

Translation

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

October 7, 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 file Quarterly Securities Report: October 8, 2025
 Scheduled date to commence dividend payments: November 14, 2025
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended August 31, 2025 (from March 1, 2025 to August 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	%
Six months ended August 31, 2025	119,634	5.3	5,289	24.3	5,237	13.5	4,000	42.5
Six months ended August 31, 2024	113,636	10.3	4,256	(5.2)	4,613	(5.1)	2,807	1.8

(Note) Comprehensive income: Six months ended August 31, 2025: ¥2,174 million [(59.8)%]
 Six months ended August 31, 2024: ¥5,405 million [46.3%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended August 31, 2025	229.53	—
Six months ended August 31, 2024	160.77	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of August 31, 2025	128,971	60,105	44.7
As of February 28, 2025	120,924	59,124	46.9

(Reference) Equity capital: As of August 31, 2025: ¥57,701 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	—	60.00	—	—	—
Year ending February 28, 2026 (Forecast)	—	—	—	60.00	120.00

(Note) Revisions to the most recently announced dividends forecasts: Yes

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
Full year	234,500	5.4	7,300	61.7	7,200	47.0	5,450	103.4	313.70

(Note) Revisions to the most recently announced dividends forecasts: Yes

4. Notes

- (1) Changes in significant subsidiaries during the six months ended August 31, 2025
 Newly consolidated: - Excluded: - No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (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: No
 Changes in accounting estimates: No
 Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of August 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 August 31, 2025	309,778 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)

Six months ended August 31, 2025	17,430,068 shares	Six months ended August 31, 2024	17,464,957 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 August 31, 2025
Assets		
Current assets		
Cash and deposits	8,450	8,802
Accounts receivable - trade	17,235	23,685
Merchandise and finished goods	2,080	2,043
Raw materials and supplies	2,347	2,017
Other	2,704	1,484
Total current assets	32,818	38,034
Non-current assets		
Property, plant and equipment		
Buildings and structures	77,284	74,705
Accumulated depreciation	(39,175)	(37,816)
Buildings and structures, net	38,108	36,889
Machinery, equipment and vehicles	25,021	25,477
Accumulated depreciation	(17,569)	(17,432)
Machinery, equipment and vehicles, net	7,451	8,044
Land	13,040	12,939
Construction in progress	7,151	11,129
Other	16,997	17,477
Accumulated depreciation	(6,156)	(6,739)
Other, net	10,841	10,738
Total property, plant and equipment	76,593	79,741
Intangible assets		
Other	1,975	1,915
Total intangible assets	1,975	1,915
Investments and other assets		
Other	9,649	9,283
Allowance for doubtful accounts	(112)	(2)
Total investments and other assets	9,537	9,280
Total non-current assets	88,106	90,937
Total assets	120,924	128,971

(Millions of yen)

	As of February 28, 2025	As of August 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,637	11,890
Current portion of long-term borrowings	2,524	2,844
Accounts payable - other	8,864	9,159
Income taxes payable	269	926
Provision for bonuses	1,555	1,702
Other	2,795	3,564
Total current liabilities	25,647	30,088
Non-current liabilities		
Long-term borrowings	20,071	22,793
Lease liabilities	9,974	9,757
Retirement benefit liability	3,682	3,734
Provision for Directors stock-based rewards	302	342
Asset retirement obligations	1,525	1,520
Other	594	628
Total non-current liabilities	36,152	38,777
Total liabilities	61,799	68,865
Net assets		
Shareholders' equity		
Share capital	8,049	8,049
Capital surplus	8,100	8,100
Retained earnings	36,613	39,821
Treasury shares	(329)	(730)
Total shareholders' equity	52,433	55,241
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	271	216
Deferred gains or losses on hedges	(2)	(0)
Foreign currency translation adjustment	3,412	1,748
Remeasurements of defined benefit plans	555	494
Total accumulated other comprehensive income	4,236	2,459
Non-controlling interests	2,453	2,404
Total net assets	59,124	60,105
Total liabilities and net assets	120,924	128,971

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

(Millions of yen)

	Six months ended August 31, 2024	Six months ended August 31, 2025
Net sales	113,636	119,634
Cost of sales	92,553	96,132
Gross profit	21,082	23,501
Selling, general and administrative expenses	16,826	18,212
Operating profit	4,256	5,289
Non-operating income		
Interest income	15	28
Dividend income	371	325
Rental income	107	103
Share of profit of entities accounted for using equity method	78	102
Other	98	106
Total non-operating income	671	667
Non-operating expenses		
Interest expenses	168	196
Loss on retirement of non-current assets	9	121
Rental costs	87	78
Plant closure expenses	—	212
Other	49	110
Total non-operating expenses	314	719
Ordinary profit	4,613	5,237
Extraordinary income		
Gain on reversal of asset retirement obligations	—	116
Total extraordinary income	—	116
Extraordinary losses		
Impairment losses	283	37
Total extraordinary losses	283	37
Profit before income taxes	4,329	5,316
Income taxes - current	1,336	1,089
Income taxes - deferred	(16)	64
Total income taxes	1,320	1,153
Profit	3,009	4,162
Profit attributable to non-controlling interests	201	161
Profit attributable to owners of parent	2,807	4,000

Consolidated statements of comprehensive income

(Millions of yen)

	Six months ended August 31, 2024	Six months ended August 31, 2025
Profit	3,009	4,162
Other comprehensive income		
Valuation difference on available-for-sale securities	(26)	(55)
Deferred gains or losses on hedges	(7)	2
Foreign currency translation adjustment	2,241	(1,760)
Remeasurements of defined benefit plans, net of tax	18	(60)
Share of other comprehensive income of entities accounted for using equity method	169	(113)
Total other comprehensive income	2,395	(1,988)
Comprehensive income	5,405	2,174
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,040	2,224
Comprehensive income attributable to non-controlling interests	365	(49)

(3) Consolidated statements of cash flows

(Millions of yen)

	Six months ended August 31, 2024	Six months ended August 31, 2025
Cash flows from operating activities		
Profit before income taxes	4,329	5,316
Depreciation	3,320	3,483
Impairment losses	283	37
Increase (decrease) in allowance for doubtful accounts	(2)	(109)
Increase (decrease) in provision for bonuses	175	147
Interest and dividend income	(387)	(354)
Interest expenses	168	196
Share of loss (profit) of entities accounted for using equity method	(78)	(102)
Loss on retirement of non-current assets	9	121
Decrease (increase) in trade receivables	(4,823)	(6,536)
Decrease (increase) in inventories	(148)	316
Increase (decrease) in trade payables	2,644	2,331
Increase (decrease) in accounts payable - other	1,022	2,411
Other, net	1,314	1,519
Subtotal	7,827	8,779
Interest and dividends received	653	354
Interest paid	(111)	(141)
Income taxes paid	(103)	(364)
Net cash provided by (used in) operating activities	8,265	8,628
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,935)	(8,953)
Proceeds from sale of property, plant and equipment	51	25
Purchase of intangible assets	(36)	(106)
Payments for acquisition of businesses	(2,737)	—
Other, net	(66)	125
Net cash provided by (used in) investing activities	(8,725)	(8,908)
Cash flows from financing activities		
Proceeds from long-term borrowings	5,000	4,251
Repayments of long-term borrowings	(396)	(967)
Repayments of lease liabilities	(1,029)	(1,039)
Dividends paid	(792)	(792)
Other, net	1,141	(430)
Net cash provided by (used in) financing activities	3,922	1,021
Effect of exchange rate change on cash and cash equivalents	306	(389)
Net increase (decrease) in cash and cash equivalents	3,769	352
Cash and cash equivalents at beginning of period	8,122	8,450
Cash and cash equivalents at end of period	11,891	8,802

(4) Segment information, etc.

[Segment information]

I. Six months ended August 31, 2024 (from March 1, 2024 to August 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	101,247	5,997	6,390	113,636	–	113,636
Intersegment sales and transfers	–	172	2,972	3,145	(3,145)	–
Total	101,247	6,170	9,363	116,781	(3,145)	113,636
Segment profit (loss)	4,077	262	388	4,728	(472)	4,256

Notes: 1. The adjustment of (472) million yen under the item of “Segment profit (loss)” includes an elimination of intersegment transactions of 104 million yen, as well as corporate expenses of (577) million yen, which are not allocated to the reportable segments.

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

II. Six months ended August 31, 2025 (from March 1, 2025 to August 31, 2025)

1. 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	107,546	5,781	6,306	119,634	–	119,634
Intersegment sales and transfers	–	145	3,526	3,672	(3,672)	–
Total	107,546	5,926	9,833	123,306	(3,672)	119,634
Segment profit (loss)	4,950	289	542	5,782	(492)	5,289

Notes: 1. The adjustment of (492) million yen under the item of “Segment profit (loss)” includes an elimination of intersegment transactions of 84 million yen, as well as corporate expenses of (577) million yen, which are not allocated to the reportable segments.

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

(Revenue Recognition)

1. Revenue from contracts with customers

Six months ended August 31, 2024 (from March 1, 2024 to August 31, 2024)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	87,252	5,997	6,390	99,640
U.S.	13,995	—	—	13,995
Revenue from contracts with customers	101,247	5,997	6,390	113,636
Other revenue	—	—	—	—
Sales to external customers	101,247	5,997	6,390	113,636

Six months ended August 31, 2025 (from March 1, 2025 to August 31, 2025)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	93,593	5,781	6,306	105,681
U.S.	13,953	—	—	13,953
Revenue from contracts with customers	107,546	5,781	6,306	119,634
Other revenue	—	—	—	—
Sales to external customers	107,546	5,781	6,306	119,634