

August 8, 2025

Non-consolidated Financial Results for the Six Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: Rokko Butter Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2266
 URL: <https://www.qbb.co.jp>
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 Scheduled date to file semi-annual securities report: August 8, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated financial results for the six months ended June 30, 2025 (from January 1, 2025 to June 30, 2025)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit | |
|------------------|-----------------|-------|------------------|--------|-----------------|--------|-----------------|--------|
| Six months ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| June 30, 2025 | 20,527 | (3.8) | 482 | (57.0) | 341 | (72.3) | 199 | (77.9) |
| June 30, 2024 | 21,349 | (2.7) | 1,123 | - | 1,233 | - | 903 | - |

| | Basic earnings per share | Diluted earnings per share |
|------------------|--------------------------|----------------------------|
| Six months ended | Yen | Yen |
| June 30, 2025 | 10.24 | - |
| June 30, 2024 | 46.36 | - |

(2) Non-consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|-------------------|-----------------|-----------------|-----------------------|
| As of | Millions of yen | Millions of yen | % |
| June 30, 2025 | 50,593 | 30,826 | 60.9 |
| December 31, 2024 | 51,403 | 30,863 | 60.0 |

Reference: Equity As of June 30, 2025: ¥30,826 million
 As of December 31, 2024: ¥30,863 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 December 31, 2024 | - | 0.00 | - | 20.00 | 20.00 |
| Fiscal year ending December 31, 2025 | - | 0.00 | | | |
| Fiscal year ending December 31, 2025 (Forecast) | | | - | 20.00 | 20.00 |

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of non-consolidated financial results for the fiscal year ending December 31, 2025 (from January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit | | Basic earnings per share |
|--------------------------------------|-----------------|-----|------------------|--------|-----------------|--------|-----------------|--------|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Fiscal year ending December 31, 2025 | 43,500 | 1.3 | 1,000 | (46.4) | 900 | (54.0) | 600 | (42.4) | 30.80 |

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

* **Notes**

- (1) Adoption of accounting treatment specific to the preparation of semi-annual non-consolidated financial statements: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

- (3) 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, 2025 | 21,452,125 shares |
| As of December 31, 2024 | 21,452,125 shares |

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

| | |
|-------------------------|------------------|
| As of June 30, 2025 | 1,969,253 shares |
| As of December 31, 2024 | 1,969,196 shares |

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

| | |
|--------------------------------|-------------------|
| Six months ended June 30, 2025 | 19,482,911 shares |
| Six months ended June 30, 2024 | 19,483,133 shares |

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

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 financial results, etc. may differ substantially due to various factors.

Semi-annual balance sheet

(Thousands of yen)

| | As of December 31, 2024 | As of June 30, 2025 |
|---|-------------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 6,179,881 | 2,865,581 |
| Electronically recorded monetary claims - operating | 235,052 | 224,773 |
| Accounts receivable - trade | 13,103,479 | 15,518,858 |
| Merchandise and finished goods | 2,095,410 | 2,495,565 |
| Work in process | 147,805 | 146,605 |
| Raw materials | 2,432,004 | 2,498,377 |
| Prepaid expenses | 353,827 | 338,963 |
| Accounts receivable - other | 175,121 | 142,373 |
| Income taxes refund receivable | - | 22,349 |
| Consumption taxes refund receivable | - | 41,239 |
| Short-term loans receivable | 859 | 673 |
| Other | 168,609 | 145,524 |
| Allowance for doubtful accounts | (2,100) | (16,800) |
| Total current assets | 24,889,952 | 24,424,084 |

| | As of December 31, 2024 | As of June 30, 2025 |
|---|-------------------------|---------------------|
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings | 16,059,161 | 16,089,196 |
| Accumulated depreciation | (6,146,453) | (6,453,127) |
| Buildings, net | 9,912,708 | 9,636,069 |
| Structures | 855,308 | 857,375 |
| Accumulated depreciation | (612,613) | (635,473) |
| Structures, net | 242,695 | 221,902 |
| Machinery and equipment | 22,378,943 | 22,761,806 |
| Accumulated depreciation | (17,381,491) | (17,973,570) |
| Machinery and equipment, net | 4,997,451 | 4,788,236 |
| Vehicles | 66,042 | 66,042 |
| Accumulated depreciation | (63,492) | (64,135) |
| Vehicles, net | 2,549 | 1,906 |
| Tools, furniture and fixtures | 654,383 | 672,984 |
| Accumulated depreciation | (554,722) | (576,977) |
| Tools, furniture and fixtures, net | 99,660 | 96,007 |
| Land | 3,691,198 | 3,691,198 |
| Construction in progress | 515,475 | 473,369 |
| Total property, plant and equipment | 19,461,740 | 18,908,690 |
| Intangible assets | | |
| Telephone subscription right | 11,091 | 11,091 |
| Trademark right | 11,908 | 10,599 |
| various facilities use rights | 7,180 | 6,795 |
| Software | 42,071 | 34,382 |
| Software in progress | 105,600 | 117,019 |
| Total intangible assets | 177,852 | 179,888 |
| Investments and other assets | | |
| Investment securities | 2,870,928 | 3,158,627 |
| Shares of subsidiaries and associates | 2,188,690 | 2,188,690 |
| Investments in capital of subsidiaries and associates | 33,620 | 33,620 |
| Long-term loans receivable from employees | 683 | 540 |
| Long-term time deposits | 300,000 | 300,000 |
| Long-term prepaid expenses | 5,203 | 4,747 |
| Long-term accounts receivable - other | 350,100 | 280,080 |
| Prepaid pension costs | 1,051,979 | 1,060,611 |
| Deferred tax assets | 21,916 | - |
| Other | 65,917 | 66,392 |
| Allowance for doubtful accounts | (14,695) | (12,305) |
| Total investments and other assets | 6,874,343 | 7,081,004 |
| Total non-current assets | 26,513,936 | 26,169,584 |
| Total assets | 51,403,889 | 50,593,668 |

| | As of December 31, 2024 | As of June 30, 2025 |
|---|-------------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Electronically recorded obligations - operating | 2,034 | 1,014 |
| Accounts payable - trade | 4,819,625 | 5,384,505 |
| Short-term borrowings | 7,000,000 | 6,500,000 |
| Lease liabilities | 13,320 | 30,781 |
| Accounts payable - other | 470,213 | 137,476 |
| Income taxes payable | 454,702 | 46,963 |
| Accrued consumption taxes | 186,619 | - |
| Accrued expenses | 5,520,800 | 5,090,783 |
| Deposits received | 157,468 | 167,833 |
| Provision for shareholder benefit program | 9,900 | - |
| Provision for bonuses for directors (and other officers) | 37,800 | - |
| Provision for building demolition expense | 250,226 | 276,516 |
| Asset retirement obligations | 90,113 | 90,531 |
| Other | 1,151 | 1,011 |
| Total current liabilities | 19,013,976 | 17,727,417 |
| Non-current liabilities | | |
| Lease liabilities | 130,985 | 360,050 |
| Provision for retirement benefits | 1,384,116 | 1,418,498 |
| Long-term deposits received | - | 66,113 |
| Long-term accounts payable - other | 2,203 | 2,203 |
| Deferred tax liabilities | - | 184,187 |
| Asset retirement obligations | 9,162 | 9,162 |
| Total non-current liabilities | 1,526,467 | 2,040,214 |
| Total liabilities | 20,540,444 | 19,767,632 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 2,843,203 | 2,843,203 |
| Capital surplus | | |
| Legal capital surplus | 800,000 | 800,000 |
| Other capital surplus | 1,722,897 | 1,722,897 |
| Total capital surplus | 2,522,897 | 2,522,897 |
| Retained earnings | | |
| Other retained earnings | | |
| Reserve for tax purpose reduction entry of non-current assets | 1,240,705 | 1,188,447 |
| General reserve | 19,100,000 | 19,100,000 |
| Retained earnings brought forward | 6,053,566 | 5,915,612 |
| Total retained earnings | 26,394,271 | 26,204,059 |
| Treasury shares | (2,317,671) | (2,317,745) |
| Total shareholders' equity | 29,442,700 | 29,252,415 |
| Valuation and translation adjustments | | |
| Valuation difference on available-for-sale securities | 1,385,174 | 1,589,148 |
| Deferred gains or losses on hedges | 35,570 | (15,527) |
| Total valuation and translation adjustments | 1,420,744 | 1,573,621 |
| Total net assets | 30,863,445 | 30,826,036 |
| Total liabilities and net assets | 51,403,889 | 50,593,668 |

Semi-annual statement of income

(Thousands of yen)

| | Six months ended June 30, 2024 | Six months ended June 30, 2025 |
|--|-----------------------------------|-----------------------------------|
| Net sales | 21,349,019 | 20,527,790 |
| Cost of sales | 17,121,997 | 16,694,289 |
| Gross profit | 4,227,022 | 3,833,501 |
| Selling, general and administrative expenses | 3,103,916 | 3,350,952 |
| Operating profit | 1,123,105 | 482,548 |
| Non-operating income | | |
| Interest income | 17,192 | 37,139 |
| Dividend income | 27,319 | 38,669 |
| Foreign exchange gains | 157,724 | - |
| Material profit on sale | 2,203 | 2,489 |
| Other | 31,442 | 17,586 |
| Total non-operating income | 235,882 | 95,884 |
| Non-operating expenses | | |
| Interest expenses | 11,908 | 29,386 |
| Foreign exchange losses | - | 119,030 |
| Commission expenses | 500 | 500 |
| Idle-assets expense | 15,797 | 11,823 |
| Supporting expenses for subsidiaries and affiliates | 76,990 | 71,452 |
| Other | 20,174 | 4,323 |
| Total non-operating expenses | 125,371 | 236,516 |
| Ordinary profit | 1,233,616 | 341,916 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 131 | - |
| Total extraordinary income | 131 | - |
| Extraordinary losses | | |
| Loss on abandonment of non-current assets | 154 | 10,586 |
| Provision of allowance for building demolition expense | - | 26,290 |
| Total extraordinary losses | 154 | 36,876 |
| Profit before income taxes | 1,233,593 | 305,040 |
| Income taxes - current | 309,600 | (4,200) |
| Income taxes - deferred | 20,742 | 109,794 |
| Total income taxes | 330,342 | 105,594 |
| Profit | 903,250 | 199,446 |

Semi-annual statement of cash flows

(Thousands of yen)

| | Six months ended June 30, 2024 | Six months ended June 30, 2025 |
|---|-----------------------------------|-----------------------------------|
| Cash flows from operating activities | | |
| Profit before income taxes | 1,233,593 | 305,040 |
| Depreciation | 1,003,989 | 985,852 |
| Loss on abandonment of non-current assets | 154 | 10,586 |
| Loss (gain) on sale of non-current assets | (131) | - |
| Increase (decrease) in provision for bonuses for directors (and other officers) | - | (37,800) |
| Increase (decrease) in provision for retirement benefits | 17,420 | 34,381 |
| Increase (decrease) in provision for provision for building demolition expense | - | 26,290 |
| Increase (decrease) in allowance for doubtful accounts | (100) | 12,310 |
| Interest expenses | 11,908 | 29,386 |
| Interest and dividend income | (44,512) | (75,808) |
| Foreign exchange losses (gains) | (149,485) | 109,553 |
| Decrease (increase) in trade receivables | 933,824 | (2,405,099) |
| Decrease (increase) in inventories | (530,928) | (465,328) |
| Decrease (increase) in other current assets | 2,936 | (21,970) |
| Decrease (increase) in prepaid pension costs | 4,130 | (8,631) |
| Decrease (increase) in other non-current assets | (123,279) | (19) |
| Increase (decrease) in trade payables | (146,737) | 563,859 |
| Increase (decrease) in accrued expenses | (279,083) | (430,488) |
| Increase (decrease) in accrued consumption taxes | 27,515 | (162,808) |
| Other, net | (37,489) | (314,313) |
| Subtotal | 1,923,727 | (1,845,009) |
| Interest and dividends received | 44,512 | 76,141 |
| Interest paid | (10,224) | (28,915) |
| Subsidies received | 70,020 | 70,020 |
| Income taxes refund (paid) | (240,538) | (408,563) |
| Net cash provided by (used in) operating activities | 1,787,497 | (2,136,327) |

(Thousands of yen)

| | Six months ended June 30, 2024 | Six months ended June 30, 2025 |
|---|-----------------------------------|-----------------------------------|
| Cash flows from investing activities | | |
| Payments into time deposits | (44,678) | - |
| Proceeds from withdrawal of time deposits | 23,097 | - |
| Purchase of property, plant and equipment | (137,649) | (256,140) |
| Payments for retirement of property, plant and equipment | (230) | (37) |
| Proceeds from sale of property, plant and equipment | 131 | - |
| Purchase of intangible assets | (28,361) | (11,419) |
| Purchase of investment securities | (1,406) | (1,657) |
| Decrease (increase) in short-term loans receivable | - | 186 |
| Other, net | (473) | 66,274 |
| Net cash provided by (used in) investing activities | (189,572) | (202,794) |
| Cash flows from financing activities | | |
| Purchase of treasury shares | (158) | (73) |
| Increase (decrease) in short-term borrowings | 1,000,000 | (500,000) |
| Repayments of long-term borrowings | (1,500,000) | - |
| Dividends paid | (486,000) | (389,327) |
| Other, net | (6,660) | (15,390) |
| Net cash provided by (used in) financing activities | (992,819) | (904,791) |
| Effect of exchange rate change on cash and cash equivalents | 363 | (70,387) |
| Net increase (decrease) in cash and cash equivalents | 605,469 | (3,314,300) |
| Cash and cash equivalents at beginning of period | 5,662,176 | 6,179,881 |
| Cash and cash equivalents at end of period | 6,267,645 | 2,865,581 |

