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August 3, 2026

Consolidated Financial Results for the Three Months Ended June 30, 2026 (Under Japanese GAAP)

Company name: Shou Spirits Inc.
Listing: Tokyo Stock Exchange
Securities code: 2222
URL: https://www.kotobukispirits.co.jp/
Representative: Please refer to the website.
Inquiries: Please refer to the website.
Telephone: +81-859-22-7477
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 June 30, 2026 (from April 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	18,668	10.0	4,152	20.7	4,178	20.3	2,731	18.6
June 30, 2025	16,976	9.3	3,439	0.3	3,472	0.7	2,303	1.7

Note: Comprehensive income For the three months ended June 30, 2026: ¥2,756 million [19.6%]
For the three months ended June 30, 2025: ¥2,304 million [1.0%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	17.69	-
June 30, 2025	14.92	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2026	56,299	45,290	80.4	293.22
March 31, 2026	60,142	47,936	79.7	310.37

Reference: Equity
As of June 30, 2026: ¥45,283 million
As of March 31, 2026: ¥47,931 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 March 31, 2026	-	0.00	-	35.00	35.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		10.00		35.00	45.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

2. For the dividend forecast for the fiscal year ending March 31, 2027, please refer to the "Notice Regarding a Partial Change to the Dividend Policy (Implementation of an Interim Dividend) and Revision of the Dividend Forecast" announced today (August 3, 2026).

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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
Six months ending September 30, 2026	38,300	7.0	8,190	10.1	8,220	9.3	5,500	9.6	35.61
Fiscal year ending March 31, 2027	84,500	7.3	20,550	10.5	20,610	10.0	13,810	10.0	89.42

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

* **Notes**

(1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 1 company (Hakone Toki Only)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(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 June 30, 2026	155,658,402 shares
As of March 31, 2026	155,658,402 shares

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

As of June 30, 2026	1,225,385 shares
As of March 31, 2026	1,225,366 shares

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

Three months ended June 30, 2026	154,433,031 shares
Three months ended June 30, 2025	154,362,605 shares

* 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
(Cautions on forward-looking statements, etc.)

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 results may differ due to a variety of 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."

(How to obtain supplementary explanatory materials for financial results)

Supplementary financial results materials will be disclosed on TDnet on the same day and posted on the Company's website.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	32,200	28,811
Notes and accounts receivable - trade	8,257	6,570
Merchandise and finished goods	3,015	3,417
Work in process	155	163
Raw materials and supplies	889	925
Other	257	347
Allowance for doubtful accounts	(0)	(0)
Total current assets	44,775	40,236
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,188	5,210
Machinery, equipment and vehicles, net	3,164	3,133
Tools, furniture and fixtures, net	520	559
Land	2,885	2,905
Leased assets, net	14	13
Construction in progress	606	1,195
Total property, plant and equipment	12,380	13,017
Intangible assets	141	136
Investments and other assets		
Other	2,850	2,914
Allowance for doubtful accounts	(5)	(5)
Total investments and other assets	2,845	2,909
Total non-current assets	15,367	16,063
Total assets	60,142	56,299

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,067	2,206
Accounts payable - other	1,865	1,694
Income taxes payable	3,488	1,455
Provision for bonuses	1,298	631
Other	1,383	2,876
Total current liabilities	10,102	8,863
Non-current liabilities		
Retirement benefit liability	1,882	1,924
Other	220	220
Total non-current liabilities	2,103	2,145
Total liabilities	12,206	11,008
Net assets		
Shareholders' equity		
Share capital	1,263	1,263
Capital surplus	1,350	1,350
Retained earnings	47,892	45,218
Treasury shares	(2,842)	(2,842)
Total shareholders' equity	47,663	44,989
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	94	126
Foreign currency translation adjustment	33	37
Remeasurements of defined benefit plans	140	129
Total accumulated other comprehensive income	267	293
Non-controlling interests	5	7
Total net assets	47,936	45,290
Total liabilities and net assets	60,142	56,299

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Net sales	16,976	18,668
Cost of sales	6,670	7,118
Gross profit	10,305	11,549
Selling, general and administrative expenses	6,865	7,397
Operating profit	3,439	4,152
Non-operating income		
Interest income	1	5
Dividend income	3	5
Rental income from land and buildings	12	8
Insurance claim income	8	-
Other	8	8
Total non-operating income	34	27
Non-operating expenses		
Depreciation	0	0
Other	0	0
Total non-operating expenses	1	1
Ordinary profit	3,472	4,178
Extraordinary income		
Gain on sale of non-current assets	0	-
Total extraordinary income	0	-
Extraordinary losses		
Loss on retirement of non-current assets	2	1
Total extraordinary losses	2	1
Profit before income taxes	3,469	4,177
Income taxes	1,166	1,446
Profit	2,303	2,731
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	2,303	2,731

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2025	Three months ended June 30, 2026
Profit	2,303	2,731
Other comprehensive income		
Valuation difference on available-for-sale securities	(7)	32
Foreign currency translation adjustment	15	4
Remeasurements of defined benefit plans, net of tax	(7)	(10)
Total other comprehensive income	0	25
Comprehensive income	2,304	2,756
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,304	2,757
Comprehensive income attributable to non-controlling interests	(0)	(0)

(Notes on segment information, etc.)

Segment Information

I. The three months of the previous fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments				
	Sucrey Group	KCC Group	Kotobukiseika Group	sales subsidiary	Total
Sales					
Revenues from external customers	7,739	4,801	2,588	1,746	16,876
Transactions with other segments	340	90	1,229	32	1,692
Total	8,079	4,891	3,818	1,779	18,568
Segment profit (△ indicates loss)	1,306	869	835	208	3,218

	Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
Sales				
Revenues from external customers	100	16,976	-	16,976
Transactions with other segments	0	1,692	(1,692)	-
Total	100	18,668	(1,692)	16,976
Segment profit (△ indicates loss)	(13)	3,205	234	3,439

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the non-life insurance agency business, the health food business, and the confectionery business overseas (Taiwan).

2. Segment profit (△ indicates loss) of 234 million yen consists of 552 million yen of elimination of internal transactions between the Company and segments, 7 million yen of elimination of inter-segment transactions, (3) million yen of adjustment of inventories, and (321) million yen of company-wide expenses not allocated to each reporting segment. Company-wide expenses are mainly related to group management at the submitting company.

3. Segment profit (△ indicates loss) is adjusted to operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.

II. The three months of the current fiscal year (April 1, 2026 to June 30, 2026)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments				
	Sucrey Group	KCC Group	Kotobukiseika Group	sales subsidiary	Total
Sales					
Revenues from external customers	8,413	5,255	2,917	1,933	18,519
Transactions with other segments	216	121	1,376	19	1,732
Total	8,629	5,376	4,293	1,952	20,252
Segment profit (△ indicates loss)	1,641	1,016	1,033	276	3,968

	Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
Sales				
Revenues from external customers	148	18,668	-	18,668
Transactions with other segments	0	1,733	(1,733)	-
Total	148	20,401	(1,733)	18,668
Segment profit (△ indicates loss)	(3)	3,965	186	4,152

Note: 1. The "Other" category is a business segment that is not included in the reporting segments, and includes the non-life insurance agency business, the health food business, and the confectionery business overseas (Taiwan).

2. The 186 million yen adjustment for segment profit (△ indicates loss) consists of 600 million yen in the elimination of internal transactions between the Company and segments, 7 million yen in the elimination of inter-segment transactions, 5 million yen in inventory adjustments, and (426) million yen in company-wide expenses that have not been allocated to each reporting segment. Company-wide expenses are mainly related to group management at the submitting company.

3. Segment profit (△ indicates loss) is adjusted to operating income in the quarterly consolidated statements of income.

2. Changes to Reporting Segments

With the establishment of Hakone Tokinomi Co., Ltd. on April 1, 2026 with a 100% stake, the name of the reporting segment that was "KCC" has been changed to "KCC Group" from the first quarter of the current fiscal year.

3. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.