August 10, 2026

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

Company name: ORION BREWERIES, LTD.
Listing: Tokyo Stock Exchange
Securities code: 409A
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(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		EBITDA		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	%	Millions of yen	%
June 30, 2026	7,189	2.0	1,358	(9.0)	953	(11.4)	967	(10.9)	653	(56.1)
June 30, 2025	7,045	-	1,493	-	1,076	-	1,084	-	1,488	-

Note: Comprehensive income For the three months ended June 30, 2026: ¥ 653 million [(56.1) %]
For the three months ended June 30, 2025: ¥ 1,488 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2026	15.47	14.91
June 30, 2025	36.46	-

Note:
1. The Company has not presented quarterly consolidated financial statements for the first quarter ended March 31,2025; therefore, figures for year-on-year percentage changes from the first quarter of the fiscal year ended March 31,2026 are not presented.
2. Regarding the diluted earnings per share for the first quarter of financial year ended March 2026, although there were dilutive shares, the Company's shares were unlisted; consequently, as the average share price for the period cannot be determined, this figure has not been disclosed.
3. EBITDA=operating profit + depreciation expense + goodwill amortization expense

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2026	43,172	17,725	41.0
March 31, 2026	44,089	18,483	41.9

Reference: Equity
As of June 30, 2026: ¥ 17,722 million
As of March 31, 2026: ¥ 18,479 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	-	20.00	-	24.00	44.00
Fiscal year ending March 31, 2027	-				
Fiscal year ending March 31, 2027 (Forecast)		17.00	-	17.00	34.00

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

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		EBITDA		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	%	Millions of yen	%	Yen
Six months ending September 30, 2026	16,001	1.4	3,190	(9.1)	2,392	(12.0)	2,352	(10.1)	1,605	(36.9)	37.46
Full year	31,119	4.7	5,948	1.2	4,352	0.9	4,185	1.6	2,932	(19.5)	66.83

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

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

(2) Adoption of accounting treatment specific to the preparation of quarterly 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	42,576,000 shares
As of March 31, 2026	42,253,200 shares

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

As of June 30, 2026	425,039 shares
As of March 31, 2026	39 shares

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

Three months ended June 30, 2026	42,236,839 shares
Three months ended June 30, 2025	40,813,400 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

The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors.

Contents

1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Cumulative Quarter Period

The Company's mission statement is "Proudly from Okinawa, Orion makes people, makes occasions, helps the world smile." At the same time, the Company pursues a "Flywheel Growth with Okinawa Business Model" that achieves sustainable growth together with Okinawa by delivering attractive products and experiences to Okinawan residents and tourists, striving to enhance corporate value. The Company is advancing a business model that enhances brand loyalty by providing the appeal of Okinawa as value through alcoholic beverage sales and resort hotel services within Okinawa Prefecture, while also implementing initiatives that evoke Okinawa in areas outside the prefecture and overseas.

Operating results for the first quarter cumulative period (April 1, 2026 to June 30, 2026) were as follows: net sales increased by 143 million yen to 7,189 million yen (+2.0% year-on-year), operating profit decreased by 122 million yen to 953 million yen (-11.4% year-on-year), and ordinary profit decreased by 117 million yen to 967 million yen (-10.9% year-on-year). Profit attributable to owners of parent decreased by 834 million yen to 653 million yen (-56.1% year-on-year), due to the absence of gains on real estate sales recorded in the previous fiscal year.

The Company Group operates two business segments: Alcoholic & Beverages Business and Tourism & Hotel Business. The details and performance of each business segment are as follows.

Alcoholic & Beverages Business

The Alcoholic & Beverages Business primarily focuses on beer products.

The "Orion" brand handled by our Group is one of the representative beer brands in Okinawa that is based in Okinawa and has been growing with Okinawa. "Orion The Draft" is the Company's flagship product. This product is made using Okinawa barley and water, featuring a refreshing taste suited to the warm climate. Additionally, by strengthening the "Flywheel Growth with Okinawa Business Model" through the manufacture and sale of RTDs (Ready to Drink: alcoholic beverages that can be enjoyed immediately, such as canned chuhai) and fruit wines that make abundant use of prefectural fruits, awamori (a traditional Okinawan distilled spirit), and moromi vinegar made from awamori's by-products, as well as IP (intellectual property) business using the "Orion" brand, the Company Group delivers attractive products and experiences to customers within Okinawa Prefecture, outside the prefecture, and overseas.

In the Alcoholic & Beverages Business, the Company has been working to strengthen product development and sales capabilities to establish a dominant position within the prefecture, achieve sustainable growth outside the prefecture, and expand sales in overseas areas. As a result, net sales for the first quarter cumulative period showed steady progress, increasing by 287 million yen to 6,027 million yen (+5.0% year-on-year). Although gross profit margins improved through a review of manufacturing processes, operating profit decreased by 111 million yen to 921 million yen (-10.8% year-on-year) due to upfront investment costs for strengthening the brand of the flagship product "Orion The Draft."

Tourism & Hotel Business

Okinawa, with its abundant tourism resources and geographical advantage of being close to Asian countries, attracts a number of tourists comparable to Hawaii, and both tourist numbers and tourism revenue are on the rise.

In this context, the Tourism & Hotel Business is centered around the Orion Hotel Motobu Resort & Spa (located in Motobu town in the northern part of Okinawa). The Company is working to enhance the experiential value of the "Orion" brand and promote Okinawa's tourism industry in collaboration with the region, focusing on northern Okinawa, the birthplace of the Company.

In fiscal 2026, the Company is strengthening the revenue management capability to improve room rates and actively promoting reservations through the Company’s own website and strengthening overseas channels to attract inbound tourists. The impact of China's travel restrictions has been limited, with inbound tourism from Taiwan, South Korea, Europe, and the US performing well. Additionally, through collaboration with nearby facilities such as Churaumi Aquarium and JUNGLIA Okinawa, the Company is making investments targeting the family segment and providing activities. As a result, although both the occupancy rate and room rates of Orion Hotel Motobu Resort & Spa exceeded the same period of the previous year, due to the elimination of Orion Hotel Naha, which was sold in the previous consolidated fiscal year, net sales in the Tourism & Hotel Business for the first quarter cumulative period decreased by 143 million yen to 1,162 million yen (-11.0% year-on-year), and operating profit decreased by 11 million yen to 34 million yen (-24.3% year-on-year).

(2) Overview of Financial Position for the Cumulative Quarter Period

Assets, liabilities and net assets

Total assets at the end of the first quarter consolidated accounting period decreased by 916 million yen compared to the end of the previous consolidated fiscal year, to 43,172 million yen. The main factors were a decrease in cash and deposits of 2,245 million yen, an increase in accounts receivable of 410 million yen, and an increase in construction in progress of 851 million yen.

Liabilities decreased by 158 million yen compared to the end of the previous consolidated fiscal year, to 25,447 million yen. The main factors were a decrease in accounts payable-trade of 381 million yen, a decrease in income taxes payable of 45 million yen, an increase in accounts payable-other of 114 million yen, and an increase in other current liabilities of 203 million yen.

Net assets decreased by 758 million yen compared to the end of the previous consolidated fiscal year, to 17,725 million yen. The main factors were a decrease of 1,014 million yen due to dividend payments, a decrease of 490 million yen due to acquisition of treasury shares, and an increase of 653 million yen from profit attributable to owners of parent for the first quarter cumulative period.

2. Quarterly Consolidated Financial Statements and Main Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	10,506	8,260
Accounts receivable – trade	2,489	2,899
Merchandise and finished goods	1,358	1,628
Raw materials and supplies	813	713
Other	339	452
Allowance for doubtful accounts	(0)	(0)
Total current assets	15,506	13,955
Non-current assets		
Property, plant and equipment		
Buildings and structures	27,218	27,281
Accumulated depreciation	(13,471)	(13,694)
Buildings and structures, net	13,747	13,586
Machinery, equipment and vehicles	20,646	20,647
Accumulated depreciation	(17,939)	(18,036)
Machinery, equipment and vehicles, net	2,707	2,611
Land	7,448	7,448
Construction in progress	279	1,130
Other	2,248	2,403
Accumulated depreciation	(1,588)	(1,645)
Other, net	660	757
Total property, plant and equipment	24,843	25,535
Intangible assets		
Goodwill	112	106
Other	587	582
Total intangible assets	699	688
Investments and other assets		
Investment securities	2,668	2,676
Other	491	436
Allowance for doubtful accounts	(119)	(119)
Total investments and other assets	3,039	2,993
Total non-current assets	28,582	29,217
Total assets	44,089	43,172

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Accounts payable – trade	1,102	1,217
Current portion of long-term borrowings	705	705
Accounts payable – other	2,231	1,850
Accrued alcohol tax	883	872
Income taxes payable	331	285
Provision for bonuses	415	400
Provision for bonuses for directors (and other officers)	26	1
Other	1,178	1,382
Total current liabilities	6,875	6,716
Non-current liabilities		
Long-term borrowings	15,655	15,622
Deferred tax liabilities	1,462	1,474
Provision for retirement benefits for directors (and other officers)	17	15
Retirement benefit liability	322	338
Asset retirement obligations	82	82
Long-term deposits received	999	998
Other	190	199
Total non-current liabilities	18,730	18,730
Total liabilities	25,605	25,447
Net assets		
Shareholders' equity		
Share capital	560	607
Capital surplus	14,291	14,338
Retained earnings	3,626	3,266
Treasury shares	(0)	(491)
Total shareholders' equity	18,479	17,722
Share acquisition rights	4	3
Total net assets	18,483	17,725
Total liabilities and net assets	44,089	43,172

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Net sales	7,045	7,189
Cost of sales	3,360	3,540
Gross profit	3,685	3,648
Selling, general and administrative expenses	2,608	2,694
Operating profit	1,076	953
Non-operating income		
Interest income	0	7
Dividend income	66	81
Share of profit of entities accounted for using equity method	11	8
Other	37	21
Total non-operating income	115	118
Non-operating expenses		
Interest expenses	62	82
Other	44	22
Total non-operating expenses	107	104
Ordinary profit	1,084	967
Extraordinary income		
Gain on sale of non-current assets	844	2
Gain on reversal of asset retirement obligations	208	-
Total extraordinary income	1,053	2
Extraordinary losses		
Loss on retirement of non-current assets	2	4
Total extraordinary losses	2	4
Profit before income taxes	2,135	964
Income taxes - current	574	292
Income taxes - deferred	73	18
Total income taxes	647	311
Profit	1,488	653
Profit attributable to owners of parent	1,488	653

Quarterly Consolidated Statement of Comprehensive Income

For the Three-Month Period

(Millions of yen)

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Profit	1,488	653
Comprehensive income	1,488	653
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,488	653

(3) Notes on Quarterly Consolidated Financial Statements

(Notes Relating to Assumptions for the Going Concern)

None

(Notes on Significant Changes in Shareholders' Equity)

None

(Notes on Segment Information, etc.)

Information on net sales and profits/losses by reported segment

I First quarter cumulative period of previous fiscal year (From April 1, 2025 to June 30, 2025)

(Millions of yen)

	Reportable Segment		Total	Adjustments Notes 1	Consolidated Financial Statements Recorded amount Notes 2
	Alcoholic & Beverages Business	Tourism & Hotel Business			
Net sales					
(1) Net sales to unaffiliated customers	5,739	1,306	7,045	-	7,045
(2) Intersegment sales or transfers	-	-	-	-	-
Total	5,739	1,306	7,045	-	7,045
Segment profit	1,033	45	1,079	(2)	1,076

(Note) 1 The adjustment of -2 million yen in segment profit includes an adjustment of -2 million yen in depreciation.

2 Segment profit is reconciled with operating profit in the quarterly consolidated statements of income.

II First quarter cumulative period of fiscal year under review (From April 1, 2026 to June 30, 2026)

(Millions of yen)

	Reportable Segment		Total	Adjustments Notes 1	Consolidated Financial Statements Recorded amount Notes 2
	Alcoholic & Beverages Business	Tourism & Hotel Business			
Net sales					
(1) Net sales to unaffiliated customers	6,027	1,162	7,189	-	7,189
(2) Intersegment sales or transfers	0	-	0	(0)	-
Total	6,027	1,162	7,189	(0)	7,189
Segment profit	921	34	956	(2)	953

(Note) 1 The adjustment of -2 million yen in segment profit includes an adjustment of -2 million yen in depreciation and amortization.

2 Segment profit is reconciled with operating profit in the quarterly consolidated statements of income.

(Notes on Cash Flow Statements)

The quarterly consolidated statements of cash flows for the first quarter cumulative period of fiscal year under review have not been prepared. Depreciation and amortization (including amortization of intangible assets) for the first quarter cumulative period of fiscal year under review was as follows.

	For the three months ended June 30, 2025	For the three months ended June 30, 2026
Depreciation and amortization	414Millions of yen	405Millions of yen