Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail. In addition, the independent auditor's review report attached to the Japanese original, which is the subject of this translation, is not included in the scope of this translation.

Consolidated Financial Results for the Three Months Ended June 30, 2026
[Under IFRS]

August 12, 2026

Company name	COLOWIDE Co., Ltd.			Tokyo Stock Exchange PRIME
Securities code	7616	URL https://www.colowide.co.jp/en_us/		
Representative	(Title)	President and Representative Director	(Name) Kohei NOJIRI	
Inquiries	(Title)	Chief of Corporate Planning Department	(Name) Takahisa ISHIKAWA	TEL +81-45-274-5970

Scheduled date to commence dividend payment -
Preparation of supplementary material of financial results : None
Holding of financial results briefing : None

(Yen amounts are rounded to millions)

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)

(% indicates changes from the same period of the previous year)

	Revenue		Business Profit*1		IFRS operating profit		EBITDA*2		Pre-tax profit	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	85,032	26.4	2,400	(9.6)	2,592	11.2	5,417	13.9	1,910	54.9
June 30, 2025	67,277	6.1	2,673	31.6	2,331	20.1	4,758	15.5	1,233	(40.6)

	Profit		Profit attributable to owners of parent		Total Comprehensive Income		Basic earnings per share	Diluted earnings per share
Three months ended	Million yen	%	Million yen	%	Million yen	%	Yen	Yen
June 30, 2026	899	3.2	834	78.0	1,165	11.7	2.28	2.28
June 30, 2025	887	(42.7)	485	(54.6)	1,043	(41.1)	(0.87)	(0.87)

*1 Business Profit = [Revenue – Cost of sales – Selling, general and administrative expenses]
*2 EBITDA = [Business Profit + Depreciation and amortization expenses (excluding depreciation of right-of-use assets)]

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Million yen	Million yen	Million yen	%	Yen
June 30, 2026	386,863	93,593	84,269	21.8	646.04
March 31, 2026	350,931	93,596	84,232	24.0	645.98

2. Cash Dividends

	Annual dividends per share				
	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2026	-	0.00	-	5.00	5.00
March 31, 2027	-				
March 31, 2027 (Forecast)		0.00	-	5.00	5.00

(Note) Revisions to the most recently announced dividend forecasts: None

The above "Cash Dividends" shows the status of dividends on common shares. For dividends on class shares (unlisted) issued by the Company, which have different rights from those of common shares, please refer to "Preferred Share Dividends" below.

3. Forecast of Consolidated Financial Results for the Fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(% indicates YoY changes)

	Revenue		Business Profit		EBITDA		Profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	351,642	17.2	16,038	28.0	27,748	32.2	3,982	132.5	2,670	19.6	19.56

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

* Notes

(1) Significant changes in the scope of consolidation during the period under review: Yes

Newly added 1 company (Company name) C-United Co., Ltd.

Excluded - (Company name) -

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required by IFRS: Yes

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (Common shares)

(i) Total number of issued shares at the end of period (including treasury shares)	As of June 30, 2026	106,453,541	shares	As of March 31, 2026	106,453,541	shares
(ii) Number of treasury shares at the end of period	As of June 30, 2026	147,770	shares	As of March 31, 2026	147,750	shares
(iii) Average number of shares outstanding during the period (cumulative for the quarter)	As of June 30, 2026	106,305,786	shares	As of June 30, 2025	106,282,691	shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (Optional)

* Proper use of earnings forecasts and other special notes

(1) The Company applies International Financial Reporting Standards (IFRS).

(2) The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and certain assumptions that the Company believes to be reasonable, and actual results may differ substantially due to various factors.

Preferred Share Dividends

Details of dividends per share and total dividends on shares in classes with different rights from those of common shares are as follows.

Preferred shares

	Dividends per share					Total cash dividends (Total)
(Record date)	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Annual	
Preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	-	-	3,847,270.00	3,847,270.00	115,418,100.00
Fiscal year ending March 31, 2027 (Forecast)	-	-	-	4,347,910.00	4,347,910.00	130,437,300.00
Second series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	-	-	4,347,270.00	4,347,270.00	130,418,100.00
Fiscal year ending March 31, 2027 (Forecast)	-	-	-	4,847,910.00	4,847,910.00	145,437,300.00
Third series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	-	-	3,500,000.00	3,500,000.00	315,000,000.00
Fiscal year ending March 31, 2027 (Forecast)	-	-	-	3,500,000.00	3,500,000.00	315,000,000.00

○Table of contents

1. Qualitative information on quarterly financial results under review

(1) Operating results

During the first quarter of the current consolidated fiscal year, despite the deterioration of the situation in the Middle East, the Japanese economy saw an increase in AI-related demand—such as for semiconductors and data centers—and was supported by robust inbound tourism demand, leading to an easing of business sentiment, particularly among large corporations. However, although real wages have continued to rise, consumer spending remains sluggish due to deeply rooted concerns about rising prices and a tendency to protect household budgets. With regard to the global economy, the situation remains unpredictable, as inflationary pressures continue to persist in the United States, weak domestic demand in China is becoming increasingly severe, and disruptions in energy supplies are having a significant impact on emerging economies in Asia and Europe.

The food service industry is not only facing a challenging business environment due to soaring costs for raw materials, labor, and logistics, but it was also severely impacted in June by severe weather, including major typhoons and linear rainbands. Meanwhile, while consumer spending on dining out is on the rise, consumers are spending wisely and selectively, which requires the industry to be more thoughtful than ever in responding to these trends.

Amid these circumstances, our Group, guided by our vision of “Becoming Japan’s Top Food Service Company and a Global Food Service Enterprise,” is working to build brands that consumers choose, while striving to enhance our corporate value over the medium to long term in accordance with our medium-term management plan, “COLOWIDE Vision 2030.”

Regarding our domestic food service business, we are promoting initiatives such as renewing our main menus, expanding product lineups, and implementing sales promotion measures across the various business formats of our Group companies. For example, at “Gyu-Kaku,” we significantly expanded our selection of toppings and sauces to enhance the yakiniku experience, while also launching campaigns aimed at capturing demand for special occasions. Furthermore, “Kappa Sushi” has implemented limited-time menus and “bigger portions” promotions on weekdays; “Steak MIYA” has worked to revitalize its signature “MIYA Steak” dish; and “KALUBI TAISHO” has introduced an all-you-can-eat yakiniku menu—each of these initiatives is aimed at increasing customer traffic. At “OOTOYA,” menus that allow customers to add side dishes and rice accompaniments to their main courses have been very well received. C-United Co., Ltd., which operates the café business—including “CAFFÈ VELOCE,” which became a consolidated subsidiary in April 2026—is striving to broaden its appeal to customers through the sale of seasonal products and collaborations with popular characters such as “mofusand,” while also considering the provision of desserts from the COLOWIDE Group. Furthermore, COLOWIDE MD Co., Ltd., which handles the Group’s merchandising, is not only developing and manufacturing products at the Group’s 15 factories—including the newly opened Tsukuba factory—but also further strengthening its quality assurance system.

With regard to our overseas food service business, we are working to enhance the profitability and brand awareness of our existing restaurants in Asia and the Middle East, form partnerships with major local investors, and open new stores. In the United States, we implemented initiatives to mark our 25th anniversary and to capitalize on Mother’s Day demand. Additionally, Seagrass Holdco Pty Ltd. is working to further boost customer traffic by offering seasonal menus.

With regard to our catering service business, we are working to secure new locations at healthcare-related facilities such as hospitals and nursing care facilities, as well as at corporate offices and student cafeterias, and to enhance profitability. We also aim to strengthen our business foundation and expand our operations through the use of fully prepared meals and the development of new menus.

As part of our sustainability initiatives, we are working to reduce CO_2 emissions by minimizing food waste and enhancing ingredient delivery efficiency at our factories and stores nationwide. We are also promoting

CSR (Corporate Social Responsibility) procurement practices—which take into account the working conditions at suppliers and their impact on the global environment—as well as strengthening our food safety management systems. Furthermore, we continue to engage in collaborative activities with local communities.

Regarding the opening and closing of directly managed stores, we opened 30 restaurants and 3 izakaya, for a total of 33 new stores, while we closed 7 restaurants and 4 izakaya, for a total of 11 stores. Domestically, our store portfolio is centered on “Gyu-Kaku Yakiniku Shokudo,” “OOTOYA,” and “CAFFÈ VELOCE,” while overseas, we have opened “Gyu-Kaku” and “Gyu-Kaku Yakiniku Shokudo” in Taiwan and “HUNTER & BARREL” in Australia. Furthermore, as a result of making C-United Co., Ltd. a consolidated subsidiary in April 2026, the company’s 565 stores (390 directly managed, 175 franchised) became part of our Group.

As a result, the number of directly managed stores at the end of the first quarter of the current consolidated fiscal year was 1,913, and the total number of stores, including franchise stores, was 3,199.

Although we implemented the initiatives described above, our consolidated financial results for the first quarter of the current consolidated fiscal year showed a positive trend in April and May; however, customer traffic was negatively impacted in June due to adverse weather conditions, including typhoons, and the FIFA World Cup. In addition, the all-you-can-eat yakiniku promotion at “KALUBI TAISHO” under ATOM CORPORATION, as well as the weekday-only menu and “more-for-the-same-price” promotions at “Kappa Sushi,” led to a decline in the gross profit margin. As a result, revenue was 85,032 million yen, business profit was 2,400 million yen, IFRS operating profit was 2,592 million yen, quarterly profit was 899 million yen, and quarterly profit attributable to owners of parent was 834 million yen.

Regarding our Group’s revenue by segment, COLOWIDE MD Co., Ltd. reported 26,096 million yen, ATOM CORPORATION reported 7,413 million yen, REINS international inc. reported 22,315 million yen, KAPPA-CREATE CO., LTD. reported 17,751 million yen, OOTOYA Holdings Co., Ltd. reported 10,273 million yen, Seagrass Holdco Pty Ltd. reported 6,747 million yen, C-United Co., Ltd. reported 9,263 million yen, and Others reported 11,448 million yen.

Please note that revenue by segment does not take into account inter-segment revenue or transfers.

(2) Financial position

(i) Assets, Liabilities, and Equity

Total assets at the end of the first quarter of the current consolidated fiscal year increased by 35,932 million yen compared to the end of the previous consolidated fiscal year, reaching 386,863 million yen. This was primarily due to increases of 38,601 million yen in goodwill, 7,066 million yen in property, plant, and equipment, and 8,565 million yen in right-of-use assets, despite decreases of 24,120 million yen in cash and cash equivalents and 2,617 million yen in trade receivables and other receivables.

Total liabilities increased by 35,934 million yen compared to the end of the previous consolidated fiscal year, reaching 293,270 million yen. This was primarily due to increases of 20,982 million yen in bonds and borrowings and 9,756 million yen in lease liabilities.

Total equity decreased by 2 million yen compared to the end of the previous consolidated fiscal year, totaling 93,593 million yen. This was primarily due to a decrease of 259 million yen in retained earnings.

(ii) Cash flows

Cash and cash equivalents at the end of the first quarter of the current consolidated fiscal year amounted to 9,352 million yen in cash flows from operating activities, (44,455) million yen in cash flows from investing activities, 10,792 million yen in cash flows from financing activities, and 191 million yen in translation adjustments related to cash and cash equivalents. As a result, cash and cash equivalents decreased by 24,120 million yen compared to the end of the previous consolidated fiscal year, totaling 39,071 million yen.

Cash flows from operating activities are primarily attributable to quarterly pre-tax profit, depreciation, and amortization.

Cash flows from investing activities are primarily attributable to expenditure on the acquisition of consolidated subsidiaries and expenditure on the acquisition of property, plant, and equipment.

Cash flows from financing activities are primarily attributable to the net increase or decrease in short-term borrowings.

(3) Future outlook

There are no changes to the consolidated earnings forecast for the fiscal year ending March 2027 from the figures announced on May 8, 2026.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Statement of Financial Position

(Unit：Millions of yen)

	Previous consolidated fiscal year (March 31, 2026)	First quarter of the current consolidated fiscal year (June 30, 2026)
Assets		
Current assets		
Cash and cash equivalents	63,191	39,071
Trade and other receivables	18,022	15,405
Other financial assets	445	509
Inventories	5,900	7,082
Income tax receivables	205	320
Other current assets	4,114	4,539
Total current assets	91,878	66,926
Non-current assets		
Property, plant and equipment	59,767	66,833
Right-of-use assets	28,357	36,921
Goodwill	120,823	159,424
Intangible assets	17,632	18,487
Investment property	593	593
Other financial assets	21,124	26,701
Deferred tax assets	10,229	10,351
Other non-current assets	527	627
Total non-current assets	259,053	319,937
Total assets	350,931	386,863

(Unit：Millions of yen)

	Previous consolidated fiscal year (March 31, 2026)	First quarter of the current consolidated fiscal year (June 30, 2026)
Liabilities and Equity		
Liabilities		
Current liabilities		
Trade and other payables	29,694	30,408
Bonds and borrowings	38,275	59,813
Lease liabilities	16,582	18,776
Other financial liabilities	499	471
Income tax payables	2,442	1,255
Provisions	4,220	3,298
Contract liabilities	530	576
Other current liabilities	14,308	18,508
Total current liabilities	106,551	133,105
Non-current liabilities		
Trade and other payables	6,510	6,309
Bonds and borrowings	107,515	106,960
Lease liabilities	23,981	31,544
Other financial liabilities	1,124	1,151
Provisions	6,527	8,353
Deferred tax liabilities	3,623	3,728
Contract liabilities	599	578
Other non-current liabilities	905	1,543
Total non-current liabilities	150,785	160,165
Total liabilities	257,336	293,270
Equity		
Share capital	43,814	43,814
Capital surplus	56,613	56,614
Treasury shares	(95)	(95)
Other components of equity	5,645	5,940
Retained earnings	(21,746)	(22,005)
Total equity attributable to owners of parent	84,232	84,269
Non-controlling interests	9,364	9,325
Total equity	93,596	93,593
Total Liabilities and Equity	350,931	386,863

(2) Quarterly Consolidated Statement of Income

(Unit：Millions of yen)

	Previous first quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Revenue	67,277	85,032
Cost of sales	27,489	33,736
Gross profit	39,788	51,296
Selling, general and administrative expenses	37,134	48,896
Business profit	2,655	2,400
Other operating income	235	631
Other operating expenses	559	438
IFRS operating profit	2,331	2,592
Financial income	274	762
Financial costs	1,372	1,445
Pre-tax profit	1,233	1,910
Income tax expenses	363	1,011
Profit	871	899
Profit attributable to		
Owners of parent	468	834
Non-controlling interests	402	65
Profit	871	899
Earnings (losses) per share		
Basic earnings (losses) per share (yen)	(0.87)	2.28
Diluted earnings (losses) per share (yen)	(0.87)	2.28

(3) Quarterly Consolidated Statement of Comprehensive Income

(Unit：Millions of yen)

	Previous first quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Profit	871	899
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(2)	38
Total items that will not be reclassified to profit or loss	(2)	38
Items that may be reclassified to profit or loss		
Exchange differences in transaction of foreign operations	236	52
Cash flow hedges	(61)	177
Total items that may be reclassified to profit or loss	175	228
Other comprehensive income, net of tax	172	266
Comprehensive income	1,043	1,165
Comprehensive income attributable to		
Owners of parent	852	1,129
Non-controlling interests	190	36
Comprehensive income	1,043	1,165

(4) Quarterly Consolidated Statement of Changes in Equity

Previous first quarter of consolidated cumulative period (From April 1, 2025 to June 30, 2025)

(Unit：Millions of yen)

	Equity attributable to owners of parent				
				Other components of equity	
	Share capital	Capital surplus	Treasury shares	Financial assets measured at fair value through other comprehensive income	Cash flow hedges
Balance as of April 1, 2025	43,814	56,576	(109)	67	144
Profit	-	-	-	-	-
Other comprehensive income	-	-	-	(4)	(63)
Comprehensive income	-	-	-	(4)	(63)
Dividends	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests	-	(21)	-	-	-
Total transactions with owners	-	(21)	-	-	-
Balance as of June 30, 2025	43,814	56,555	(109)	63	81

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity					
	Exchange differences on transaction of foreign operation	Total other components of equity	Retained earnings	Total equity attributable to owners of parent		
Balance as of April 1, 2025	(33)	178	(22,922)	77,537	9,571	87,108
Profit	-	-	468	468	402	871
Other comprehensive income	451	384	-	384	(212)	172
Comprehensive income	451	384	468	852	190	1,043
Dividends	-	-	(1,057)	(1,057)	(161)	(1,217)
Changes in ownership interests of parent due to transactions with non-controlling interests	-	-	-	(21)	(0)	(21)
Total transactions with owners	-	-	(1,057)	(1,077)	(161)	(1,238)
Balance as of June 30, 2025	418	562	(23,510)	77,312	9,601	86,913

Current first quarter of consolidated cumulative period (From April 1, 2026 to June 30, 2026)

(Unit：Millions of yen)

	Equity attributable to owners of parent				
				Other components of equity	
	Share capital	Capital surplus	Treasury shares	Financial assets measured at fair value through other comprehensive income	Cash flow hedges
Balance as of April 1, 2026	43,814	56,613	(95)	113	383
Profit	-	-	-	-	-
Other comprehensive income	-	-	-	38	173
Comprehensive income	-	-	-	38	173
Purchase of treasury shares	-	-	(0)	-	-
Disposal of treasury shares	-	0	0	-	-
Dividends	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests	-	0	-	-	-
Total transactions with owners	-	0	(0)	-	-
Balance as of June 30, 2026	43,814	56,614	(95)	151	556

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity		Retained earnings	Total equity attributable to owners of parent		
	Exchange differences on transaction of foreign operation	Total other components of equity				
Balance as of April 1, 2026	5,149	5,645	(21,746)	84,232	9,364	93,596
Profit	-	-	834	834	65	899
Other comprehensive income	84	295	-	295	(29)	266
Comprehensive income	84	295	834	1,129	36	1,165
Purchase of treasury shares	-	-	-	(0)	-	(0)
Disposal of treasury shares	-	-	-	0	-	0
Dividends	-	-	(1,092)	(1,092)	(77)	(1,170)
Changes in ownership interests of parent due to transactions with non-controlling interests	-	-	-	0	2	3
Total transactions with owners	-	-	(1,092)	(1,092)	(75)	(1,167)
Balance as of June 30, 2026	5,233	5,940	(22,005)	84,269	9,325	93,593

(5) Quarterly Consolidated Statement of Cash Flows

(Unit：Millions of yen)

	Previous first quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)	Current first quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)
Cash flows from operating activities		
Pre-tax profit	1,233	1,910
Depreciation and amortization	6,201	8,530
Impairment losses	67	182
Finance income	(274)	(762)
Finance costs	1,372	1,445
Loss (gain) on sale and retirement of non-current assets	41	28
Decrease (increase) in inventories	(343)	(991)
Decrease (increase) in trade and other receivables	3,244	4,187
Increase (decrease) in trade and other payables	(1,514)	(2,069)
Others	44	(12)
Subtotal	10,071	12,448
Interests and dividends received	121	104
Interests paid	(857)	(1,136)
Income taxes refund	4	-
Income taxes paid	(1,673)	(2,064)
Cash flows from operating activities	7,667	9,352
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,491)	(3,212)
Proceeds from sale of property, plant and equipment	191	77
Payments of security and guarantee deposits	(256)	(359)
Proceeds from refund of security and guarantee deposits	389	352
Payments for acquisition of consolidated subsidiaries	(18,657)	(41,104)
Others	(171)	(208)
Cash flows from investing activities	(20,995)	(44,455)
Cash flows from financing activities		
Net increase (decrease) in short term borrowings	23,645	20,753
Proceeds from long term borrowings	300	1,100
Repayment of long-term borrowings	(8,409)	(4,325)
Redemption of bonds	(75)	(75)
Repayment of lease liabilities	(4,049)	(5,506)
Dividends paid	(1,041)	(1,076)
Dividends paid to non-controlling interests	(156)	(77)
Others	-	(0)
Cash flows from financing activities	10,216	10,792
Effect of exchange rate changes on cash and cash equivalents	(164)	191
Net increase (decrease) in cash and cash equivalents	(3,276)	(24,120)
Cash and cash equivalents at beginning of period	71,537	63,191
Cash and cash equivalents at end of period	68,260	39,071

(6) Notes to Quarterly Consolidated Financial Statements

(Basis of Preparation of Quarterly Consolidated Financial Statements)

The quarterly consolidated financial statements have been prepared in accordance with Article 5, Paragraph 2 of the Regulations for Filing Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. (However, in accordance with Article 5, Paragraph 5 of the Regulations for Filing Quarterly Financial Statements, certain disclosures required by International Accounting Standard No. 34, "Interim Financial Reporting," have been omitted.

(Notes on Going Concern Assumption)

Not applicable.

(Segment Information)

(1) Reportable segment

The reportable segments of the Group are those units of our group for which separate financial information is available, and which are subject to regular review by the board of directors in order to determine the allocation of management resources and evaluate performance.

During the first quarter of the current consolidated fiscal year, C-United Co., Ltd. was consolidated as a subsidiary, and a new reportable segment was added.

In light of the above segment changes, segment information for the previous consolidated fiscal year has been reclassified and presented according to the new reportable segment classifications.

The Group is mainly engaged in the operation of directly managed restaurants and the development of franchise businesses. Taking into account the similarity of business types and the commonality of operation types, etc., the seven companies "COLOWIDE MD Co., Ltd.," "ATOM CORPORATION," "REINS international inc.," "KAPPA-CREATE CO., LTD.," "OOTOYA Holdings Co., Ltd.," "Seagrass Holdco Pty Ltd." and "C-United Co., Ltd." are the seven reportable segments. In addition, the operating results of the segments include 26 subsidiaries for "REINS international inc.", 5 subsidiaries for "KAPPA-CREATE CO., LTD.", 7 subsidiaries for "OOTOYA Holdings Co., Ltd." and 47 subsidiaries for "Seagrass Holdco Pty Ltd."

COLOWIDE MD Co., Ltd. is involved in all aspects of merchandising, including product development, production, procurement, manufacturing, and distribution of various food products.

ATOM CORPORATION operates restaurants and franchise headquarters for restaurant chains such as "Steak MIYA", "NIGIRI-NO-TOKUBE", "KALUBI TAISHO", etc.

REINS international inc. operates directly managed restaurants and franchise headquarters businesses in Japan and overseas, including "Gyu-Kaku", "On-Yasai", "Doma Doma", "Kamadoka", and "FRESHNESS BURGER", etc. in restaurant and izakaya formats.

KAPPA-CREATE CO., LTD. operates directly managed restaurants in the restaurant business, such as "Kappa Sushi" in Japan and overseas, and also operates a delicatessen business, such as sushi and prepared bread.

OOTOYA Holdings Co., Ltd. operates directly managed restaurants in the restaurant business, such as "OOTOYA Gohan-Dokoro," in Japan and overseas, and also operates a franchise headquarters business.

Seagrass Holdco Pty Ltd. operates steakhouse restaurant chains in the Oceania region and elsewhere.

C-United Co., Ltd. operates café chains such as "COFFEE-KAN," "CAFFÈ VELOCE," and "CAFÉ de CRIÉ," as well as merchandise sales and food ingredient wholesale businesses.

(2) Calculation method of revenue, profit or loss, and other items by reportable segment

The accounting method for reportable segments is the same as that described in the "Notes on Changes in Accounting Policies."

The profit of reportable segments is based on IFRS operating profit.

The internal revenues and transfers amount between segments are based on prevailing market prices.

(3) Information on revenue, profit or loss, and other items by reportable segment

Previous first quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)

(Unit：Millions of yen)

	Reportable segment								Others (Note5)	Total	Adjustments (Note6)	Amount recorded in consolidated financial statements (Note7)
	COLOWIDE MD	ATOM	REINS international (Note1)	KAPPA-CREATE (Note2)	OOTOYA Holdings (Note3)	Seagrass Holdco Pty Ltd. (Note4)	C-United	Total				
Revenue												
External revenue	649	7,136	20,743	18,019	8,685	1,541	-	56,773	10,504	67,277	-	67,277
Inter-segment revenue and transfers	23,304	-	352	170	20	-	-	23,846	572	24,418	(24,418)	-
Total	23,953	7,136	21,095	18,190	8,704	1,541	-	80,619	11,076	91,695	(24,418)	67,277
Segment profit	1,222	78	780	435	417	191	-	3,123	242	3,365	(1,034)	2,331
Finance income												274
Finance costs												1,372
Profit before tax												1,233
Income taxes expenses												363
Profit												871

(Note1) “REINS international” segment includes REINS international inc. and its consolidated subsidiaries.
(Note2) “KAPPA-CREATE” segment includes KAPPA-CREATE CO., LTD. and its consolidated subsidiaries.
(Note3) “OOTOYA Holdings” segment includes OOTOYA Holdings Co., Ltd. and its consolidated subsidiaries.
(Note4) “Seagrass Holdco Pty Ltd.” segment includes Seagrass Holdco Pty Ltd. and its consolidated subsidiaries.
(Note5) “Others” indicate business segments not included in reportable segments as follows. WORLD PICOM CORPORATION develops and sells total self-ordering systems for restaurant business, develops and operates wireless communication technology, Manufacturing and sales of fresh confectionery, baked goods and chocolates (Nama-choco ganache and others) in Silsmaria Co., Ltd., Manufacture and sale of Western-style confectionery by N Baton Company, Ltd. and its consolidated subsidiaries, Administrative work at cocot Co., Ltd., Operation of restaurants and franchise business by Colowide Dining Co., Ltd., Operation of restaurants by WP Japan Co., Ltd., Operation of restaurants and franchise business by Bay Foodfactory Co., Ltd., Operation of catering service business by Nifs Co., Ltd. and its consolidated subsidiaries, Operation of catering service business by Heartful Dining Co., Ltd., FC business operation by Future Link Co., Ltd. and labor-related operations by COLOWIDE Support Center Co., Ltd.
(Note6) Adjustments are due to elimination of intersegment transactions.
In addition, the adjustment to segment profit (1,034 million yen) includes adjustments for unrealized gains and general and administrative expenses not attributable to the reportable segments.
(Note7) Segment profit is adjusted with IFRS operating profit in the quarterly consolidated statements of income.

Current first quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)

(Unit：Millions of yen)

	Reportable segment								Others (Note5)	Total	Adjustments (Note6)	Amount recorded in consolidated financial statements (Note7)
	COLOWIDE MD	ATOM	REINS international (Note1)	KAPPA-CREATE (Note2)	OOTOYA Holdings (Note3)	Seagrass Holdco Pty Ltd. (Note4)	C-United	Total				
Revenue												
External revenue	946	7,413	21,966	17,616	10,193	6,747	9,263	74,144	10,888	85,032	-	85,032
Inter-segment revenue and transfers	25,150	-	349	135	81	-	-	25,714	560	26,274	(26,274)	-
Total	26,096	7,413	22,315	17,751	10,273	6,747	9,263	99,858	11,448	111,306	(26,274)	85,032
Segment profit	1,366	(90)	786	(627)	509	586	547	3,077	214	3,292	(699)	2,592
Finance income												762
Finance costs												1,445
Profit before tax												1,910
Income tax expenses												1,011
Profit												899

(Note1) “REINS international” segment includes REINS international inc. and its consolidated subsidiaries.

(Note2) “KAPPA-CREATE” segment includes KAPPA-CREATE CO., LTD. and its consolidated subsidiaries.

(Note3) “OOTOYA Holdings” segment includes OOTOYA Holdings Co., Ltd. and its consolidated subsidiaries.

(Note4) “Seagrass Holdco Pty Ltd.” segment includes Seagrass Holdco Pty Ltd. and its consolidated subsidiaries.

(Note5) “Others” indicate business segments not included in reportable segments as follows. WORLD PICOM CORPORATION develops and sells total self-ordering systems for restaurant business, develops and operates wireless communication technology, Manufacture and sale of Western-style confectionery by N Baton Company, Ltd. and its consolidated subsidiaries, Administrative work at cocot Co., Ltd., Operation of restaurants and franchise business by Colowide Dining Co., Ltd., Operation of restaurants by WP Japan Co., Ltd., Operation of restaurants and franchise business by Bay Foodfactory Co., Ltd., Operation of catering service business by Nifs Co., Ltd. and its consolidated subsidiaries, Operation of catering service business by Heartful Dining Co., Ltd., FC business operation by Future Link Co., Ltd. and labor-related operations by COLOWIDE Support Center Co., Ltd.

(Note6) Adjustments are due to elimination of intersegment transactions.
In addition, the adjustment to segment profit (699 million yen) includes adjustments for unrealized gains and general and administrative expenses not attributable to the reportable segments.

(Note7) Segment profit is adjusted with IFRS operating profit in the quarterly consolidated statements of income.

(4) Information by region

The following is a breakdown of revenue and non-current assets by geographic region.

Previous first quarter consolidated cumulative period (From April 1, 2025 to June 30, 2025)

(i) External revenue

(Unit：Millions of yen)

Japan	North America	Asia	Oceania	Total
58,039	4,093	3,748	1,397	67,277

(ii) Non-current assets (Excluding financial instruments, deferred tax assets and rights arising from insurance contracts)

(Unit：Millions of yen)

Japan	North America	Asia	Oceania	Total
185,661	20,039	3,644	9,970	219,315

Current first quarter consolidated cumulative period (From April 1, 2026 to June 30, 2026)

(i) External revenue

(Unit：Millions of yen)

Japan	North America	Asia	Oceania	Total
70,130	4,187	4,450	6,265	85,032

(ii) Non-current assets (Excluding financial instruments, deferred tax assets and rights arising from insurance contracts)

(Unit：Millions of yen)

Japan	North America	Asia	Oceania	Total
241,644	21,129	4,711	15,402	282,885

(5) Information on major customers

In the previous and current consolidated cumulative period, the Group operated businesses for general customers, and there is no single external customer (group) that accounts for 10% or more of the Group’s revenue, so this information is omitted.

(Business Combinations)

Previous first quarter consolidated cumulative period

On June 2, 2025, our Company acquired all shares of Seagrass Holdco Pty Ltd. (hereinafter referred to as the "Target Company") through our subsidiary, COLOWIDE MD Co., Ltd.

(1) Name of the acquired company and details of its business

Name of acquired company: Seagrass Holdco Pty Ltd.

Business: Operation of steakhouse restaurant chains in the Oceania region and elsewhere.

(2) Date of business combination

June 2, 2025

(3) Acquired voting rights ratio

100%

(4) Main reasons for the business combination

The Group is working to expand its business scale and strengthen profitability in order to achieve its medium-term management plan, "COLOWIDE Vision 2030," which covers the period to 2030.Under "COLOWIDE Vision 2030," we have set a target of achieving consolidated revenue of 500 billion yen in the fiscal year ending March 2030 through the strengthening of our overseas food service business, which is expected to expand, and the dramatic growth of our catering service business, while maintaining our domestic food service business as our foundation.

The Group's overseas food service business operates approximately 400 restaurants in North America, East Asia, and Southeast Asia. Last fiscal year, we launched a new Gyu-Kaku business in the United Arab Emirates through a joint venture with a local company.

On the other hand, the Target Company operates 17 premium steakhouse restaurants in Australia and two in the United Arab Emirates, providing customers with high-quality products and a sophisticated atmosphere and service. As the No. 1 steakhouse chain in the Oceania region, it enjoys high brand recognition, business viability, and profitability.

From the perspective of the future business growth of the Target Company, in addition to Australia and the United Arab Emirates, where it currently operates, the Target Company is expected to expand into Southeast Asia in the near future. Given that the Group has extensive business operations in Asian countries, it will be able to strongly support the Target Company's expansion into Asia, thereby promoting the business growth of the Target Company and its contribution to the Group.

In addition, the Target Companies have established strong relationships of trust and business ties with leading packers in Australia for the procurement of beef. By leveraging these relationships as a whole, the Group will be able to secure a stable supply of beef and strengthen its distribution revenues through the establishment of a supply chain network centered on Asia.

(5) Legal form of business combination

Acquisition of shares for cash

(6) Consideration paid on the date of the business combination

(Unit：Millions of yen)

Cash and cash equivalents used in acquisition	20,155
Cash and cash equivalents held by the acquiree at the time of acquisition	1,499
Expenditures for acquisition of subsidiaries	18,657

(7) Fair value of assets acquired and liabilities assumed on the date of the business combination

(Unit：Millions of yen)

Fair value of consideration paid	20,155
Current assets	2,624
Non-current assets	11,515
Current liabilities	4,044
Non-current liabilities	13,688
Goodwill	23,749

(Finalization of temporary accounting treatment for business combinations)

With regard to this business combination, the allocation of the acquisition cost had not been completed during the first quarter of the previous consolidated fiscal year, so the amounts reported were temporary. However, the amounts were finalized at the end of the previous consolidated fiscal year.

Following the finalization of this temporary accounting treatment, the initial fair value measurement as of the acquisition date has been revised. Compared to the fair value measurements as of the business combination date in the first quarter of the previous consolidated fiscal year, non-current assets increased by 4,621 million yen, current liabilities increased by 34 million yen, non-current liabilities increased by 1,600 million yen, and goodwill decreased by 2,987 million yen.

It should be noted that the impact of finalizing this temporary accounting treatment on profit and loss will be minimal.

Current first quarter consolidated cumulative period

On April 1, 2026, through our subsidiary, COLOWIDE MD Co., Ltd., we acquired 100% of the shares of C-United Co., Ltd. (hereinafter referred to as the “Target Company”), making it a wholly owned subsidiary.

(1) Name of the acquired company and details of its business

Name of acquired company: C-United Co., Ltd.

Business: Operation of Café chains

(2) Date of business combination

April 1, 2026

(3) Acquired voting rights ratio

100%

(4) Main reasons for the business combination

Our Group is working to expand our business scale and strengthen profitability in order to achieve our mid-term management plan, “COLOWIDE Vision 2030,” which covers the period through 2030. Under “COLOWIDE Vision 2030,” we aim to achieve consolidated revenue of 500 billion yen by the fiscal year ending March 2030. This will be accomplished through a significant strengthening of our overseas business segments and the rapid growth of our catering service business—including through M&A—as well as by increasing our market share and strengthening profitability in the domestic food service business (our core business area) through M&A.

The Target Company operates a café chain with 565 stores nationwide (including directly managed and franchise stores as of April 1, 2026), primarily under the three brands “COFFEE・KAN,” “CAFFÈ VELOCE,” and “CAFÉ de CRIÉ.” Given that the market for the café business operated by the Target Company has continued to grow steadily even after the coronavirus pandemic, and that the market share of major café chains is gradually increasing, the Target Company’s business is expected to continue growing steadily.

Furthermore, since the Target Company operates three business formats with distinct customer bases and average spending per customer, it possesses competitive advantages such as the ability to strategically select locations and target specific occasions, as well as the capacity to establish a dominant presence within the same area; we believe this positions the company for further growth in the café market.

In addition, in terms of synergies with our Group, we anticipate further enhancing the business value of both the Target Company and our Group through measures such as expanding revenue by selling products from multiple dessert brands owned by the Group—including “Cheese Garden”—improving the speed and accuracy of store openings by sharing location data, strengthening franchise development and store openings through collaboration with our Group’s existing franchise companies, and reducing procurement costs and logistics expenses.

Through this transaction, our Group will enhance its business portfolio—including average customer spending and usage scenarios—by acquiring the Target Company, which possesses one of the largest scales of operations and unique strengths among café chains, in the domestic food service markets, which continue to evolve due to changes in the macroeconomic environment and diversifying consumer preferences.

(5) Legal form of business combination

Acquisition of shares for cash

(6) Consideration paid on the date of the business combination

(Unit：Millions of yen)

Cash and cash equivalents used in acquisition	44,092
Cash and cash equivalents held by the acquiree at the time of acquisition	2,988
Expenditures for acquisition of subsidiaries	41,104

(7) Fair value of assets acquired and liabilities assumed on the date of the business combination

(Unit：Millions of yen)

Fair value of consideration paid	44,092
Current assets	5,376
Non-current assets	22,550
Current liabilities	9,520
Non-current liabilities	12,267
Goodwill	37,952

*As the allocation of the purchase consideration had not been completed as of the acquisition date, the assets acquired and liabilities assumed have been provisionally measured based on the information available at this time.

(Notes on Changes in Accounting Policies)

The significant accounting policies applied in the quarterly consolidated financial statements are the same as those applied in the consolidated financial statements for the previous fiscal year, except as follows.

The Group has applied the following standards from the first quarter of the current consolidated fiscal year.

IFRS		Summary of new additions and revisions
IFRS 9 IFRS 7	Amendments to the classification and measurement of financial instruments	Clearer classification of financial assets, addition of criteria for derecognition of financial liabilities, and revisions to disclosure requirements for financial assets measured at fair value through other comprehensive income
IFRS 9 IFRS 7	Contracts referencing natural-source electricity	Amendments to more accurately reflect contracts for natural-source electricity in the financial statements

The application of this standard has no impact on the quarter consolidated financial statements.