

Translation

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Summary of Consolidated Financial Results for the Year Ended February 28, 2026 (Based on Japanese GAAP)

April 8, 2026

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 of ordinary general meeting of shareholders: May 28, 2026
 Scheduled date to file Securities Report: May 27, 2026
 Scheduled date to commence dividend payments: May 29, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended February 28, 2026 (from March 1, 2025 to February 28, 2026)

(1) Consolidated operating results

(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	%
Year ended February 28, 2026	233,833	5.1	7,441	64.8	7,414	51.3	5,339	99.3
Year ended February 28, 2025	222,467	7.5	4,515	(29.2)	4,898	(28.2)	2,679	(37.3)

(Note) Comprehensive income: Year ended February 28, 2026: ¥5,256 million [0.1%]
 Year ended February 28, 2025: ¥5,249 million [9.8%]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended February 28, 2026	307.34	—	9.2	5.9	3.2
Year ended February 28, 2025	153.41	—	4.9	4.4	2.0

(Reference) Equity in earnings of affiliates: Year ended February 28, 2026: ¥73 million
 Year ended February 28, 2025: ¥118 million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of February 28, 2026	131,735	62,131	45.1	3,431.29
As of February 28, 2025	120,924	59,124	46.9	3,244.20

(Reference) Equity capital: As of February 28, 2026: ¥59,415 million
 As of February 28, 2025: ¥56,670 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended February 28, 2026	16,960	(13,482)	(1,864)	10,378
Year ended February 28, 2025	12,478	(20,670)	8,255	8,450

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended February 28, 2025	–	45.00	–	45.00	90.00	1,585	58.7	2.9
Year ended February 28, 2026	–	60.00	–	60.00	120.00	2,113	39.0	3.6
Year ending February 28, 2027 (Forecast)	–	60.00	–	60.00	120.00		43.3	

(Note) Total cash dividends for the year ended February 28, 2025 and the year ended February 28, 2026, respectively, include dividends of ¥13 million and ¥35million paid for shares of the Company held by the BIP Trust.

3. Forecast of consolidated financial results for the year ending February 28, 2027 (from March 1, 2026 to February 28, 2027)

(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, 2026	121,500	1.6	4,350	(17.8)	4,350	(16.9)	2,700	(32.5)	155.93
Full year	241,000	3.1	7,700	3.5	7,650	3.2	4,800	(10.1)	277.20

Notes

(1) Significant changes in the scope of consolidation the year ended February 28, 2026 No

Newly included: - companies (Company name:)

Excluded: - company (Company name:)

(2) 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: Yes

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of February 28, 2026	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 February 28, 2026	309,778 shares	As of February 28, 2025	157,455 shares
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Average number of shares during the period

Year ended February 28, 2026	17,373,445 shares	Year ended February 28, 2025	17,466,059 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.

Consolidated financial statements
(1) Consolidated balance sheets

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Assets		
Current assets		
Cash and deposits	8,450	10,378
Accounts receivable - trade	17,235	19,244
Merchandise and finished goods	2,080	2,514
Raw materials and supplies	2,347	2,047
Other	2,704	2,415
Total current assets	32,818	36,601
Non-current assets		
Property, plant and equipment		
Buildings and structures	77,284	89,414
Accumulated depreciation	(39,175)	(39,701)
Buildings and structures, net	38,108	49,713
Machinery, equipment and vehicles	25,021	26,457
Accumulated depreciation	(17,569)	(18,046)
Machinery, equipment and vehicles, net	7,451	8,410
Land	13,040	13,147
Leased assets	10,022	10,133
Accumulated depreciation	(4,396)	(4,866)
Leased assets, net	5,625	5,266
Construction in progress	7,151	2,534
Other	6,975	7,116
Accumulated depreciation	(1,760)	(2,279)
Other, net	5,215	4,837
Total property, plant and equipment	76,593	83,910
Intangible assets		
Other	1,975	1,789
Total intangible assets	1,975	1,789
Investments and other assets		
Investment securities	1,136	1,173
Long-term loans receivable	90	75
Retirement benefit asset	1,218	1,312
Guarantee deposits	1,386	1,180
Deferred tax assets	3,264	3,151
Other	2,552	2,542
Allowance for doubtful accounts	(112)	(2)
Total investments and other assets	9,537	9,433
Total non-current assets	88,106	95,133
Total assets	120,924	131,735

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,637	10,489
Current portion of long-term borrowings	2,524	3,430
Lease liabilities	1,676	1,690
Accounts payable - other	8,864	11,461
Income taxes payable	269	576
Provision for bonuses	1,555	1,595
Other	1,118	2,434
Total current liabilities	25,647	31,678
Non-current liabilities		
Long-term borrowings	20,071	22,064
Lease liabilities	9,974	9,291
Retirement benefit liability	3,682	3,706
Provision for share awards for directors (and other officers)	302	378
Asset retirement obligations	1,525	1,615
Other	594	867
Total non-current liabilities	36,152	37,925
Total liabilities	61,799	69,604
Net assets		
Shareholders' equity		
Share capital	8,049	8,049
Capital surplus	8,100	8,100
Retained earnings	36,613	40,103
Treasury shares	(329)	(730)
Total shareholders' equity	52,433	55,523
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	271	283
Deferred gains or losses on hedges	(2)	1
Foreign currency translation adjustment	3,412	3,060
Remeasurements of defined benefit plans	555	546
Total accumulated other comprehensive income	4,236	3,892
Non-controlling interests	2,453	2,715
Total net assets	59,124	62,131
Total liabilities and net assets	120,924	131,735

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

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Net sales	222,467	233,833
Cost of sales	183,933	189,883
Gross profit	38,533	43,950
Selling, general and administrative expenses		
Transportation costs	13,753	15,693
Salaries, allowances and bonuses	7,168	7,638
Provision for bonuses	717	744
Depreciation	854	825
Rent expenses	1,193	1,193
Other	10,331	10,413
Total selling, general and administrative expenses	34,018	36,509
Operating profit	4,515	7,441
Non-operating income		
Interest income	96	82
Dividend income	377	333
Rental income	227	213
Subsidy income	105	117
Share of profit of entities accounted for using equity method	118	73
Other	121	255
Total non-operating income	1,047	1,076
Non-operating expenses		
Interest expenses	365	413
Rental costs	169	162
Loss on retirement of non-current assets	96	174
Loss on factory closings	—	244
Other	32	109
Total non-operating expenses	664	1,103
Ordinary profit	4,898	7,414
Extraordinary income		
Gain on reversal of asset retirement obligations	—	116
Gain on sale of non-current assets	—	350
Total extraordinary income	—	466
Extraordinary losses		
Impairment losses	1,084	75
loss on fire	—	566
Total extraordinary losses	1,084	641
Profit before income taxes	3,813	7,239
Income taxes - current	1,145	1,259
Income taxes - deferred	(193)	366
Total income taxes	952	1,625
Profit	2,861	5,613
Profit attributable to non-controlling interests	181	274
Profit attributable to owners of parent	2,679	5,339

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Profit	2,861	5,613
Other comprehensive income		
Valuation difference on available-for-sale securities	(19)	11
Deferred gains or losses on hedges	(7)	3
Foreign currency translation adjustment	1,797	(421)
Remeasurements of defined benefit plans, net of tax	474	(8)
Share of other comprehensive income of entities accounted for using equity method	143	57
Total other comprehensive income	2,387	(356)
Comprehensive income	5,249	5,256
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,949	4,995
Comprehensive income attributable to non-controlling interests	299	261

(3) Consolidated statements of changes in equity

Fiscal year ended February 28, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,049	8,100	35,519	(335)	51,333
Changes during period					
Dividends of surplus	–	–	(1,585)	–	(1,585)
Profit attributable to owners of parent	–	–	2,679	–	2,679
Purchase of treasury shares	–	–	–	(4)	(4)
Disposal of treasury shares	–	–	–	10	10
Net changes in items other than shareholders' equity	–	–	–	–	–
Total changes during period	–	–	1,094	5	1,099
Balance at end of period	8,049	8,100	36,613	(329)	52,433

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	291	5	1,589	80	1,966	1,008	54,309
Changes during period							
Dividends of surplus	–	–	–	–	–	–	(1,585)
Profit attributable to owners of parent	–	–	–	–	–	–	2,679
Purchase of treasury shares	–	–	–	–	–	–	(4)
Disposal of treasury shares	–	–	–	–	–	–	10
Net changes in items other than shareholders' equity	(19)	(7)	1,822	474	2,270	1,445	3,715
Total changes during period	(19)	(7)	1,822	474	2,270	1,445	4,815
Balance at end of period	271	(2)	3,412	555	4,236	2,453	59,124

Fiscal year ended February 28, 2026

(Millions of yen)

	Shareholders' equity				Total shareholders' equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	
Balance at beginning of period	8,049	8,100	36,613	(329)	52,433
Changes during period					
Dividends of surplus	—	—	(1,849)	—	(1,849)
Profit attributable to owners of parent	—	—	5,339	—	5,339
Purchase of treasury shares	—	—	—	(400)	(400)
Net changes in items other than shareholders' equity	—	—	—	—	—
Total changes during period	—	—	3,490	(400)	3,089
Balance at end of period	8,049	8,100	40,103	(730)	55,523

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	271	(2)	3,412	555	4,236	2,453	59,124
Changes during period							
Dividends of surplus	—	—	—	—	—	—	(1,849)
Profit attributable to owners of parent	—	—	—	—	—	—	5,339
Purchase of treasury shares	—	—	—	—	—	—	(400)
Net changes in items other than shareholders' equity	11	3	(351)	(8)	(344)	261	(82)
Total changes during period	11	3	(351)	(8)	(344)	261	3,006
Balance at end of period	283	1	3,060	546	3,892	2,715	62,131

(4) Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Cash flows from operating activities		
Profit before income taxes	3,813	7,239
Depreciation	7,502	7,317
Impairment losses	1,084	75
Increase (decrease) in allowance for doubtful accounts	(2)	(109)
Increase (decrease) in provision for bonuses	208	40
Increase (decrease) in retirement benefit liability	58	(9)
Interest and dividend income	(474)	(416)
Interest expenses	365	413
Share of loss (profit) of entities accounted for using equity method	(118)	(73)
Loss on retirement of non-current assets	96	174
loss on fire	—	566
Decrease (increase) in trade receivables	33	(2,018)
Decrease (increase) in inventories	(631)	(193)
Increase (decrease) in trade payables	846	861
Increase (decrease) in accounts payable - other	(662)	2,886
Other, net	821	1,044
Subtotal	12,944	17,797
Interest and dividends received	741	416
Interest paid	(349)	(399)
Income taxes paid	(857)	(853)
Net cash provided by (used in) operating activities	12,478	16,960
Cash flows from investing activities		
Purchase of property, plant and equipment	(17,756)	(13,815)
Proceeds from sale of property, plant and equipment	58	394
Purchase of intangible assets	(88)	(114)
Payments for acquisition of businesses	(2,737)	—
Loan advances	(106)	(80)
Proceeds from collection of loans receivable	155	106
Other, net	(195)	26
Net cash provided by (used in) investing activities	(20,670)	(13,482)
Cash flows from financing activities		
Proceeds from long-term borrowings	11,628	5,015
Repayments of long-term borrowings	(962)	(2,528)
Repayments of lease liabilities	(1,967)	(2,072)
Dividends paid	(1,583)	(1,848)
Other, net	1,140	(430)
Net cash provided by (used in) financing activities	8,255	(1,864)
Effect of exchange rate change on cash and cash equivalents	264	314
Net increase (decrease) in cash and cash equivalents	328	1,928
Cash and cash equivalents at beginning of period	8,122	8,450
Cash and cash equivalents at end of period	8,450	10,378

(5)Notes to Consolidated Financial Statements

[Revenue Recognition]

Revenue from contracts with customers

Fiscal year ended February 28, 2025 (from March 1, 2024 to February 28, 2025)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	171,074	11,377	12,658	195,110
U.S.	27,351	—	—	27,351
Other	5	—	—	5
Revenue from contracts with customers	198,430	11,377	12,658	222,467
Other revenue	—	—	—	—
Sales to external customers	198,430	11,377	12,658	222,467

Fiscal year ended February 28, 2026 (from March 1, 2025 to February 28, 2026)

(Millions of Yen)

	Reportable segments			Total
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	
Japan	183,101	11,197	12,651	206,950
U.S.	26,876	—	—	26,876
Other	6	—	—	6
Revenue from contracts with customers	209,984	11,197	12,651	233,833
Other revenue	—	—	—	—
Sales to external customers	209,984	11,197	12,651	233,833

[Segment information]

1. Overview of the reportable segments

The reporting segments of the Company and its consolidated subsidiaries are components for which separate financial information is available and whose operating results are regularly reviewed by the Board of Directors in order to determine the allocation of business resources to them as well as to evaluate their business performance. These segments are classified into “Food Production Business,” “Food Materials Business,” and “Logistics Business” according to their products and services.

The main business operations are as follows.

Food Production Business: Manufacturing and sales of cooked foods such as cooked rice products, prepared bread products(Chilled bread), cooked noodle products, freshly baked bread products, side dishes, and Japanese chilled sweets.

Food Materials Business: Procurement, processing and sales of food ingredients

Logistics Business: Sorting and delivery of food products and ingredients

2. Calculation method for the amounts of sales, profits/losses, assets/liabilities, and other items by reporting segment

The figures of profit (loss) of reporting segments are recorded on an operating profit basis.

Internal sales and transfers between segments are recorded based on actual market prices.

3. Information on the amounts of sales, profits/losses, assets/liabilities, and other items by reporting segment
Year ended February 28, 2025

(Millions of Yen)

	Reportable segments				Adjustment (Note 1)	Carried on consolidated statements of income (Note 2)
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	Total		
Net sales						
Sales to external customers	198,430	11,377	12,658	222,467	–	222,467
Intersegment sales and transfers	–	325	5,933	6,259	(6,259)	–
Total	198,430	11,702	18,592	228,726	(6,259)	222,467
Segment profit	4,245	510	681	5,437	(922)	4,515
Segment assets	106,321	4,831	6,626	117,778	3,145	120,924
Other						
Depreciation	7,236	19	379	7,634	(131)	7,502
Impairment losses	1,054	30	–	1,084	–	1,084
Investments to entities accounted for using equity method	1,643	–	–	1,643	–	1,643
Increase in property, plant and equipment and intangible assets	22,744	20	86	22,850	(2)	22,848

- Notes: 1. The adjustment of (922) million yen under the item of “Segment profit” includes an elimination of intersegment transactions of 231 million yen, as well as corporate expenses of (1,153) million yen, which are not allocated to the reportable segments.
The adjustment of 3,145 million yen under the item of “Segment assets” includes an elimination of intersegment transactions of (44,344) million yen, as well as corporate assets of 47,489 million yen, which are not allocated to the reportable segments.
The adjustment of (131) million yen under the item of “Depreciation” includes an elimination of intersegment transactions of (125) million yen and depreciation of (6) million yen related to corporate assets, which are not allocated to the reportable segments.
The adjustment of (2) million yen under the item of “Increase in property, plant and equipment and intangible assets” includes an elimination of intersegment transactions of (2) million yen.
2. Segment profit is adjusted to reflect operating profit as recorded on the quarterly consolidated statements of income.

Year ended February 28, 2026

(Millions of Yen)

	Reportable segments				Adjustment (Note 1)	Carried on consolidated statements of income (Note 2)
	Food Production Businesses	Food Materials Businesses	Logistics Businesses	Total		
Net sales						
Sales to external customers	209,984	11,197	12,651	233,833	—	233,833
Intersegment sales and transfers	—	290	6,875	7,165	(7,165)	—
Total	209,984	11,487	19,526	240,999	(7,165)	233,833
Segment profit	7,000	483	935	8,419	(978)	7,441
Segment assets	113,209	5,106	7,823	126,139	5,596	131,735
Other						
Depreciation	7,057	17	359	7,434	(117)	7,317
Impairment losses	69	6	—	75	—	75
Investments to entities accounted for using equity method	1,775	—	—	1,775	—	1,775
Increase in property, plant and equipment and intangible assets	13,501	14	2,213	15,729	(11)	15,718

Notes: 1. The adjustment of (978) million yen under the item of “Segment profit” includes an elimination of intersegment transactions of 178 million yen, as well as corporate expenses of (1,156) million yen, which are not allocated to the reportable segments.

The adjustment of 5,596 million yen under the item of “Segment assets” includes an elimination of intersegment transactions of (43,783) million yen, as well as corporate assets of 49,379 million yen, which are not allocated to the reportable segments.

The adjustment of (117) million yen under the item of “Depreciation” includes an elimination of intersegment transactions of (105) million yen and depreciation of (11) million yen related to corporate assets, which are not allocated to the reportable segments.

The adjustment of (11) million yen under the item of “Increase in property, plant and equipment and intangible assets” includes an elimination of intersegment transactions of (11) million yen.

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