August 6, 2026

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

Company name: Oenon Holdings, Inc.
Listing: Tokyo Stock Exchange
Securities code: 2533
URL: https://www.oenon.jp/english/
Representative: Yuji Nishinaga, President & CEO
Inquiries: Naoko Tanaka, Director and General Manager of Corporate Communication Dept.
Telephone: +81-3-6757-4584

Scheduled date to file semi-annual securities report: August 6, 2026
Scheduled date to commence dividend payments: —
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and securities analysts)

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

1. Consolidated financial results for the six months ended June 30, 2026 (from January 1, 2026 to June 30, 2026)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	43,673	3.3	2,557	10.4	2,650	10.5	1,970	6.2
June 30, 2025	42,268	5.0	2,316	47.3	2,398	40.5	1,855	46.5

Note: Comprehensive income
For the six months ended June 30, 2026: ¥2,209 million [20.0%]
For the six months ended June 30, 2025: ¥1,841 million [4.8%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
June 30, 2026	35.06	—
June 30, 2025	32.57	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	55,815	28,240	49.2
December 31, 2025	59,235	26,976	44.2

Reference: Equity
As of June 30, 2026: ¥27,446 million
As of December 31, 2025: ¥26,183 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, 2025	–	–	–	11.00	11.00
Fiscal year ending December 31, 2026	–	–			
Fiscal year ending December 31, 2026 (Forecast)			–	12.00	12.00

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

3. Financial Forecast for the Year Ending December 31, 2026 (from January 1, 2026 to December 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending December 31, 2026	89,000	1.6	3,950	(4.5)	4,000	(6.8)	2,900	(6.5)	51.47

Note: Revisions to the financial forecast for this period: None

***Notes**

(1) Significant changes in scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(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	65,586,196 shares
As of December 31, 2025	65,586,196 shares

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

As of June 30, 2026	9,889,121 shares
As of December 31, 2025	9,239,744 shares

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

Six months ended June 30, 2026	56,208,246 shares
Six months ended June 30, 2025	56,987,240 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 earnings forecasts and future projections contained herein have are based on the information currently available and decisions the Company considers rational, but the Company makes no commitment to achieve these objectives. Actual performance may differ substantially from forecasts for a variety of reasons.

Please refer to “(3) Explanation of Consolidated financial forecast and other forward-looking information” within “1. Overview of operating results” on page 3 of the attachment to this document for cautionary statements concerning the conditions and performance forecasts that serve as the basis for these forecasts.

Content of Supplementary Materials

First Half of the Fiscal Year Ending December 31, 2026 Financial Summary

1. Overview of operating results

(1) Overview of semi-annual operating results

During the six months ended June 30, 2026, Japan’s economy remained on a gradual recovery track, supported by improvements in employment and income conditions as well as growth in inbound demand. On the other hand, the economic outlook remains uncertain due to rising raw material and energy prices stemming from unstable international conditions, as well as ongoing inflation.

Under this business environment, the Oenon Group worked to achieve sound and sustainable growth and enhance corporate value over the medium to long term. To do so, we worked to achieve the objectives of the “Medium-Term Management Plan 2028,” with a focus on addressing the three key challenges outlined in our long-term vision, “NEXT100.”

As a result, in the six months ended June 30, 2026, net sales amounted to ¥43,673 million (up 3.3% year on year). On the profit front, the Group recorded operating income of ¥2,557 million (up 10.4% year on year) and ordinary income of ¥2,650 million (up 10.5% year on year). Profit attributable to owners of the parent was ¥1,970 million (up 6.2% year on year).

Segment performance is shown below.

Sales results

Segment name	Item		Six months ended June 30, 2026 (January 1 to June 30, 2026) (Millions of yen)	YoY change (Previous period = 100%)
Alcoholic beverages	Japanese alcohol products	*Shochu*	17,387	101.2
		Chu-hi (RTD)	9,741	103.3
		Sake	1,748	102.4
		Sake compounds	861	102.5
		Brewing and industrial alcohol for sale	6,933	100.7
		Mirin (rice cooking wine)	163	96.6
			36,836	101.7
	Wine and spirits		2,778	111.6
	Others		382	111.3
			39,997	102.4
Enzymes and pharmaceuticals			2,966	117.8
Real estate			665	100.7
Others			43	97.9
Total			43,673	103.3

(Alcoholic beverages)

In the alcoholic beverages segment, competition is intensifying further because the population is shrinking, the birth rate is falling, the population is aging in Japan, the frequency of drinking outside the home is declining, and rising prices are driving a trend toward more frugal spending. In this environment, sales of alcoholic beverages amounted to ¥39,997 million (up 2.4% year on year). In this segment, operating income was ¥1,219 million (down 9.8% year on year).

Sales in the *shochu* category (within Japanese alcohol products) increased. Although sales store-brand products declined, strong performance of *kou-otsu* blended *shochu* series *SUGO-MUGI* and *SUGO-IMO,* as well as the *otsu*-type *shochu*, including the *Hakata no Hana* series, led to higher sales. In the same category, *KOKOYOI* 600 ml, an *otsu*-type *shochu* brewed using aroma hops, ale yeast, and multiple botanicals, received the Grand Prix, the highest award, at the 98th Japan Food Selection, where it earned high acclaim for “the birth of a new-genre with a gorgeous aroma that dramatically changes the image of *shochu*.”

In *chu-hi* and other RTD category, sales increased due to strong performance of store-brand products and the

NIPPON PREMIUM series of *chu-hi* made with carefully selected ingredients from across Japan. We expanded the *NIPPON PREMIUM* series lineup through the launch of *Nara Ohshukubai*.

In the *sake* category, sales increased as both own-brand and store-brand products performed strongly.

In brewing and industrial alcohol for sale, sales increased, as strong performance in alcohol for beverage production offset a decline in alcohol for industrial use.

In the wine and spirits segment, sales increased, as strong performance in items such as *chu-hi* base spirits, which allow consumers to just add carbonated water to enjoy drinking at home while replicating the feeling of being in an *izakaya* (Japanese-style pub), and WHISKY *KOH-KUN*—a whisky ideal for highballs—offset declines in spirits for beverage and food ingredients.

(Enzymes and pharmaceuticals)

Sales in the enzymes and pharmaceuticals segment were ¥2,966 million (up 17.8% year on year), supported by favorable overseas sales in the enzymes category. Operating income came to ¥936 million (up 64.6% year on year).

(Real estate)

In the real estate segment, sales amounted to ¥665 million (up 0.7% year on year). Operating income was ¥396 million (up 1.7% year on year).

(2) Financial conditions

1) Assets, liabilities and net assets

As of June 30, 2026, total assets amounted to ¥55,815 million, down ¥3,420 million from December 31, 2025, due to a decline in trade notes and accounts receivable, while inventories increased.

Liabilities amounted to ¥27,575 million, down ¥4,684 million from the end of the previous fiscal year. Short-term loans payable increased, but accrued liquor tax and accounts payable–other decreased.

Net assets were up ¥1,264 million, to ¥28,240 million, mainly because of an increase in retained earnings.

2) Cash flows

As of June 30, 2026, cash and cash equivalents were ¥826 million, down ¥53 million from their level on December 31, 2025.

Net cash provided by operating activities totaled ¥35 million (an increase in cash inflows of ¥412 million year on year). Major sources of cash were a decrease in trade notes and accounts receivable of ¥5,037 million and income before income taxes and minority interests of ¥2,706 million, while major uses of cash were a decrease in accrued liquor tax of ¥3,728 million and a ¥1,829 million rise in inventories.

Net cash used in investing activities came to ¥1,109 million (down ¥132 million from the same period of the previous year), mainly as the result of ¥1,110 million used in the purchase of noncurrent assets.

Net cash provided by financing activities totaled ¥1,021 million (a decrease in cash inflows of ¥513 million year on year). The principal source of cash was an increase in short-term loans payable of ¥2,500 million, while major uses of cash were cash dividends paid of ¥626 million and ¥316 million for the purchase of treasury stock.

(3) Explanation of Consolidated financial forecast and other forward-looking information

The full-year financial forecast remains unchanged from the figures announced on February 10, 2026.

2. Semi-annual consolidated financial statements and notes

(1) Semi-annual consolidated balance sheets

(Millions of yen)

	Fiscal year 2025 (As of Dec. 31, 2025)	Six months ended June 30, 2026 (As of June. 30, 2026)
ASSETS		
Current assets		
Cash and deposits	884	831
Notes and accounts receivable–trade	19,727	14,690
Merchandise and finished goods	7,066	8,666
Work in process	267	369
Raw materials and supplies	1,087	1,216
Other	457	457
Allowance for doubtful accounts	(17)	(13)
Total current assets	29,473	26,218
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	29,649	29,636
Accumulated depreciation	(20,638)	(20,787)
Buildings and structures, net	9,011	8,849
Machinery, equipment and vehicles	36,512	36,525
Accumulated depreciation	(31,512)	(31,946)
Machinery, equipment and vehicles, net	5,000	4,579
Land	9,518	9,518
Construction in progress	56	241
Other	2,016	2,070
Accumulated depreciation	(1,569)	(1,630)
Other, net	447	440
Total property, plant and equipment	24,033	23,628
Intangible assets		
Other	314	252
Total intangible assets	314	252
Investments and other assets		
Investment securities	4,361	4,747
Deferred tax assets	467	424
Other	603	564
Allowance for doubtful accounts	(19)	(19)
Total investments and other assets	5,413	5,716
Total noncurrent assets	29,762	29,597
Total assets	59,235	55,815

(Millions of yen)

	Fiscal year 2025 (As of Dec. 31, 2025)	Six months ended June 30, 2026 (As of June. 30, 2026)
LIABILITIES		
Current liabilities		
Notes and accounts payable–trade	5,136	4,540
Electronically recorded obligations	2,250	1,865
Short-term loans payable	1,950	4,450
Accounts payable–other	5,247	3,941
Accrued liquor tax	8,774	5,045
Income taxes payable	821	731
Provision for bonuses	64	62
Provision for directors’ bonuses	35	19
Provision for shareholder benefit program	19	—
Notes payable–facilities	75	—
Electronically recorded obligations–facilities	221	25
Other	1,980	1,298
Total current liabilities	26,577	21,980
Noncurrent liabilities		
Long-term loans payable	600	300
Long-term deposits received	3,080	3,084
Deferred tax liabilities	262	428
Provision for directors’ stock benefits	99	104
Net defined benefit liabilities	1,497	1,522
Asset retirement obligation	36	36
Other	106	116
Total noncurrent liabilities	5,682	5,594
Total liabilities	32,259	27,575
NET ASSETS		
Shareholders’ equity		
Share capital	6,946	6,946
Capital surplus	5,640	5,641
Retained earnings	14,755	16,101
Treasury stock	(2,836)	(3,151)
Total shareholders’ equity	24,505	25,537
Total accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,685	2,013
Deferred gains on hedges	113	13
Remeasurements of defined benefit plans	(121)	(118)
Total accumulated other comprehensive income	1,677	1,908
Non-controlling interests	793	794
Total net assets	26,976	28,240
Total liabilities and net assets	59,235	55,815

(2) Semi-annual consolidated statement of income and semi-annual consolidated statement of comprehensive income

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended June 30, 2025 (Jan. 1, 2025–Jun. 30, 2025)	Six months ended June 30, 2026 (Jan. 1, 2026–Jun. 30, 2026)
Net Sales	42,268	43,673
Cost of sales	34,553	35,496
Gross profit	7,714	8,177
Selling, general and administrative expenses	5,397	5,620
Operating income	2,316	2,557
Nonoperating income		
Interest income	0	0
Dividend income	46	56
Share of profit of entities accounted for using equity method	69	53
Rent income	29	29
Foreign exchange gains	17	12
Miscellaneous income	28	55
Total nonoperating income	191	207
Nonoperating expenses		
Interest expenses	64	76
Shutdown expenses	15	15
Contract fee for liquidation of receivables	13	—
Miscellaneous losses	17	21
Total nonoperating expenses	109	114
Ordinary income	2,398	2,650
Extraordinary income		
Gain on sale of non-current assets	119	69
Gain on sale of investment securities	—	19
Other	1	—
Total extraordinary income	120	89
Extraordinary loss		
Loss on sale and retirement of noncurrent assets	15	31
Loss on cancellation of insurance policies	8	—
Other	—	2
Total extraordinary loss	23	33
Income before income taxes and minority interests	2,495	2,706
Income taxes	643	728
Profit	1,852	1,978
Profit (loss) attributable to non-controlling interests	(3)	7
Profit attributable to owners of the parent	1,855	1,970

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended June 30, 2025 (Jan. 1, 2025–Jun. 30, 2025)	Six months ended June 30, 2026 (Jan. 1, 2026–Jun. 30, 2026)
Profit	1,852	1,978
Other comprehensive income		
Valuation difference on available-for-sale securities	109	329
Deferred gains or losses on hedges	(120)	(100)
Remeasurements of defined benefit plans	5	2
Share of other comprehensive income of entities accounted for using equity method	(5)	(0)
Total other comprehensive income	(11)	231
Comprehensive income	1,841	2,209
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,843	2,201
Comprehensive income attributable to non-controlling interests	(2)	8

(3) Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended June 30, 2025 (Jan. 1, 2025–Jun. 30, 2025)	Six months ended June 30, 2026 (Jan. 1, 2026–Jun. 30, 2026)
Cash flows from operating activities		
Income before income taxes and minority interests	2,495	2,706
Depreciation and amortization	961	1,024
Amortization of goodwill	1	—
Increase (decrease) in net defined benefit liabilities	29	29
Increase (decrease) in allowance for doubtful accounts	(2)	(4)
Increase (decrease) in provision for directors' bonuses	(24)	(15)
Increase (decrease) in provision for directors' stock benefits	(78)	5
Increase (decrease) in provision for shareholder benefit program	(24)	(19)
Interest and dividend income	(46)	(56)
Interest expenses	64	76
Share of (profit) loss of entities accounted for using equity method	(69)	(53)
Gain on sales of noncurrent assets	(119)	(69)
Loss on sale and retirement of noncurrent assets	15	31
Loss (gain) on sales of investment securities	—	(19)
Loss (gain) on cancellation of insurance policies	8	—
Decrease (increase) in notes and accounts receivable‐trade	1,609	5,037
Decrease (increase) in inventories	(371)	(1,829)
Increase (decrease) in notes and accounts payable–trade	(344)	(981)
Increase (decrease) in accrued consumption tax	(336)	(634)
Increase (decrease) in accrued liquor tax	(3,130)	(3,728)
Other, net	(670)	(906)
Subtotal	(33)	591
Interest and dividends received	197	201
Interest expenses paid	(83)	(98)
Proceeds from insurance income	80	—
Income taxes (paid) refund	(538)	(658)
Net cash provided by (used in) operating activities	(377)	35

(Millions of yen)

	Six months ended June 30, 2025 (Jan. 1, 2025–Jun. 30, 2025)	Six months ended June 30, 2026 (Jan. 1, 2026–Jun. 30, 2026)
Cash flows from investing activities		
Purchase of noncurrent assets	(1,234)	(1,110)
Proceeds from sale of non-current assets	182	70
Payments for retirement of noncurrent assets	(27)	(78)
Purchase of investment securities	(3)	(3)
Proceeds from sales of investment securities	—	28
Other, net	(158)	(15)
Net cash provided by (used in) investing activities	(1,241)	(1,109)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	2,800	2,500
Repayment of long-term loans payable	(300)	(300)
Payments for finance lease obligations	(23)	(46)
Purchase of treasury stock	(357)	(316)
Cash dividends paid	(575)	(626)
Cash dividends paid to non-controlling interests	(3)	(3)
Other, net	(5)	(186)
Net cash provided by (used in) financing activities	1,534	1,021
Net increase (decrease) in cash and cash equivalents	(85)	(53)
Cash and cash equivalents at beginning of period	882	879
Cash and cash equivalents at end of period	797	826

(4) Notes to the semi-annual consolidated financial statements

(Notes related to the going concern assumption)

Not applicable

(Notes in the event of significant changes in shareholders' equity)

Based on the resolution of the Board of Directors on May 12, 2026, the Company acquired 649,300 shares of treasury stock during the same interim period. As a result, treasury stock increased by ¥314 million during the period, rising to ¥3,151 million as of the end of the six months under review.

(Notes on segment information, etc.)

Segment information

I. Six months ended June 30, 2025 (January 1 to June 30, 2025)

1. Information on sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segment				Others (Note) 1	Reconciliations (Note) 2	Amount stated in the semi-annual consolidated statement of income (Note) 3
	Alcoholic beverages	Enzymes and pharmaceuticals	Real estate	Total			
Sales							
Sales to external customers	39,044	2,517	660	42,223	44	―	42,268
Inter-segment sales or transfers	12	―	―	12	5	(17)	―
Total	39,057	2,517	660	42,236	49	(17)	42,268
Segment profit	1,352	568	389	2,310	6	―	2,316

(Note) 1. The "others" category includes business that is not included in the reportable segments, such as warehousing and cargo handling.

2. Reconciliations are to eliminate intersegment transactions.

3. Segment profit are adjusted in operating income in the semi-annual consolidated statement of income.

II. Six months ended June 30, 2026 (January 1 to June 30, 2026)

1. Information on sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segment				Others (Note) 1	Reconciliations (Note) 2	Amount stated in the semi-annual consolidated statement of income (Note) 3
	Alcoholic beverages	Enzymes and pharmaceuticals	Real estate	Total			
Sales							
Sales to external customers	39,997	2,966	665	43,629	43	—	43,673
Inter-segment sales or transfers	6	—	—	6	—	(6)	—
Total	40,004	2,966	665	43,636	43	(6)	43,673
Segment profit	1,219	936	396	2,551	5	—	2,557

(Note) 1. The “others” category includes business that is not included in the reportable segments, such as warehousing and cargo handling.

2. Reconciliations are to eliminate intersegment transactions.

3. Segment profit are adjusted in operating income in the semi-annual consolidated statement of income.

オエノン
OENON

First Half of the Fiscal Year Ending December 31, 2026
Financial Summary

OENON Holdings, Inc.

August 6, 2026

1. Consolidated Statements of Income

(Millions of yen)

	First half of fiscal year 2025 (Jan. 1, 2025–Jun. 30, 2025)	First half of fiscal year 2026 (Jan. 1, 2026–Jun. 30, 2026)	Change	Percentage change (%)
Alcoholic beverages	39,044	39,997	952	102.4
Enzymes and pharmaceuticals	2,517	2,966	449	117.8
Real estate and others	705	709	3	100.6
Net sales	42,268	43,673	1,405	103.3
Cost of sales	34,553	35,496	942	102.7
Gross profit	7,714	8,177	462	106.0
Selling, general and administrative expenses	5,397	5,620	222	104.1
Alcoholic beverages	1,352	1,219	(132)	90.2
Enzymes and pharmaceuticals	568	936	367	164.6
Real estate and others	396	401	5	101.4
Operating income	2,316	2,557	240	110.4
Nonoperating income	191	207	16	108.4
Nonoperating expenses	109	114	4	104.0
Ordinary income	2,398	2,650	251	110.5
Extraordinary income	120	89	(30)	74.3
Extraordinary loss	23	33	10	144.3
Income before income taxes	2,495	2,706	210	108.4
Income, residential and enterprise taxes	643	728	84	113.2
Profit	1,852	1,978	125	106.8
Profit (loss) attributable to non-controlling interests	(3)	7	10	—
Profit attributable to owners of the parent	1,855	1,970	115	106.2

Profit per share (Yen)	32.57	35.06	2.49	107.6
Capital expenditures	451	525	74	116.6

2. Consolidated Statements of Income (Second quarter)

(Millions of yen)

	Second quarter of fiscal year 2025 (Apr. 1, 2025–Jun. 30, 2025)	Second quarter of fiscal year 2026 (Apr. 1, 2026–Jun. 30, 2026)	Change	Percentage change (%)
Alcoholic beverages	21,160	20,589	(571)	97.3
Enzymes and pharmaceuticals	1,331	1,462	131	109.9
Real estate and others	352	355	2	100.6
Net sales	22,844	22,406	(437)	98.1
Cost of sales	18,374	18,229	(145)	99.2
Gross profit	4,469	4,177	(292)	93.4
Selling, general and administrative expenses	2,849	2,887	37	101.3
Alcoholic beverages	1,114	583	(530)	52.4
Enzymes and pharmaceuticals	307	506	198	164.5
Real estate and others	197	199	1	101.0
Operating income	1,619	1,289	(330)	79.6
Nonoperating income	116	107	(8)	92.5
Nonoperating expenses	52	59	6	111.6
Ordinary income	1,683	1,337	(345)	79.5
Extraordinary income	110	89	(21)	80.7
Extraordinary loss	22	32	9	139.7
Income before income taxes	1,771	1,395	(376)	78.8
Income, residential and enterprise taxes	449	358	(90)	79.8
Profit	1,321	1,036	(285)	78.4
Profit attributable to non-controlling interests	2	5	3	249.9
Profit attributable to owners of the parent	1,319	1,030	(288)	78.1

Profit per share (Yen)	23.15	18.37	(4.78)	79.4

3. Sales Results by Segment

(Millions of yen)

	First half of fiscal year 2025 (Jan. 1, 2025–Jun. 30, 2025)	First half of fiscal year 2026 (Jan. 1, 2026–Jun. 30, 2026)	Change	Percentage change (%)
Shochu	17,175	17,387	212	101.2
(*Kou* -type *shochu*)	5,920	5,895	(25)	99.6
(*Otsu* -type *shochu*)	11,254	11,492	237	102.1
Chu-hi (RTD)	9,433	9,741	308	103.3
Sake	1,707	1,748	40	102.4
Sake compounds	840	861	20	102.5
Brewing and industrial alcohol for sale	6,884	6,933	49	100.7
Mirin (rice cooking wine)	169	163	(5)	96.6
Wine and spirits	2,490	2,778	288	111.6
Others	343	382	38	111.3
Total of alcoholic beverages	39,044	39,997	952	102.4
Enzymes and pharmaceuticals	2,517	2,966	449	117.8
Real estate	660	665	4	100.7
Others	44	43	(0)	97.9
Total	**42,268**	**43,673**	**1,405**	**103.3**

4. Profit Breakdown

(Millions of yen)

	Increase (Decrease)	Remarks
Alcoholic beverages	(132)	Increase in gross profit due to higher sales: 110 Increase in gross profit due to higher unit selling prices: 250 Higher ingredient costs, due to increased materials costs: (380) Higher SG&A expenses, including personnel expenses: (150) Impact of changes in the product mix: 38
Enzymes and pharmaceuticals	367	Increase in enzyme exports and contract manufacturing
Real estate and others	5	
Operating income	240	
Nonoperating income	16	Increase due to subsidies
Nonoperating expenses	(4)	Decrease in contract fees for assignment of receivables contracts
Ordinary income	251	
Extraordinary income	(30)	Decrease in gain on sales of noncurrent assets
Extraordinary loss	(10)	Increase in loss on disposal of noncurrent assets
Income before income taxes	210	
Income, residential and enterprise taxes	(84)	
Profit	125	
Profit attributable to non-controlling interests	(10)	
Profit attributable to owners of the parent	115	

5. Consolidated Balance Sheets

(Millions of yen)

	Fiscal year 2025 (As of Dec. 31, 2025)	First half of fiscal year 2026 (As of Jun. 30, 2026)	Change	Percentage change (%)	Remarks
(Assets)					
Cash and deposits	884	831	(53)	94.0	
Notes and accounts receivable	19,727	14,690	(5,037)	74.5	Lower sales due to seasonal factors
Inventories	8,422	10,251	1,829	121.7	
Other current assets	457	457	0	100.1	
Allowance for doubtful accounts	(17)	(13)	4	—	
Total current assets	29,473	26,218	(3,255)	89.0	
Buildings	7,660	7,534	(126)	98.4	
Land	9,518	9,518	—	100.0	
Other tangible fixed assets	6,854	6,575	(279)	95.9	
Total tangible fixed assets	24,033	23,628	(405)	98.3	
Intangible fixed assets	314	252	(62)	80.3	
Investment securities	4,361	4,747	385	108.8	Increase due to appreciation of market value
Long-term prepaid expenses	437	397	(40)	90.8	
Deferred tax assets	467	424	(43)	90.7	
Other investments and other assets	166	167	1	100.6	
Allowance for doubtful accounts	(19)	(19)	—	—	
Total investments and other assets	5,413	5,716	303	105.6	
Total fixed assets	29,762	29,597	(164)	99.4	
Total assets	59,235	55,815	(3,420)	94.2	

(Millions of yen)

	Fiscal year 2025 (As of Dec. 31, 2025)	First half of fiscal year 2026 (As of Jun. 30, 2026)	Change	Percentage change (%)	Remarks
(Liabilities)					
Notes and accounts payable	7,387	6,406	(981)	86.7	
Short-term debt	1,950	4,450	2,500	228.2	
Other payables	5,247	3,941	(1,305)	75.1	
Accrued liquor tax	8,774	5,045	(3,728)	57.5	Lower sales due to seasonal factors
Other current liabilities	3,217	2,137	(1,080)	66.4	Decreases in accrued consumption taxes and notes payable-facilities
Total current liabilities	26,577	21,980	(4,596)	82.7	
Long-term debt	600	300	(300)	50.0	
Other long-term liabilities	5,082	5,294	212	104.2	
Total long-term liabilities	5,682	5,594	(87)	98.5	
Total liabilities	32,259	27,575	(4,684)	85.5	
(Net assets)					
Share capital	6,946	6,946	—	100.0	
Capital surplus	5,640	5,641	1	100.0	
Retained earnings	14,755	16,101	1,345	109.1	
Treasury stock	(2,836)	(3,151)	(314)	—	
Total shareholders' equity	24,505	25,537	1,032	104.2	
Valuation difference on available-for-sale securities	1,685	2,013	328	119.5	
Deferred gains on hedges	113	13	(100)	11.5	
Remeasurements of defined benefit plans	(121)	(118)	2	—	
Cumulative other comprehensive income	1,677	1,908	230	113.7	
Non-controlling interests	793	794	0	100.1	
Total net assets	26,976	28,240	1,264	104.7	
Total liabilities and net assets	59,235	55,815	(3,420)	94.2	

Equity ratio (%)	44.2	49.2	5.0		

6. Consolidated Performance Forecast for FY2026

(Millions of yen)

	Fiscal year 2025 (Jan. 1, 2025–Dec. 31, 2025)	Fiscal year 2026 (Jan. 1, 2026–Dec. 31, 2026)	Change	Percentage change (%)
Alcoholic beverages	81,570	82,240	669	100.8
Enzymes and pharmaceuticals	4,644	5,335	690	114.9
Real estate and others	1,415	1,424	9	100.7
Net sales	87,630	89,000	1,369	101.6
Cost of sales	72,168	73,228	1,059	101.5
Gross profit	15,462	15,771	309	102.0
Selling, general and administrative expenses	11,325	11,821	495	104.4
Alcoholic beverages	2,555	1,900	(655)	74.3
Enzymes and pharmaceuticals	807	1,270	462	157.3
Real estate and others	773	780	6	100.9
Operating income	4,136	3,950	(186)	95.5
Nonoperating income (expenses)	154	50	(104)	32.3
Ordinary income	4,291	4,000	(291)	93.2
Extraordinary income (loss)	(156)	(100)	56	—
Income before income taxes	4,134	3,900	(234)	94.3
Income, residential and enterprise taxes	1,067	994	(72)	93.2
Profit	3,066	2,905	(161)	94.7
Profit attributable to non-controlling interests	(35)	5	40	—
Profit attributable to owners of the parent	3,102	2,900	(202)	93.5

7. Sales Forecast for FY2026

(Millions of yen)

	Fiscal year 2025 (Jan. 1, 2025–Dec. 31, 2025)	Fiscal year 2026 (Jan. 1, 2026–Dec. 31, 2026)	Change	Percentage change (%)
Shochu	36,352	36,496	143	100.4
(*Kou*-type *shochu*)	12,173	12,070	(103)	99.2
(*Otsu*-type *shochu*)	24,179	24,426	246	101.0
Chu-hi (RTD)	19,677	20,205	527	102.7
Sake	3,584	3,595	10	100.3
Sake compounds	1,844	1,831	(13)	99.3
Brewing and industrial alcohol for sale	13,553	13,308	(244)	98.2
Mirin (rice cooking wine)	379	354	(25)	93.3
Wine and spirits	5,392	5,604	212	103.9
Others	786	844	58	107.5
Total of alcoholic beverages	81,570	82,240	669	100.8
Enzymes and pharmaceuticals	4,644	5,335	690	114.9
Real estate	1,322	1,331	8	100.6
Others	92	93	0	101.0
Total	**87,630**	**89,000**	**1,369**	**101.6**