

October 29, 2025

Consolidated Financial Results for the Six Months Ended September 15, 2025 (Under Japanese GAAP)

Company name: CAWACHI LIMITED
 Listing: Tokyo Stock Exchange
 Securities code: 2664
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 Scheduled date to file semi-annual securities report: October 30, 2025
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (For Securities Analysts and Institutional Investors)

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

1. Consolidated financial results for the six months ended September 15, 2025 (from March 16, 2025 to September 15, 2025)

(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	%
Six months ended September 15, 2025	145,357	(1.4)	3,209	(21.9)	3,806	(16.2)	2,457	(9.5)
September 15, 2024	147,376	1.0	4,107	(6.5)	4,543	(7.6)	2,715	(10.9)

Note: Comprehensive income For the six months ended September 15, 2025: ¥2,500 million [(8.0)%]
 For the six months ended September 15, 2024: ¥2,717 million [(11.2)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 15, 2025	110.05	109.92
September 15, 2024	121.60	121.47

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 15, 2025	203,922	115,124	56.4	5,152.27
March 15, 2025	199,601	114,410	57.3	5,120.32

Reference: Equity
 As of September 15, 2025: ¥115,072 million
 As of March 15, 2025: ¥114,358 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 15, 2025	-	0.00	-	80.00	80.00
Fiscal year ending March 15, 2026	-	0.00			
Fiscal year ending March 15, 2026 (Forecast)				100.00	100.00

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

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from March 16, 2025 to March 15, 2026)

(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
Fiscal year ending March 15, 2026	287,000	(0.3)	6,000	(19.6)	7,000	(16.1)	3,700	(24.3)	165.66

Note: Revisions to the earnings forecasts most recently announced: Yes

* **Notes**

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

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

Note: For details, see "2. Interim Consolidated Financial Statements and Key Notes (4) Notes on Interim Consolidated Financial Statements (Notes on Accounting Procedures Specific to the Preparation of Interim Consolidated Financial Statements)" in this article.

(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: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For details, see "2. Interim Consolidated Financial Statements and Main Notes (4) Notes on Interim Consolidated Financial Statements (Notes on Changes in Accounting Policy)"

(4) Number of issued shares (common shares)

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

As of September 15, 2025	24,583,420 shares
As of March 15, 2025	24,583,420 shares

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

As of September 15, 2025	2,249,173 shares
As of March 15, 2025	2,249,173 shares

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

Six months ended September 15, 2025	22,334,247 shares
Six months ended September 15, 2024	22,334,247 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 available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors. Therefore, we may revise our earnings forecasts as necessary in the future. 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."

Semi-annual consolidated balance sheet

(Millions of yen)

	As of March 15, 2025	As of September 15, 2025
Assets		
Current assets		
Cash and deposits	36,674	41,488
Accounts receivable - trade	14,726	16,690
Merchandise	34,175	33,044
Supplies	32	33
Other	4,863	4,092
Total current assets	90,472	95,349
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	38,771	38,979
Land	49,551	49,568
Other, net	3,477	3,059
Total property, plant and equipment	91,801	91,607
Intangible assets		
Other	5,155	5,005
Total intangible assets	5,155	5,005
Investments and other assets		
Leasehold and guarantee deposits	7,381	7,130
Other	4,790	4,829
Total investments and other assets	12,172	11,960
Total non-current assets	109,128	108,572
Total assets	199,601	203,922

	As of March 15, 2025	As of September 15, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	41,271	44,407
Current portion of long-term borrowings	5,847	5,805
Income taxes payable	1,067	1,562
Provision for bonuses	1,224	1,243
Contract liabilities	2,218	2,409
Provision for loss on store closings	101	120
Asset retirement obligations	819	470
Other	8,308	8,424
Total current liabilities	60,858	64,443
Non-current liabilities		
Long-term borrowings	10,752	10,551
Retirement benefit liability	9,328	9,507
Asset retirement obligations	3,359	3,409
Other	892	885
Total non-current liabilities	24,332	24,354
Total liabilities	85,190	88,797
Net assets		
Shareholders' equity		
Share capital	13,001	13,001
Capital surplus	14,902	14,902
Retained earnings	90,765	91,436
Treasury shares	(4,363)	(4,363)
Total shareholders' equity	114,306	114,977
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	51	94
Total accumulated other comprehensive income	51	94
Share acquisition rights	52	52
Total net assets	114,410	115,124
Total liabilities and net assets	199,601	203,922

Semi-annual consolidated statement of income

(Millions of yen)

	Six months ended September 15, 2024	Six months ended September 15, 2025
Net sales	147,376	145,357
Cost of sales	113,585	112,162
Gross profit	33,791	33,195
Selling, general and administrative expenses	29,683	29,985
Operating profit	4,107	3,209
Non-operating income		
Interest income	8	8
Dividend income	1	2
Commission income	395	395
Revenue from sales of electric power	104	107
Other	141	281
Total non-operating income	652	795
Non-operating expenses		
Interest expenses	15	36
Commission expenses	64	62
Depreciation	27	27
Other	108	71
Total non-operating expenses	216	198
Ordinary profit	4,543	3,806
Extraordinary income		
Other	5	-
Total extraordinary income	5	-
Extraordinary losses		
Loss on retirement of non-current assets	28	1
Impairment losses	70	-
Loss on store closings	256	21
Provision for loss on store closings	57	18
Other	1	14
Total extraordinary losses	414	55
Profit before income taxes	4,134	3,750
Income taxes	1,418	1,292
Profit	2,715	2,457
Profit attributable to owners of parent	2,715	2,457

Semi-annual consolidated statement of comprehensive income

(Millions of yen)

	Six months ended September 15, 2024	Six months ended September 15, 2025
Profit	2,715	2,457
Other comprehensive income		
Valuation difference on available-for-sale securities	1	42
Total other comprehensive income	1	42
Comprehensive income	2,717	2,500
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,717	2,500

Semi-annual consolidated statement of cash flows

(Millions of yen)

	Six months ended September 15, 2024	Six months ended September 15, 2025
Cash flows from operating activities		
Profit before income taxes	4,134	3,750
Depreciation	2,169	2,145
Impairment losses	70	-
Loss on store closings	256	21
Loss on retirement of non-current assets	24	1
Increase (decrease) in provision for bonuses	(139)	19
Increase (decrease) in retirement benefit liability	187	179
Increase (decrease) in provision for loss on store closings	57	18
Interest and dividend income	(10)	(11)
Interest expenses	15	36
Increase (decrease) in contract liabilities	107	190
Decrease (increase) in trade receivables	(4,385)	(1,963)
Decrease (increase) in inventories	293	1,130
Increase (decrease) in trade payables	3,937	3,136
Other, net	1,829	1,544
Subtotal	8,549	10,200
Interest and dividends received	2	2
Interest paid	(15)	(36)
Income taxes paid	(1,142)	(828)
Net cash provided by (used in) operating activities	7,392	9,337
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,987)	(2,076)
Purchase of intangible assets	(49)	(25)
Purchase of long-term prepaid expenses	(22)	(20)
Payments of leasehold and guarantee deposits	(86)	(38)
Proceeds from refund of leasehold and guarantee deposits	19	214
Payments for asset retirement obligations	-	(547)
Other, net	(63)	(2)
Net cash provided by (used in) investing activities	(2,189)	(2,496)
Cash flows from financing activities		
Proceeds from long-term borrowings	1,800	3,000
Repayments of long-term borrowings	(3,659)	(3,242)
Dividends paid	(1,784)	(1,784)
Net cash provided by (used in) financing activities	(3,644)	(2,027)
Net increase (decrease) in cash and cash equivalents	1,558	4,814
Cash and cash equivalents at beginning of period	35,623	36,674
Cash and cash equivalents at end of period	37,182	41,488