		
Shareholders' equity		
Share capital	20,983	20,983
Capital surplus	18,855	18,855
Retained earnings	81,651	82,838
Treasury shares	(5,684)	(6,923)
Total shareholders' equity	115,804	115,754
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,808	12,130
Deferred gains or losses on hedges	2	(3)
Foreign currency translation adjustment	12,119	13,443
Remeasurements of defined benefit plans	4,234	4,033
Total accumulated other comprehensive income	28,165	29,603
Non-controlling interests	1,440	1,484
Total net assets	145,410	146,843
Total liabilities and net assets	271,578	285,272

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	142,998	156,900
Cost of sales	121,231	134,103
Gross profit	21,767	22,797
Selling, general and administrative expenses	18,510	19,185
Operating profit	3,256	3,611
Non-operating income		
Interest income	82	80
Dividend income	525	317
Share of profit of entities accounted for using equity method	86	159
Other	178	114
Total non-operating income	873	671
Non-operating expenses		
Interest expenses	354	455
Foreign exchange losses	191	132
Other	193	266
Total non-operating expenses	739	854
Ordinary profit	3,390	3,428
Extraordinary income		
Gain on sale of non-current assets	4	5
Gain on sale of investment securities	654	1,371
Subsidy income	75	302
Gain on reversal of foreign currency translation adjustment	101	-
Total extraordinary income	835	1,679
Extraordinary losses		
Loss on sale of non-current assets	7	0
Loss on retirement of non-current assets	294	79
Loss on valuation of investment securities	1	0
Loss on tax purpose reduction entry of non-current assets	75	302
Total extraordinary losses	378	383
Profit before income taxes	3,848	4,724
Income taxes	1,321	1,500
Profit	2,526	3,224
Profit attributable to non-controlling interests	42	66
Profit attributable to owners of parent	2,483	3,158

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	2,526	3,224
Other comprehensive income		
Valuation difference on available-for-sale securities	1,663	122
Deferred gains or losses on hedges	6	(5)
Foreign currency translation adjustment	(1,836)	852
Remeasurements of defined benefit plans, net of tax	(131)	(196)
Share of other comprehensive income of entities accounted for using equity method	(461)	690
Total other comprehensive income	(759)	1,463
Comprehensive income	1,767	4,688
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,819	4,597
Comprehensive income attributable to non-controlling interests	(51)	91

(3) Important Notes Regarding Semi-annual Consolidated Financial Results

(Application of special accounting policies for presenting semi-annual consolidated financial statements)

Tax expenses are calculated by reasonably estimating the effective tax rate reflecting the tax effect to be applied to profit before income taxes for the consolidated fiscal year, including the first half under review, and then multiplying profit before income taxes for the first half under review by such estimated effective tax rate.

(Segment information)

I Six months ended September 30, 2025 (April 1, 2025-September 30, 2025)

1. Information regarding amounts of net sales, profits or losses, assets and other items by reportable segment

(Millions of yen)

	Reportable segment			Others (Note) 1	Total	Amount of adjustment (Note) 2	Amount recorded in the semi-annual consolidated financial statements (Note) 3
	Steel	Automotive & Industrial Machinery Components	Total				
Net sales							
Net sales to outside customers	45,395	94,254	139,649	3,349	142,998	—	142,998
Internal sales or transfer between segments	10,117	—	10,117	—	10,117	(10,117)	—
Total	55,512	94,254	149,767	3,349	153,116	(10,117)	142,998
Segment profit	1,496	4,367	5,864	411	6,276	(3,019)	3,256

(Notes) 1 The category “Others” includes the business segment not included in the reportable segments and includes synthetic mica, indoor and outdoor sign systems, civil engineering and construction, real estate leasing, and the operation of a sports club.

2. The amount of adjustment to segment profit of negative ¥3,019 million represents common corporate expenses, etc. not allocated to the respective reportable segments. The common corporate expenses are mainly the expenses related to the administrative divisions of the Company that are not attributable to the reportable segments.

3. Segment profit is adjusted with operating profit recorded under the semi-annual consolidated financial statements.

2. Information regarding impairment losses or goodwill of non-current assets by reportable segment

Not applicable.

II Six months ended September 30, 2026 (April 1, 2026–September 30, 2026)

1. Information regarding amounts of net sales, profits or losses, assets and other items by reportable segment

(Millions of yen)

	Reportable segment			Others (Note) 1	Total	Amount of adjustment (Note) 2	Amount recorded in the semi-annual consolidated financial statements (Note) 3
	Steel	Automotive & Industrial Machinery Components	Total				
Net sales							
Net sales to outside customers	43,830	109,514	153,344	3,555	156,900	—	156,900
Internal sales or transfer between segments	11,032	—	11,032	—	11,032	(11,032)	—
Total	54,863	109,514	164,377	3,555	167,933	(11,032)	156,900
Segment profit or loss	(1,283)	7,411	6,128	515	6,643	(3,032)	3,611

(Notes) 1. The category “Others” includes the business segment not included in the reportable segments and includes synthetic mica, indoor and outdoor sign systems, civil engineering and construction, real estate leasing, and the operation of a sports club.

2. The amount of adjustment to segment profit of negative ¥3,032 million represents common corporate expenses, etc. not allocated to the respective reportable segments. The common corporate expenses are mainly the expenses related to the administrative divisions of the Company that are not attributable to the reportable segments.

3. Segment profit is adjusted with operating profit recorded under the semi-annual consolidated financial statements.

2. Information regarding impairment losses or goodwill of non-current assets by reportable segment

Not applicable.

(Note on significant changes in the amount of shareholders’equity)

Not applicable.

(Note related to going-concern assumption)

Not applicable.