

February 13, 2026

Consolidated Financial Results for the Three Months Ended December 31, 2025 (Under Japanese GAAP)

Company name: Advance Create Co., Ltd.
 Listing: Tokyo Stock Exchange / Sapporo Stock Exchange / Fukuoka Stock Exchange
 Securities code: 8798
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 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 December 31, 2025 (from October 1, 2025 to December 31, 2025)

(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	%
Three months ended								
December 31, 2025	1,776	47.1	41	-	29	-	(39)	-
December 31, 2024	1,207	(44.8)	(655)	-	(731)	-	(1,010)	-

Note: Comprehensive income For the three months ended December 31, 2025: ¥(39) million [-%]
 For the three months ended December 31, 2024: ¥(1,009) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
December 31, 2025	(0.57)	-
December 31, 2024	(45.13)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of			
December 31, 2025	8,998	541	6.0
September 30, 2025	10,288	559	5.4

Reference: Equity
 As of December 31, 2025: ¥541 million
 As of September 30, 2025: ¥559 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 September 30, 2025	-	0.00	-	0.00	0.00
Fiscal year ending September 30, 2026	-				
Fiscal year ending September 30, 2026 (Forecast)					

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

2. Dividends for the fiscal year ending September 30, 2026 have not yet been decided. As soon as the situation is in place to disclose, we will disclose it promptly.

3. Forecast of consolidated financial results for the fiscal year ending September 30, 2026 (from October 1, 2025 to September 30, 2026)

(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
Fiscal year ending September 30, 2026	7,950	20.3	650	-	550	-	450	-	6.51

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

* **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: Yes

Note: For details, see "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)" are available.

(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 December 31, 2025	37,468,200 shares
As of September 30, 2025	32,468,200 shares

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

As of December 31, 2025	521,972 shares
As of September 30, 2025	544,772 shares

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

Three months ended December 31, 2025	69,114,989 shares
Three months ended December 31, 2024	22,391,621 shares

Note: The number of treasury shares at the end of the fiscal year and the number of treasury shares deducted for the calculation of the average number of shares during the period include shares of the Company owned by the Company owned by the Custody Bank of Japan, Ltd. (trust account) as trust assets related to the Employee Stock Ownership Association Support Trust ESOP system, and shares of the Company owned by the Custody Bank of Japan (Trust E Account) as trust assets related to the Equity Benefit Trust (J-ESOP) system.

* 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."

Reference: Dividends on Class Shares

The breakdown of dividends per share for common shares and different class shares with rights is as follows.

	Annual Dividends				
	End of the first quarter	End of the second quarter	End of the third quarter	end of term	sum
Class A Shares	Yen	Yen	Yen	Yen	Yen
The fiscal year ending September 30, 2025	-	0.00	-	0.00	0.00
The fiscal year ending September 30, 2026	-				
The fiscal year ending September 30, 2026 (Forecast)		-	-	-	-

Note: The above unredeemed Class A shares are 37,186,700 shares. Class A shares were issued on September 5, 2025, with 37,186,700 shares. Dividends for the fiscal year ending September 30, 2026 have not yet been decided. As soon as the situation is in place to disclose, We will disclose it promptly.

Quarterly consolidated balance sheet

(Thousands of yen)

	As of September 30, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	5,339,373	3,310,020
Accounts receivable - trade	2,810,468	2,931,197
Accounts receivable - other	187,847	269,597
Consumption taxes refund receivable	1,592	-
Income taxes refund receivable	310,696	182,754
Adjustment account of liquidation,assets	-	710,217
Other	530,084	519,171
Total current assets	9,180,062	7,922,958
Non-current assets		
Property, plant and equipment	1,060	966
Intangible assets		
Software	79,216	70,695
Other	-	996
Total intangible assets	79,216	71,692
Investments and other assets		
Investment securities	17,170	18,064
Long-term prepaid expenses	374	133
Guarantee deposits	739,098	705,249
Deferred tax assets	126,095	128,192
Other	47,917	62,352
Total investments and other assets	930,656	913,992
Total non-current assets	1,010,933	986,651
Deferred assets	97,371	88,788
Total assets	10,288,366	8,998,398

	As of September 30, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	74,900	123,169
Short-term borrowings	4,638,830	4,638,830
Current portion of bonds payable	100,000	100,000
Income taxes payable	20,309	19,667
Accounts payable - other	985,661	969,778
Deposits received	129,095	138,372
Adjustment account of liquidation, liabilities	1,152,177	-
Lease liabilities	120,241	118,900
Provision for bonuses	131,333	62,887
Other	502,948	451,153
Total current liabilities	7,855,499	6,622,758
Non-current liabilities		
Long-term borrowings	150,220	150,220
Bonds payable	250,000	250,000
Lease liabilities	456,658	426,942
Provision for loss on guarantees	94,484	99,048
Retirement benefit liability	388,274	382,992
Asset retirement obligations	451,323	443,588
Other	82,402	81,408
Total non-current liabilities	1,873,363	1,834,200
Total liabilities	9,728,862	8,456,959
Net assets		
Shareholders' equity		
Share capital	100,000	100,000
Capital surplus	1,995,348	1,995,348
Retained earnings	(1,157,657)	(1,197,248)
Treasury shares	(378,425)	(357,219)
Total shareholders' equity	559,265	540,879
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	239	559
Total accumulated other comprehensive income	239	559
Total net assets	559,504	541,438
Total liabilities and net assets	10,288,366	8,998,398

Quarterly consolidated statement of income

(Thousands of yen)

	Three months ended December 31, 2024	Three months ended December 31, 2025
Net sales	1,207,717	1,776,275
Cost of sales	363,044	398,429
Gross profit	844,672	1,377,846
Selling, general and administrative expenses	1,500,276	1,336,569
Operating profit (loss)	(655,603)	41,276
Non-operating income		
Interest and dividend income	685	666
Guarantee commission income	2,323	2,323
Commission income	-	12,045
Foreign exchange gains	-	6,240
Other	757	2,548
Total non-operating income	3,766	23,825
Non-operating expenses		
Interest expenses	13,080	26,281
Commission expenses	26,703	-
Foreign exchange losses	36,171	-
Other	3,290	9,541
Total non-operating expenses	79,245	35,823
Ordinary profit (loss)	(731,082)	29,279
Extraordinary losses		
Impairment losses	88,516	60,344
Provision for loss on guarantees	68,441	4,564
Loss on cancellation of insurance policies	35,290	-
Special investigation costs	32,705	-
Costs related to prior year adjustments	25,859	-
Total extraordinary losses	250,813	64,908
Loss before income taxes	(981,896)	(35,628)
Income taxes	28,826	3,962
Loss	(1,010,722)	(39,591)
Loss attributable to owners of parent	(1,010,722)	(39,591)

Quarterly consolidated statement of comprehensive income

(Thousands of yen)

	Three months ended December 31, 2024	Three months ended December 31, 2025
Loss	(1,010,722)	(39,591)
Other comprehensive income		
Valuation difference on available-for-sale securities	1,595	319
Total other comprehensive income	1,595	319
Comprehensive income	(1,009,127)	(39,271)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,009,127)	(39,271)
Comprehensive income attributable to non-controlling interests	-	-

(Note on going concern)

The Company has recorded operating losses and ordinary losses for three consecutive fiscal years, and net losses attributable to owners of the parent for four consecutive fiscal years, and operating cash flows have been negative for three consecutive fiscal years. In addition, certain receivables securitization agreements with some of our transaction banks are in breach of financial covenants. Accordingly, circumstances exist that raise substantial doubt about the Company's ability to continue as a going concern. The Company are taking measures to resolve this situation. Please refer to the Japanese original text for details of the countermeasures.

(Notes on segment information, etc.)

Segment Information

I. The three months of the previous fiscal year (October 1, 2024 to December 31, 2024)

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

(Thousands of yen)

	Reportable segments						Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Insurance agency business (Note)3	ASP	Advertising agency	Mediarepp	reinsurance	Total		
Sales								
Revenue generated from customer contracts, etc.	826,798	69,493	10,950	47,855	252,619	1,207,717	-	1,207,717
Other Earnings	-	-	-	-	-	-	-	-
Revenues from external customers	826,798	69,493	10,950	47,855	252,619	1,207,717	-	1,207,717
Transactions with other segments	8,142	-	-	87,391	-	95,534	(95,534)	-
Total	834,941	69,493	10,950	135,246	252,619	1,303,251	(95,534)	1,207,717
Segment profit (loss)	(678,630)	24,769	(10,536)	(33,087)	31,125	(666,360)	10,756	(655,603)

Note: 1. The adjustment amount of 10,756 thousand yen for segment profit or loss (loss) is due to the elimination of inter-segment transactions.

2. The total amount of segment profit or loss (loss) is consistent with the operating loss in the quarterly consolidated statements of income.

3. The sales of the reporting segment Insurance Agency business by life insurance and non-life insurance segments are as follows.

(Thousands of yen)

	Insurance Agency Business Segment		
Sales	life insurance	Non-life insurance	Total
Sales to external customers	824,357	2,441	826,798
Internal sales or transfers between segments	7,192	950	8,142
Total	831,549	3,391	834,941

2. Information on Impairment Losses on Fixed Assets by Reporting Segment

(Significant impairment loss on fixed assets)

In the Insurance Agency Business segment, due to a decline in profitability, the book value was reduced to a recoverable amount.

A small amount is recorded as an extraordinary loss as an impairment loss.

The amount of the impairment loss recorded was 88,516 thousand yen in the three months of the current fiscal year.

II. The three months of the current fiscal year (October 1, 2025 to December 31, 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

(Thousands of yen)

	Reportable segments						Adjustment amount (Note) 1	Quarterly Consolidated Statements of Income (Note)2
	Insurance agency business (Note)3	ASP	Advertising agency	Mediarepp	reinsurance	Total		
Sales								
Revenue generated from customer contracts, etc.	1,282,480	72,184	46,400	113,801	261,407	1,776,275	-	1,776,275
Other Earnings	-	-	-	-	-	-	-	-
Revenues from external customers	1,282,480	72,184	46,400	113,801	261,407	1,776,275	-	1,776,275
Transactions with other segments	34,785	-	-	116,916	-	151,702	(151,702)	-
Total	1,317,266	72,184	46,400	230,717	261,407	1,927,977	(151,702)	1,776,275
Segment profit (loss)	26,551	25,348	379	(42,194)	22,492	32,576	8,699	41,276

Note: 1. The adjustment amount of 8,699 thousand yen for segment profit or loss (loss) is due to the elimination of inter-segment transactions.

2. The total amount of segment profit or loss (loss) is in line with operating income in the quarterly consolidated statements of income.

3. The sales of the reporting segment Insurance Agency business by life insurance and non-life insurance segments are as follows.

(Thousands of yen)

	Insurance Agency Business Segment		
Sales	life insurance	Non-life insurance	Total
Sales to external customers	1,118,830	163,650	1,282,480
Internal sales or transfers between segments	22,875	11,910	34,785
Total	1,141,705	175,560	1,317,266

2. Information on Impairment Losses on Fixed Assets by Reporting Segment

(Significant impairment loss on fixed assets)

In the Insurance Agency Business segment, due to a decline in profitability, the book value was reduced to a recoverable amount.

A small amount is recorded as an extraordinary loss as an impairment loss.

The amount of the impairment loss recorded was 60,344 thousand yen in the three months of the current fiscal year.