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[Translation]
To whom it may concern

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(Securities Code: 8242
Prime Market of the Tokyo Stock Exchange)
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Notice Regarding the Differences between Consolidated Financial Forecasts and Actual Results for the Six Months Ended September 30, 2026 and Revisions of Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2027.

H2O Retailing Corporation (hereinafter referred to as the "Company") hereby announces that the differences between the consolidated financial forecasts for the second quarter of the fiscal year ending March 31, 2027 (April 1, 2026 to September 30, 2026) announced on May 12, 2026, and the actual results announced today, as well as the revision to the consolidated financial forecasts for the fiscal year ending March 31, 2027, are as follows.

1. Differences between Consolidated Financial Forecasts and Actual Results for the Six Months Ended September 30, 2026

	Net sales	Operating profit	Ordinary profit	Profit Attributable to owners of parent	Earnings per share
	Millions of JPY	Millions of JPY	Millions of JPY	Millions of JPY	JPY
Previous forecast (A)	342,500	10,000	10,500	13,500	117.39
Actual results (B)	333,338	13,725	14,812	14,890	131.29
Change (B-A)	△9,161	3,725	4,312	1,390	-
Change (%)	△2.7	37.3	41.1	10.3	-
(Reference) Consolidated results for the previous second quarter (six months ended September 30, 2025)	333,024	11,855	12,413	6,909	57.70

2. Reasons for Differences between Consolidated Financial Forecasts and Actual Results

For the second quarter (interim period) of the fiscal year ending March 31, 2027, although net sales fell below the previous forecast due to weak same-store sales in the Supermarket Business, which was affected by external factors, operating profit, ordinary profit, and profit attributable to owners of parent significantly exceeded the previous forecast, supported by cost control measures in the Department Store Business and strong performance in the Shopping Center Business.

For further details, please refer to the Consolidated Financial Statements disclosed separately today.

3. Revision to the Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2027

	Net sales	Operating profit	Ordinary profit	Profit Attributable to owners of parent	Earnings per share
	Millions of JPY	Millions of JPY	Millions of JPY	Millions of JPY	JPY
Previous forecast (A)	712,000	32,500	33,000	23,000	199.99
Revised forecast (B)	695,000	33,500	34,000	23,500	207.69
Change (B-A)	△17,000	1,000	1,000	500	-
Change (%)	△2.4	3.1	3.0	2.2	-
(Reference) Consolidated results for the previous fiscal year (fiscal year ended March 31, 2026)	680,215	32,386	34,508	29,950	254.39

4. Reasons for the Revision

The consolidated financial forecasts for the fiscal year ending March 31, 2027 have been revised from those previously announced on May 12, 2026. Net sales have been revised downward in light of the first-half performance of the Supermarket Business, while operating profit and other profit items have been revised upward, as first-half operating profit in all segments excluding the Supermarket Business exceeded expectations.

[Caution Regarding Forward-Looking Statements]

The financial forecasts and forward-looking statements contained in this document are based on information currently available to the Company as of the date of this announcement and on certain assumptions deemed to be reasonable by the Company. Actual results may differ from these forecasts and forward-looking statements due to various factors. The impact of the unauthorized access is currently being assessed and has not been reflected in the above consolidated financial forecasts. If any revision to the consolidated financial forecasts or any other matter requiring disclosure arises in the future, the Company will promptly disclose such information.

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