

Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Based on Japanese GAAP)

February 3, 2026

Company name: **Axial Retailing Inc.**
 Stock exchange listings: Tokyo, Prime
 Securities code: 8255
 URL: <https://www.axial-r.com/>
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 Scheduled date to commence dividend payments: None
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results (cumulative)

(% change YoY)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2025	222,945	5.6	10,131	9.1	10,384	9.4	7,006	9.7
December 31, 2024	211,148	4.0	9,287	-9.0	9,491	-8.7	6,387	-8.0

Note: Comprehensive income

Nine months ended December 31, 2025: 7,370 million yen [15.3%]

Nine months ended December 31, 2024: 6,394 million yen [-9.0%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	79.04	—
December 31, 2024	70.55	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of December 31, 2025	144,469	92,844	64.3
March 31, 2025	135,296	89,294	66.0

Reference: Net assets attributable to owners of parent

As of December 31, 2025: 92,844 million yen

As of March 31, 2025: 89,294 million yen

2. Cash Dividends

		Annual dividends per share				
		First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year		Yen	Yen	Yen	Yen	Yen
Ended March 31, 2025		—	11.00	—	16.00	27.00
Ending March 31, 2026		—	13.00	—		
Ending March 31, 2026 (Forecast)					16.00	29.00

Note: Revision of cash dividend forecast for this period: None

**3. Consolidated financial forecast for the fiscal year ending March 31, 2026
(from April 1, 2025 to March 31, 2026)**

(% change YoY)									
	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
Fiscal year	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Ending March 31, 2026	286,000	1.5	11,400	-5.5	12,000	-5.6	8,200	-9.0	92.51

Note: Change from the latest released earnings forecasts: None

※ 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: None
3. Changes in accounting policies, accounting estimates and retrospective restatement
 - 3.1. Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - 3.2. Changes in accounting policies due to other reasons: None
 - 3.3. Changes in accounting estimates: None
 - 3.4. Restatement: None
4. Number of issued shares (common stock)
 - 4.1. Total number of issued shares at the end of the period (including treasury shares)
 - As of December 31, 2025: 93,552,156 shares
 - As of March 31, 2025: 93,552,156 shares
 - 4.2. Number of treasury shares at the end of the period
 - As of December 31, 2025: 4,964,668 shares
 - As of March 31, 2025: 3,804,784 shares
 - 4.3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)
 - Nine months ended December 31, 2025: 88,650,035 shares
 - Nine months ended December 31, 2024: 90,532,390 shares

Cautions:

1. This quarterly earnings release is not subject to audit procedures to be performed by certified public accountants or an audit firm.
2. Explanation relating to the appropriate use of earnings forecasts, and other noteworthy items
Forward-looking statements in this earnings release, such as forecasts of results of operations, are based on the information currently available and certain assumptions that we regard as reasonable and therefore actual results may differ materially from those contained in or suggested by any forward-looking statements.
3. This document has been translated from a part of 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.

Consolidated Financial Statements
1 Consolidated Balance Sheet

(Yen million)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	21,887	29,204
Notes and accounts receivable – trade	7,224	9,197
Lease investment assets	358	300
Merchandise and finished goods	5,714	7,063
Work in process	12	42
Raw materials and supplies	358	466
Income tax refund receivable	0	50
Other	4,053	3,974
Allowance for doubtful accounts	-3	-3
Total current assets	39,605	50,297
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	48,971	47,411
Machinery, equipment and vehicles, net	1,152	1,131
Land	20,863	21,070
Leased assets, net	1,369	1,265
Construction in progress	1,028	1,589
Other, net	3,346	3,161
Total property, plant and equipment	76,732	75,629
Intangible assets		
Goodwill	1	0
Other	3,239	3,259
Total intangible assets	3,241	3,260
Investments and other assets		
Investment securities	3,778	4,397
Long-term loans receivable	3	4
Retirement benefit asset	599	598
Deferred tax assets	3,897	3,168
Lease and guarantee deposits	6,567	6,289
Other	885	838
Allowance for doubtful accounts	-15	-15
Total investments and other assets	15,716	15,281
Total non-current assets	95,690	94,172
Total assets	135,296	144,469

(Yen million)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Accounts payable – trade	18,630	25,812
Contract liabilities	680	747
Lease obligations	268	278
Income taxes payable	1,781	1,259
Provision for bonuses for directors (and other officers)	317	245
Provision for bonuses	2,301	940
Other	7,785	8,557
Total current liabilities	31,765	37,841
Non-current liabilities		
Lease obligations	2,038	1,852
Asset retirement obligations	6,193	6,198
Long-term guarantee deposits	5,884	5,620
Retirement benefit liability	1	1
Other	118	110
Total non-current liabilities	14,236	13,783
Total liabilities	46,001	51,624
Net assets		
Shareholders' equity		
Share capital	3,159	3,159
Capital surplus	15,749	15,749
Retained earnings	71,738	76,157
Treasury shares	-3,494	-4,727
Total shareholders' equity	87,153	90,339
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,746	2,171
Adjustments related to retirement benefits	394	333
Total accumulated other comprehensive income	2,141	2,504
Total net assets	89,294	92,844
Total liabilities and net assets	135,296	144,469

2 Consolidated Statements of Income and Comprehensive Income

Consolidated Income Statement

(Yen million)

	Nine Months ended December 31, 2024	Nine Months ended December 31, 2025
Net sales	211,148	222,945
Cost of sales	149,800	159,066
Gross profit	61,347	63,879
Selling, general and administrative expenses		
Employees' salaries	7,697	8,022
Miscellaneous salaries and wages	15,229	16,091
Provision for bonuses for directors (and other officers)	249	245
Bonuses	1,854	1,950
Provision for bonuses	855	870
Retirement benefit expenses	436	439
Rent expenses on land and buildings	4,170	4,144
Depreciation	3,933	4,019
Amortization of goodwill	0	0
Provision of allowance for doubtful accounts	0	0
Other	17,632	17,962
Total selling, general and administrative expenses	52,060	53,747
Operating profit	9,287	10,131
Non-operating income		
Interest income	21	31
Dividend income	73	96
Insurance income	108	67
Penalty income	1	89
Other	48	63
Total non-operating income	255	347
Non-operating expenses		
Interest expenses	37	34
Commission for purchase of treasury shares	—	49
Other	12	10
Total non-operating expenses	50	94
Ordinary profit	9,491	10,384
Extraordinary income		
Gain on sale of investment securities	2	—
Total extraordinary income	2	—
Extraordinary losses		
Loss on retirement of non-current assets	8	15
Impairment losses	7	0
Loss on valuation of investment securities	0	0
Total extraordinary losses	16	16
Profit before income taxes	9,478	10,368
Income taxes – current	2,330	2,800
Income taxes – deferred	760	561
Total income taxes	3,090	3,361
Net profit	6,387	7,006
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	6,387	7,006

Consolidated Comprehensive Income Statement

(Yen million)

	Nine Months ended December 31, 2024	Nine Months ended December 31, 2025
Net profit	6,387	7,006
Other comprehensive income		
Valuation difference on available-for-sale securities	83	425
Adjustments related to retirement benefits	-76	-61
Total other comprehensive income	7	363
Comprehensive income	6,394	7,370
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,394	7,370
Comprehensive income attributable to non-controlling interests	—	—

3 Consolidated Cash Flow Statement

(Yen million)

	Nine Months ended December 31, 2024	Nine Months ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	9,478	10,368
Depreciation	4,278	4,421
Impairment losses	7	0
Amortization of goodwill	0	0
Increase (decrease) in allowance for doubtful accounts	-10	0
Increase (decrease) in provision for bonuses for directors (and other officers)	-74	-71
Increase (decrease) in provision for bonuses	-1,666	-1,361
Increase (decrease) in net defined benefit asset and liability	-100	-88
Interest and dividend income	-95	-127
Interest expenses	37	34
Loss on retirement of non-current assets	8	15
Loss (gain) on sale of investment securities	-2	—
Loss (gain) on valuation of investment securities	0	0
Decrease (increase) in trade receivables	-2,411	-1,972
Decrease (increase) in inventories	-1,607	-1,487
Increase (decrease) in trade payables	5,856	7,182
Decrease (increase) in consumption taxes receivable / payable	170	365
Decrease (increase) in lease investment assets	48	60
Other	402	775
Subtotal	14,319	18,118
Interest and dividends received	75	109
Interest paid	-30	-28
Income taxes paid	-3,960	-3,263
Net cash provided by (used in) operating activities	10,404	14,935
Cash flows from investing activities		
Net decrease (increase) in time deposits	2	—
Proceeds from sale of investment securities	3	—
Purchase of property, plant and equipment	-6,242	-3,466
Purchase of intangible assets	-401	-333
Expenditure on loans	-3	-2
Proceeds from collection of loans receivable	4	2
Net increase (decrease) in payment for lease and guarantee deposits	295	295
Other	-127	-68
Net cash provided by (used in) investing activities	-6,470	-3,572
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,700	—
Repayment of lease obligations	-202	-206
Purchase of treasury shares	-0	-1,282
Dividends paid	-2,231	-2,556
Net cash provided by (used in) financing activities	-734	-4,044
Net increase (decrease) in cash and cash equivalents	3,199	7,317
Cash and cash equivalents at beginning of period	21,019	21,887
Cash and cash equivalents at end of period	24,218	29,204