

Translation

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Summary of Consolidated Financial Results for the Three Months Ended May 31, 2025 (Based on Japanese GAAP)

July 8, 2025

Company name: WARABEYA NICHIO HOLDINGS CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 2918 URL <https://www.warabeya.co.jp/ja/index.html>
 Representative: Representative Director, President Hideo Tsuji
 Inquiries: Director, Senior Managing Executive Officer Naoshi Asano TEL 03-5363-7010
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: None

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended May 31, 2025 (from March 1, 2025 to May 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 May 31, 2025	57,501	5.1	2,247	1.3	2,038	(14.3)	1,520	1.7
Three months ended May 31, 2024	54,720	9.9	2,219	(6.3)	2,378	(1.6)	1,494	(0.0)

(Note) Comprehensive income: Three months ended May 31, 2025: ¥584 million [(75.8)%]
 Three months ended May 31, 2024: ¥2,418 million [61.9%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended May 31, 2025	87.06	–
Three months ended May 31, 2024	85.59	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of May 31, 2025	126,223	58,916	44.8
As of February 28, 2025	120,924	59,124	46.9

(Reference) Equity capital: As of May 31, 2025: ¥56,542 million
 As of February 28, 2025: ¥56,670 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended February 28, 2025	–	45.00	–	45.00	90.00
Year ending February 28, 2026	–	–	–	–	–
Year ending February 28, 2026 (Forecast)	–	45.00	–	45.00	90.00

(Note) Revisions to the most recently announced dividends forecasts: None

3. Forecast of consolidated financial results for the year ending February 28, 2026 (from March 1, 2025 to February 28, 2026)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2025	117,000	3.0	3,800	(10.7)	3,700	(19.8)	2,700	(3.8)	154.57
Full year	231,500	4.1	6,000	32.9	5,900	20.4	3,900	45.5	223.26

(Note) Revisions to the most recently announced dividends forecasts: None

4. Notes

(1) Changes in significant subsidiaries during the three months ended May 31, 2025

Newly consolidated: - Excluded: - None

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: None

Changes in accounting estimates: None

Restatement of prior period financial statements: None

(4) Number of issued shares (common shares)

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

As of May 31, 2025	17,625,660 shares	As of February 28, 2025	17,625,660 shares
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Number of treasury shares at the end of the period

As of May 31, 2025	157,555 shares	As of February 28, 2025	157,455 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended May 31, 2025	17,468,142 shares	Three months ended May 31, 2024	17,464,185 shares
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(Note) The Company has established a BIP Trust. Shares of the Company held by the trust are included in treasury shares.

* This financial summary document is outside the scope of quarterly review conducted by certified public accountants or an audit corporation.

* Explanation of appropriate use of forecasts of financial results, and other important items:

Financial forecasts and other forward-looking statements in this document are based on information available at the time of preparation and on certain assumptions that are deemed to be reasonable. These forward-looking statements are not guarantees of future performance and actual results may differ materially from these forecasts due to a variety of reasons.

Quarterly consolidated financial statements
(1) Consolidated balance sheets

(Millions of yen)

	As of February 28, 2025	As of May 31, 2025
Assets		
Current assets		
Cash and deposits	8,450	6,062
Accounts receivable - trade	17,235	22,335
Merchandise and finished goods	2,080	2,411
Raw materials and supplies	2,347	2,209
Other	2,704	2,780
Total current assets	32,818	35,799
Non-current assets		
Property, plant and equipment		
Buildings and structures	77,284	77,298
Accumulated depreciation	(39,175)	(39,821)
Buildings and structures, net	38,108	37,476
Machinery, equipment and vehicles	25,021	26,306
Accumulated depreciation	(17,569)	(17,953)
Machinery, equipment and vehicles, net	7,451	8,352
Land	13,040	12,973
Construction in progress	7,151	8,928
Other	16,997	17,835
Accumulated depreciation	(6,156)	(6,532)
Other, net	10,841	11,302
Total property, plant and equipment	76,593	79,034
Intangible assets		
Other	1,975	1,890
Total intangible assets	1,975	1,890
Investments and other assets		
Other	9,649	9,502
Allowance for doubtful accounts	(112)	(2)
Total investments and other assets	9,537	9,499
Total non-current assets	88,106	90,424
Total assets	120,924	126,223

(Millions of yen)

	As of February 28, 2025	As of May 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,637	11,352
Current portion of long-term borrowings	2,524	2,761
Accounts payable - other	8,864	8,980
Income taxes payable	269	710
Provision for bonuses	1,555	2,339
Other	2,795	3,584
Total current liabilities	25,647	29,728
Non-current liabilities		
Long-term borrowings	20,071	21,124
Lease liabilities	9,974	10,276
Retirement benefit liability	3,682	3,711
Provision for Directors stock-based rewards	302	321
Asset retirement obligations	1,525	1,523
Other	594	620
Total non-current liabilities	36,152	37,577
Total liabilities	61,799	67,306
Net assets		
Shareholders' equity		
Share capital	8,049	8,049
Capital surplus	8,100	8,100
Retained earnings	36,613	37,341
Treasury shares	(329)	(329)
Total shareholders' equity	52,433	53,161
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	271	274
Deferred gains or losses on hedges	(2)	(1)
Foreign currency translation adjustment	3,412	2,586
Remeasurements of defined benefit plans	555	521
Total accumulated other comprehensive income	4,236	3,381
Non-controlling interests	2,453	2,373
Total net assets	59,124	58,916
Total liabilities and net assets	120,924	126,223

(2) Consolidated statements of income and comprehensive income
Consolidated statements of income

(Millions of yen)

	Three months ended May 31, 2024	Three months ended May 31, 2025
Net sales	54,720	57,501
Cost of sales	44,377	46,389
Gross profit	10,342	11,111
Selling, general and administrative expenses	8,123	8,863
Operating profit	2,219	2,247
Non-operating income		
Interest income	3	11
Dividend income	138	47
Rental income	53	50
Foreign exchange gains	38	—
Share of profit of entities accounted for using equity method	19	21
Other	35	58
Total non-operating income	289	188
Non-operating expenses		
Interest expenses	77	98
Loss on retirement of non-current assets	2	1
Rental costs	45	39
Plant closure expenses	—	157
Other	4	101
Total non-operating expenses	129	398
Ordinary profit	2,378	2,038
Extraordinary income		
Gain on reversal of asset retirement obligations	—	116
Total extraordinary income	—	116
Extraordinary losses		
Impairment losses	54	10
Total extraordinary losses	54	10
Profit before income taxes	2,324	2,144
Income taxes - current	973	725
Income taxes - deferred	(248)	(156)
Total income taxes	724	569
Profit	1,600	1,575
Profit attributable to non-controlling interests	105	54
Profit attributable to owners of parent	1,494	1,520

Consolidated statements of comprehensive income

(Millions of yen)

	Three months ended May 31, 2024	Three months ended May 31, 2025
Profit	1,600	1,575
Other comprehensive income		
Valuation difference on available-for-sale securities	(44)	2
Deferred gains or losses on hedges	1	1
Foreign currency translation adjustment	757	(878)
Remeasurements of defined benefit plans, net of tax	23	(33)
Share of other comprehensive income of entities accounted for using equity method	80	(82)
Total other comprehensive income	818	(990)
Comprehensive income	2,418	584
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,243	665
Comprehensive income attributable to non-controlling interests	175	(80)

(3) Segment information, etc.

[Segment information]

I. Three months ended May 31, 2024 (from March 1, 2024 to May 31, 2024)

Sales and profits or losses by reportable segments

(Millions of Yen)

	Reportable segments				Adjustment (Note 1)	Carried on quarterly consolidated statements of income (Note 2)
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	Total		
Net sales						
Sales to external customers	48,804	2,719	3,196	54,720	—	54,720
Intersegment sales and transfers	—	96	1,442	1,538	(1,538)	—
Total	48,804	2,815	4,638	56,258	(1,538)	54,720
Segment profit (loss)	2,185	59	206	2,451	(232)	2,219

Notes: 1. The adjustment of (232) million yen under the item of “Segment profit (loss)” includes an elimination of intersegment transactions of 59 million yen, as well as corporate expenses of (291) million yen, which are not allocated to the reportable segments.

2. Segment profit (loss) is adjusted to reflect operating profit as recorded on the quarterly consolidated statements of income.

II. Three months ended May 31, 2025 (from March 1, 2025 to May 31, 2025)

Sales and profits or losses by reportable segments

(Millions of Yen)

	Reportable segments				Adjustment (Note 1)	Carried on quarterly consolidated statements of income (Note 2)
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	Total		
Net sales						
Sales to external customers	51,638	2,720	3,141	57,501	—	57,501
Intersegment sales and transfers	—	70	1,714	1,784	(1,784)	—
Total	51,638	2,790	4,855	59,285	(1,784)	57,501
Segment profit (loss)	2,115	123	250	2,489	(241)	2,247

Notes: 1. The adjustment of (241) million yen under the item of “Segment profit (loss)” includes an elimination of intersegment transactions of 49 million yen, as well as corporate expenses of (290) million yen, which are not allocated to the reportable segments.

2. Segment profit (loss) is adjusted to reflect operating profit as recorded on the quarterly consolidated statements of income.

(Revenue Recognition)

Revenue from contracts with customers

Three months ended May 31, 2024 (from March 1, 2024 to May 31, 2024)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	42,045	2,719	3,196	47,962
U.S.	6,758	—	—	6,758
Revenue from contracts with customers	48,804	2,719	3,196	54,720
Other revenue	—	—	—	—
Sales to external customers	48,804	2,719	3,196	54,720

Three months ended May 31, 2025 (from March 1, 2025 to May 31, 2025)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	44,797	2,720	3,141	50,659
U.S.	6,841	—	—	6,841
Revenue from contracts with customers	51,638	2,720	3,141	57,501
Other revenue	—	—	—	—
Sales to external customers	51,638	2,720	3,141	57,501