

Consolidated Financial Results

for the Three Months Ended June 30, 2025(Q1 FY2025)

(Japanese Accounting Standards)

Company name: ITOHAM YONEKYU HOLDINGS INC.
 Stock exchange listing: Tokyo Stock Exchange
 Stock code: 2296
 URL: <https://www.itoham-yonekyu-holdings.com>
 Representative: Hiroyuki Urata, President and Chief Executive Officer
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 Scheduled date of commencement of dividend payment: September 05, 2025
 Supplementary documents for financial results: Yes
 Quarterly results briefing: None

(Amounts of less than one million yen are truncated)

1. Consolidated Financial Results for the Three Months Ended June 30, 2025 (April 1, 2025–June 30, 2025)

(1) Consolidated Results of Operations

(% figures show year-on-year change)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Three Months ended June 30, 2025	297,110	26.0	9,112	131.9	9,161	109.7	6,376	115.7
June 30, 2024	235,771	3.6	3,929	(26.0)	4,369	(22.0)	2,956	(11.9)

(Note) Comprehensive income: Three Months Ended June 30, 2025 6,457 million Yen 58.5 %
 Three Months Ended June 30, 2024 4,073 million Yen (27.2) %

	Profit per share	Diluted profit per share
	Yen	Yen
Three Months ended June 30, 2025	112.39	112.36
June 30, 2024	52.13	52.11

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million Yen	Million Yen	%
As of June 30, 2025	485,799	288,449	59.2
As of March 31, 2025	467,009	286,318	61.1

(Reference) Shareholders' equity: As of June 30, 2025 287,751 million Yen
 As of March 31, 2025 285,542 million Yen

2. Dividends

	Dividend 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, 2025	—	70.00	—	75.00	145.00
March 31, 2026	85.00				
Fiscal year ending March 31, 2026 (Forecast)		70.00	90.00	75.00	320.00

(Note 1) Changes to the most recent dividend forecast : None

(Note 2) Detail of dividend for fiscal year ending March 2026

1st Quarter: Commemorative 85yen 2nd Quarter: Ordinary 70yen 3rd Quarter :Commemorative 90yen End of year: Ordinary 75yen

(Note 3) We will pay ordinary dividend 3.1% for 2026 fiscal year based on Medium -Term Management Plan 2026 policy of DOE of 3% on progressive basis.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2026

(April 1, 2025 to March 31, 2026)

(% figures show year-on-year change)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
First Half	530,000	8.0	12,500	41.9	12,800	41.6	8,200	30.9	144.54
Full year	1,030,000	4.2	26,500	35.4	27,500	32.5	17,500	33.6	308.46

(Note) Changes to the most recent financial forecast : None

(Translated)

* Notes

- (1) Changes in significant subsidiaries during the term (changes in specific subsidiaries accompanied by a change in the scope of consolidation): None
- (2) Application of special accounting treatment in the preparation of the quarterly consolidation financial statements: None
- (3) Changes in accounting policies, changes of accounting estimates and restatement
- | | |
|---|------|
| (i) Changes in accounting policies due to amendments to accounting standards: | None |
| (ii) Other Changes in accounting policies: | None |
| (iii) Changes in accounting estimates: | None |
| (iv) Restatement: | None |
- (4) Numbers of shares outstanding (common stock)
- | | |
|---|-------------------|
| (i) Numbers of issued shares at end of period: | |
| As of June 30, 2025 : | 57,471,011 shares |
| As of March 31, 2025 : | 57,471,011 shares |
| (ii) Numbers of treasury shares at end of period: | |
| As of June 30, 2025 : | 737,532 shares |
| As of March 31, 2025 : | 737,248 shares |
| (iii) Average number of shares outstanding during period: | |
| As of June 30, 2025 : | 56,733,584 shares |
| As of June 30, 2024 : | 56,716,778 shares |

※ Review of the accompanying consolidated financial statements by a certified public accountant or an auditing firm : None

※ Explanation for using the forecasted information and the other special notes

(Notes concerning forward-looking statements, etc.)

This summary financial report contains forward-looking statements and forecasts are made based on information available to the company at the time of preparation and certain assumption deemed to reasonable and actual result may significantly due to various factors.

(Access to Supplementary Explanations)

We will disclose the materials on TD-net and our website on the same days as this financial results.

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1. Overview of Operating Results and Financial Position

(1) Overview of operating results

○Our operating results and overview

◇Consolidated operating results

(% figures show year-on-year change)

Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
297,110	26.0	9,112	131.9	9,161	109.7	6,376	115.7

In a difficult business environment with remaining high raw material prices and rising logistics costs, sales and all kinds of profits increased by improvement of overseas meat business operation.

Furthermore the consolidated subsidiary ANZCO FOODS LIMITED and its subsidiaries changed their fiscal year end from December 31 to March 31 which align with ITOHAM YONEKYU HOLDINGS INC consolidated closing date, therefore this first quarter financial results include in their 6 months operating results.

◇Operating results by reportable segment

(% figures show year-on-year change)

	Net Sales		Ordinary profit	
	Million Yen	%	Million Yen	%
Processed Food Division	100,290	3.5	2,248	5.0
Meat Division	196,817	41.7	7,266	179.8

<Processed Food Division>

- Regarding Hams and Sausages, the net sales increased driven by promotions link with popular animation movie to expand sales of mainly products for consumers. Then Cooked foods, net sales also increased driven by expand sales of fitting the diversified consumer needs.
- Over all Processed Foods business, net sales and ordinary profit increased, because the effect of price revisions and cost saving operations covered up with high raw material cost, utility cost and logistics cost.

<Meat Division>

- In domestic business, the net sales and ordinary profit increased driven by improvement of market risk management for pork business, also improvement by poultry farm business under the high market price, it has been covered up with influence of rising logistics cost.
- In overseas business, the net sales and ordinary profit of ANZCO FOODS increased driven by improvement of profitability of beef export business for US and sheep meat export business for EU・UK, in addition it include an effect of fiscal year end change also.
- As result of the above, Meat Division increased the sales and ordinary profit in this first quarter.

※For details on the overview of operating results, etc., please refer to the financial results briefing materials disclosed on TD-net today.

(2) Overview of financial positions

(Assets, Liabilities and Net assets)

- Total assets was 485,799 million yen, an increase of 18,789million yen from the end of the previous consolidated fiscal year.
Increase factors: Increase in Inventories and Accounts receivable-trade
- Liabilities was 197,350 million yen, an increase of 16,658 million yen from the end of the previous consolidated fiscal year.
Increase factors: Increase in Accounts payable - trade and Short-term borrowings
- Net assets was 288,449 million yen, an increase of 2,131 million yen from the end of the previous consolidated fiscal year.
Increase factors: Increase in Retained earnings

(Cash flows)

- The balance of cash and cash equivalents at end of period was 19,225 million yen, a decrease of 1,355 million yen from the end of the previous consolidated fiscal year (An increase of 635 million yen in the same quarter previous year).
- Cash flows from operating activities increased by 4,817 million yen (A decrease of 4,621 million yen in the same quarter previous year).
Increase factors: Increase in Profit before income taxes and Accounts payable-trade
Decrease factors: Increase in Inventories an Account receivable-trade
- Cash flows from investing activities decreased by 6,604 million yen (A decrease of 5,592 million yen in the same quarter previous year).
Decrease factors: Acquisition of tangible assets
- Cash flows from financing activities increased by 824 million yen (An increase of 10,408 million yen in the same quarter previous year).
Increase factors: Increase in Short-term borrowings
Decrease factors: Dividends paid

Consolidated Financial Statements and Key Notes**(1) Consolidated balance sheets**

(Million Yen)

	As of March 31, 2025	As of June 30, 2025
ASSETS		
Current assets		
Cash and deposits	20,989	19,633
Accounts receivable-trade	103,224	109,067
Merchandise and finished goods	116,146	118,415
Work in process	1,989	2,138
Raw materials and supplies	25,232	37,433
Other	9,718	8,619
Allowance for doubtful accounts	(72)	(69)
Total current assets	277,227	295,238
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	37,002	36,262
Machinery, equipment and vehicles, net	32,196	31,560
Tools, furniture & fixtures, net	1,662	1,635
Land	26,390	26,290
Leased assets, net	2,852	2,632
Others, net	9,563	10,645
Total property, plant and equipment	109,668	109,026
Intangible assets		
Goodwill	15,184	14,729
Other	10,284	10,321
Total intangible assets	25,469	25,051
Investments and other assets		
Investment securities	33,322	34,571
Retirement benefit asset	14,487	15,009
Other	7,610	7,061
Allowance for doubtful accounts	(775)	(159)
Investments and other assets	54,644	56,482
Total non-current assets	189,782	190,561
Total Assets	467,009	485,799

(Million Yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	65,195	74,481
Electronically recorded obligations - operating	1,033	1,194
Short-term borrowings	39,093	44,009
Current portion of Long-term borrowings	100	100
Income taxes payable	1,971	1,306
Provision for bonuses	5,591	1,771
Provision for bonuses for directors (and other officers)	134	42
Other	31,320	36,400
Total current liabilities	144,439	159,306
Non-current liabilities		
Long-term borrowings	20,240	20,215
Retirement benefit liability	1,514	1,539
Asset retirement obligations	1,269	1,188
Other	13,228	15,100
Total non-current liabilities	36,252	38,043
Total liabilities	180,691	197,350
Net assets		
Shareholders' equity		
Capital stock	30,003	30,003
Capital surplus	89,442	89,442
Retained earnings	150,821	152,942
Treasury shares	(2,723)	(2,725)
Total shareholders' equity	267,543	269,663
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,963	10,398
Deferred gains or losses on hedges	(887)	(615)
Foreign currency translation adjustment	7,045	5,544
Remeasurements of defined benefit plans	2,877	2,760
Total accumulated other comprehensive income	17,998	18,088
Share acquisition rights	66	66
Non-controlling interests	708	630
Total net assets	286,318	288,449
Total liabilities and net assets	467,009	485,799

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

(Million Yen)

	Three month Ended June 30, 2024 (Apr 1, 2024 - June 30, 2024)	Three month Ended June 30, 2025 (Apr 1, 2025 - June 30, 2025)
Net sales	235,771	297,110
Cost of sales	203,643	256,595
Gross profit	32,127	40,515
Selling, general and administrative expenses	28,198	31,403
Operating profit	3,929	9,112
Non-operating Income		
Interest income	74	100
Dividend income	149	158
Rental income	107	118
Insurance claim income	21	108
Subsidy income	463	387
Other	202	248
Total non-operating income	1,019	1,121
Non-operating expenses		
Interest expenses	534	981
Rental expenses on real estate	32	33
Other	13	58
Total non-operating expenses	580	1,072
Ordinary profit	4,369	9,161
Extraordinary income		
Gain on sale of non-current assets	21	2
Gain on sale of investment securities	83	1
Subsidy income	—	100
Other	—	4
Total extraordinary income	105	108
Extraordinary losses		
Loss on retirement of non-current assets	43	39
Impairment loss	10	—
Loss on tax purpose reduction entry of non-current assets	—	85
Loss on valuation of investment securities	37	—
Others	0	0
Total extraordinary losses	91	125
Profit before income taxes	4,383	9,143
Income taxes-current	333	1,033
Income taxes-deferred	1,079	1,717
Total income taxes	1,412	2,751
Profit	2,970	6,392
Profit attributable to non-controlling interests	13	16
Profit attributable to owners of parent	2,956	6,376

Consolidated statements of comprehensive income

(Million Yen)

	Three month Ended June 30, 2024 (Apr 1, 2024 - June 30, 2024)	Three month Ended June 30, 2025 (Apr 1, 2025 - June 30, 2025)
Profit	2,970	6,392
Other comprehensive income		
Valuation difference on available-for-sale securities	(710)	1,435
Deferred gains or losses on hedges	337	272
Foreign currency translation adjustment	881	(1,168)
Remeasurements of defined benefit plans	(126)	(122)
Share of other comprehensive income of entities accounted for using equity method	721	(351)
Total other comprehensive income	1,103	65
Comprehensive income	4,073	6,457
(Breakdown)		
Comprehensive income attributable to owners of parent	4,058	6,465
Comprehensive income attributable to non-controlling interests	15	(7)

(4) Consolidated statements of cash flows

	(Million Yen)	
	Three month Ended June 30, 2024 (Apr 1, 2024 - June 30, 2024)	Three month Ended June 30, 2025 (Apr 1, 2025 - June 30, 2025)
Cash flows from operating activities		
Profit before income taxes	4,383	9,143
Depreciation	3,148	3,741
Impairment losses	10	—
Increase (decrease) in provision for bonuses	(4,559)	(3,819)
Amortization of goodwill	401	431
Interest and dividend income	(224)	(259)
Interest expenses	534	981
Insurance claim income	(21)	(48)
Subsidy income	(21)	(108)
Share of loss (profit) of entities accounted for using equity method	(463)	(387)
Loss (gain) on sale of investment securities	(83)	(1)
Decrease (increase) in trade receivables	(4,806)	(6,233)
Decrease (increase) in inventories	(19,498)	(15,127)
Increase (decrease) in trade payables	11,268	9,623
Increase (decrease) in accounts payable - other	8,925	7,450
Increase (decrease) in retirement benefit liability	(6)	22
Decrease (increase) in retirement benefit asset	(607)	(697)
Other	130	544
Subtotal	(1,529)	5,257
Interest and dividends received	1,072	1,073
Proceeds from insurance income	22	48
Subsidies received	48	116
Subsidies received for equipment	—	200
Interest paid	(534)	(918)
Payments associated with Loss on closing plants	(35)	—
Income taxes paid	(3,666)	(960)
Net cash provided by (used in) operating activities	(4,621)	4,817
Cash flows from investing activities		
Acquisition of tangible assets	(5,486)	(6,156)
Acquisition of intangible assets	(909)	(315)
Acquisition of investment securities	(12)	(11)
Proceeds from sale and redemption of investment securities	236	3
Loan advances	(59)	(158)
Proceeds from collection of loans receivable	48	50
Other	589	(15)
Net cash provided by (used in) investing activities	(5,592)	(6,604)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	17,727	5,587
Repayments of long-term borrowings	(31)	(25)
Purchase of treasury shares	(1)	(1)
Dividends paid	(6,997)	(4,216)
Other	(288)	(520)
Net cash provided by (used in) financing activities	10,408	824
Effect of exchange rate change on cash and cash equivalents	441	(393)
Net increase (decrease) in cash and cash equivalents	635	(1,355)
Cash and cash equivalents at beginning of period	22,917	20,581
Cash and cash equivalents at end of period	23,553	19,225

(4) Notes on the consolidated financial statements

(Notes on Segment information)

1. For the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

1. Information on net sales, profit or loss, assets and other items, for each reportable segment

(Million Yen)

	Reportable segments			Others (Note 1)	Total	Adjustments (Note 2)	Amount recorded on consolidated quarterly statements of income (Note 3)
	Processed Food Division	Meat Division	Total				
Net sales							
Sales to outside customers	96,865	138,902	235,767	4	235,771	—	235,771
Intersegment sales and transfers	9,095	19,319	28,414	231	28,646	(28,646)	—
Total	105,960	158,221	264,182	235	264,418	(28,646)	235,771
Segment profit (loss)	2,141	2,597	4,739	5	4,744	(375)	4,369

(Note)

1. "Others" segment which is not included in the reportable segments such as human resource and payroll related services.
2. Adjustment on segment profit is mainly due to the amortization of goodwill of (347) million yen
3. Segment profit (loss) is adjusted to ordinary profit in the quarterly consolidated income statement.

II. For the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

1. Information on net sales, profit or loss, assets and other items, for each reportable segment

(Million Yen)

	Reportable segments			Others (Note 1)	Total	Adjustments (Note 2)	Amount recorded on consolidated quarterly statements of income (Note 3)
	Processed Food Division	Meat Division	Total				
Net sales							
Sales to outside customers	100,290	196,817	297,107	3	297,110	—	297,110
Intersegment sales and transfers	9,078	21,134	30,213	231	30,445	(30,445)	—
Total	109,368	217,951	327,320	235	327,556	(30,445)	297,110
Segment profit (loss)	2,248	7,266	9,515	16	9,531	(370)	9,161

(Note)

1. "Others" segment which is not included in the reportable segments such as human resource and payroll related services.
2. Adjustment on segment profit is mainly due to the amortization of goodwill of (347) million yen
3. Segment profit (loss) is adjusted to ordinary profit in the quarterly consolidated income statement.

2. Matters related to changes in reportable segments

From this first quarter, reportable segment has been transferred between the Processed Food Division and the Meat Division due to change of expense bearing department. Therefore Segment information for the previous first quarter is replaced by new classification method.

(Notes on the case of significant changes in shareholders' equity)

Not applicable.

(Notes on going concern assumptions)

Not applicable.

(Supplemental Information to Financial Results)

(Fiscal years end of consolidated subsidiaries)

Effective from this first quarter end, consolidated subsidiary ANZCO FOODS LIMITED and its 21 subsidiaries changed their fiscal year end from December 31 to March 31 which align with ITOHAM YONEKYU HOLDINGS INC consolidated closing date. The first quarter financial results include in their 6 months operating results and effected amount from the change in fiscal year end is adjusted through this first quarter consolidated income statement.

Incidentally, ANZCO FOODS LIMITED and its subsidiaries sales from January 1, 2025 to March 31, 2025 were 40,580 million yen, operating profit was 1,300 million yen, ordinary profit was 1,105 million yen, and quarterly net profit before taxes was 1,104 million yen.