

Semiannual Securities Report

(The 64th Term Interim)

From April 1, 2025
To September 30, 2025

COLOWIDE Co., Ltd.

2-1 Minato-Mirai 2-chome, Nishi-ku, Yokohama-shi, Kanagawa-ken

(E03321)

The governing language of this Annual Securities Report is Japanese. An English translation hereof is provided for reference purposes only. In the event of any discrepancy between the Japanese original and this translated documents, the original shall prevail. In addition, the independent auditor's audit reports attached to the Japanese original, which are the subject of this translation, are not included in the scope of this translation.

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[CONFIRMATION LETTER]

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【Document Title】	Semiannual Securities Report
【Clause of Stipulation】	Item 1 of the table in Article 24-5, Paragraph 1 of the Financial Instruments and Exchange Act
【Place of Filing】	Director-General, Kanto Local Finance Bureau
【Filing Date】	November 14, 2025
【Interim Fiscal Period】	The 64 th Term Interim (From April 1, 2025 to September 30, 2025)
【Company Name】	Kabushiki Kaisha COLOWIDE
【Company Name in English】	COLOWIDE Co., Ltd.
【Title and Name of Representative】	Kohei NOJIRI, President and Representative Director
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【Place of Public Inspection】	Tokyo Stock Exchange, Inc. (2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo, Japan)

Part I 【COMPANY INFORMATION】

I 【OVERVIEW OF COMPANY】

1 【Trends in Key Management Indicators etc.】

Term	The 63 rd Term Interim Consolidated Fiscal Year	The 64 th Term Interim Consolidated Fiscal Year	The 63 rd Term
Fiscal Year	From April 1, 2024 to September 30, 2024	From April 1, 2025 to September 30, 2025	From April 1, 2024 to March 31, 2025
Revenue (Million Yen)	132,199	141,467	269,156
Business Profit (Million Yen)	3,571	5,406	9,305
Pre-tax Interim (Current) Profit (Million Yen)	1,759	3,307	4,777
Interim (Current) Profit (Million Yen)	1,264	1,786	2,255
Interim (Current) Profit attributable to owners of parent (Million Yen)	385	1,318	1,249
Interim (Current) Comprehensive Income (Million yen)	1,379	1,612	2,314
Interim (Current) Comprehensive Income attributable to owners of parent (Million Yen)	628	1,239	1,567
Equity attributable to Owners of parent (Million Yen)	76,369	77,770	77,537
Total Assets (Million Yen)	303,506	336,565	312,226
Interim (Current) Basic Earnings (Loss) per share (Yen)	(1.57)	7.13	7.45
Interim (Current) Diluted Earnings (Loss) per share (Yen)	(1.57)	7.13	7.45
Ratio of Equity attributable to Owners of Parent to Total Assets (%)	25.2	23.1	24.8
Cash Flows from Operating Activities (Million Yen)	11,622	13,896	28,808
Cash Flows from Investing Activities (Million Yen)	(15,965)	(25,190)	(21,606)
Cash Flows from Financing Activities (Million Yen)	22,545	(35)	17,954
Cash and cash equivalents at the end of the interim period (the fiscal year) (Million Yen)	64,599	60,125	71,537

(Notes) 1. As we have prepared interim consolidated financial statements, we have not included information on the trends in the Company's key management indicators.

2. The above indicators are based on the interim consolidated financial statements and consolidated financial statements prepared in accordance with International Financial Reporting Standards (Hereinafter, "IFRS Accounting Standards.").

3. Diluted earnings per share for the interim (current) period in the 63rd and 64th term are the same as basic earnings per share for the interim (current) period, as there are no potential shares with a dilutive effect.

4. Business profit = (Revenue - Cost of sales - Selling, general and administrative expenses).
Business profit is not defined by IFRS Accounting Standards.

2 【Description of Business】

During the current interim consolidated fiscal year, there were no significant changes in the nature of the businesses conducted by the Group (the Company and its affiliated companies).

Effective from the current interim consolidated fiscal year, the classification of reportable segments has been changed due to changes in major affiliated companies. For details, please refer to "IV. Financial Information, 1: Interim Consolidated Financial Statements, Notes to Interim Consolidated Financial Statements, 5: Segment Information" (1) Reportable Segments. The changes in major affiliated companies are as follows.

(Seagrass Holdco Pty Ltd.)

During the current interim consolidated fiscal year, Seagrass Holdco Pty Ltd. was included in the scope of consolidation due to the acquisition of its shares.

II 【BUSINESS OVERVIEW】

1 【Business Risks】

During the current interim consolidated fiscal year, there have been no new business risks, nor any significant changes to the business risks disclosed in the annual securities report for the previous fiscal year.

2 【Management's Analysis on the Company's Financial Position, Operating Results and Cash Flows】

Matters concerning the future in this document are based on judgments made as of the end of the interim consolidated fiscal year.

(1) Financial Position and Operating Results

(i) Financial Position

Total assets at the end of the interim consolidated fiscal year under review increased by 24,339 million yen compared to the end of the previous consolidated fiscal year, reaching 336,565 million yen. This was primarily due to increases in goodwill of 26,692 million yen, property, plant, and equipment of 6,233 million yen, and right-of-use assets of 3,108 million yen, despite decreases in cash and cash equivalents of 11,412 million yen and trade and other receivables of 2,536 million yen.

Total liabilities increased by 23,884 million yen compared to the end of the previous consolidated fiscal year, reaching 249,001 million yen. This was primarily due to an increase of 16,229 million yen in bonds and borrowings and an increase of 4,902 million yen in lease liabilities.

Total equity increased by 455 million yen compared to the end of the previous consolidated fiscal year, reaching 87,563 million yen. This was primarily due to a 262 million yen increase in retained earnings and a 222 million yen increase in non-controlling interests.

(ii) Operating Results

During the interim consolidated fiscal year under review, uncertainty in Japan's economy decreased following the tentative agreement on Japan-U.S. tariff negotiations, and excessively pessimistic views receded. Consequently, corporate sentiment, particularly among large companies, continued its gradual recovery. Meanwhile, the global economy remains uncertain, affected by the prolonged slowdown in China's economy and the ongoing rise in geopolitical risks in Europe and the Middle East.

The food service industry continues to be affected by prolonged inflation and rising costs due to chronic labor shortages.

While wage income has improved, it has not kept pace with price trends, resulting in negative real wages. This has led to a pronounced trend of “selective spending,” where consumers carefully balance savings and luxury purchases.

Amidst these circumstances, our Group is striving to build brands that consumers choose, while also working to enhance our corporate value over the medium to long term based on our mid-term management plan, “COLOWIDE Vision 2030.”

For our domestic food service business, we enhanced value through diverse dining experiences featuring seasonal limited time menus, while also implementing various campaigns, particularly during the summer vacation period. At “Gyu-Kaku”, the limited-time “All-You-Can-Eat for Students” promotion was well-received and has now become a regular weekday menu item. Additionally, the “Summer Yakiniku Festival,” where popular items like Kuroge Wagyu Kalbi were half-price no matter how many plates were ordered, was enjoyed by many customers, including families.

“Kappa Sushi” launched the second installment of its new TV commercial “Kappa’s Challenge ACTION” in July, spotlighting the “passion poured into our signature items.” This campaign, combined with promotions like the

“110-Yen Perfection Festival” offering carefully selected ingredients starting at 110 yen per plate (tax included), appealed to

customers on both price and value. At new locations of “NIGIRI-NO-TOKUBE”, a gourmet conveyor-belt sushi chain primarily operating in the Tokai region including Aichi and Gifu, performances like the “Tuna Dissection Show” featuring bluefin tuna and fresh fish have been well-received.

“OOTOYA” has implemented seasonal menus featuring fresh ingredients and a collaborative project titled “Summer Workout Meals” with a fitness-focused YouTuber to boost customer traffic and average spending.

Furthermore, expansion into the Kansai region and nationwide roadside locations is progressing smoothly. In our dessert business, our popular product ‘Goyotei Cheesecake (Premium Cheesecake)’ was awarded the “OMOTENASHI Selection 2025 1st Session” prize and simultaneously received the “Post Office Online Shop Award”. Through these recognitions, the awareness and value of the “CHEESE GARDEN” brand have been further enhanced.

Regarding our overseas food service business, we are vigorously pursuing both enhancing the profitability of existing operations and opening new stores. In the Middle East region, we expanded the opening of “GYU BOSS,” the food court format of “Gyu-Kaku.” In ASEAN, we focused on opening new “Gyu-Kaku” stores in Indonesia. We are accelerating preparations to ensure steady new store openings in the second half as well.

Regarding catering service business, we are advancing organizational realignment and operational refinement centered on Nifs Co., Ltd., aiming to enhance profitability through menu revisions and loss management. Furthermore, for nursing care facilities and hospitals, we are developing new competitive menus utilizing products from our Group’s restaurant brands and combining fully prepared items with handmade components, thereby elevating the user experience. As of the end of September, the number of contracted locations stands at 520, reflecting progress in contract reviews and new location development.

As part of our sustainability initiatives, we are actively pursuing certification under the JFS Standard, which certifies food safety management practices. Heartful Dining Co., Ltd., a key player in our catering business, has obtained certification under the “JFS Standard for Food Service Multi-site.” This marks the first instance of such certification among catering service operators nationwide. Furthermore, we have established a comprehensive partnership agreement with Natori-shi, Miyagi-ken, advancing collaboration to address social challenges such as disaster response and regional revitalization.

Regarding store openings and closings, we advanced new store openings for diverse brands such as “Gyu-Kaku Yakiniku Shokudo,” “Tonkatsu Kagurazaka SAKURA,” and “OOTOYA” within our domestic food service business. In our overseas food service business, we opened new locations for “Gyu-Kaku” and its derivative formats. As a result, we opened a total of 51 stores: 46 directly managed restaurant formats and 5 directly managed izakaya formats.

Conversely, we closed a total of 32 stores: 25 directly managed restaurant formats and 7 directly managed izakaya formats. Furthermore, with the addition of 19 directly managed stores from Seagrass Holdco Pty Ltd., which became a consolidated subsidiary in June 2025, the number of directly managed stores at the end of the interim consolidated fiscal year under review was 1,462, and the total number of stores, including franchise stores, was 2,587.

As a result of advancing the above initiatives, consolidated financial results for the interim consolidated fiscal year under review were as follows: revenue of 141,467 million yen, business profit of 5,406 million yen, IFRS operating profit of 5,121 million yen, interim profit of 1,786 million yen, and interim profit attributable to owners of parent of 1,318 million yen.

(Note) Business profit = Revenue – Cost of sales – Selling, general and administrative expenses.

Business profit is not an indicator defined under IFRS accounting standards.

The Group's financial results by segment are as follows.

a. COLOWIDE MD Co., Ltd.

COLOWIDE MD Co., Ltd. operates in all aspects of merchandising for various food products, including product development, procurement, manufacturing, and logistics.

For the current interim consolidated fiscal year, revenue was 49,064 million yen (46,717 million yen in the same period last year), business profit was 2,509 million yen (1,889 million yen in the same period last year), and operating profit was 2,538 million yen (1,646 million yen in the same period last year).

b. ATOM CORPORATION

ATOM CORPORATION operates directly managed restaurants under brands such as "Steak MIYA," "NIGIRI-NO-TOKUBE," and "KALUBI TAISHO," and conducts franchise headquarters operations.

For the current interim consolidated fiscal year, revenue was 15,010 million yen (18,204 million yen in the same period last year), business loss was 104 million yen (business profit of 178 million yen in the same period last year), and operating loss was 156 million yen (operating profit of 181 million yen in the same period last year).

Regarding store policy, we opened one new directly managed store and closed one directly managed store. As of the end of the interim consolidated fiscal year under review, the total number of stores was 248 (238 directly managed stores and 10 franchise stores).

c. REINS international inc.

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

For the current interim consolidated fiscal year, revenue was 43,366 million yen (46,036 million yen in the same period last year), business profit was 2,251 million yen (2,896 million yen in the same period last year), and operating profit was 1,920 million yen (2,840 million yen in the same period last year).

Regarding store policy, we opened 54 new stores (18 franchise stores and 36 directly managed stores) and converted 17 franchise restaurant stores and 2 franchise izakaya stores to direct management. Conversely, we closed 79 stores (58 franchise stores and 21 directly managed stores) and converted 7 directly managed restaurant stores to franchise stores. As a result, the number of stores at the end of the interim consolidated fiscal year under review stands at 1,318 stores (836 franchise stores and 482 directly managed stores).

d. KAPPA-CREATE CO., LTD.

KAPPA-CREATE CO., LTD. operates directly managed restaurants such as "Kappa Sushi" in Japan and overseas, and conducts Delicatessen business including sushi and prepared bread.

For the current interim consolidated fiscal year, revenue was 37,049 million yen (36,965 million yen in the same period last year), business profit was 808 million yen (541 million yen in the same period last year), and operating profit was 850 million yen (586 million yen in the same period last year).

Regarding store policy, one new store was opened, bringing the total number of directly managed stores to 308 at the end of the interim consolidated fiscal year under review.

e. OOTOYA Holdings co., Ltd.

OOTOYA Holdings Co., Ltd. operates directly managed restaurants under the “OOTOYA GOHAN-DOKORO” brand and other restaurant formats in Japan and overseas, and conducts franchise headquarters operations.

For the current interim consolidated fiscal year, revenue was 17,752 million yen (15,062 million yen in the same period last year), business profit was 845 million yen (745 million yen in the same period last year), and operating profit was 958 million yen (756 million yen in the same period last year).

Regarding store policy, we opened 15 new stores (8 directly managed and 7 franchise stores) and converted one franchise restaurant format store to direct management. Meanwhile, we closed 8 stores (4 directly managed and 4 franchise stores) and converted one directly managed restaurant format store to franchise operation. As a result, the number of stores at the end of the interim consolidated fiscal year under review stands at 441 stores (162 directly managed and 279 franchise stores).

f. Seagrass Holdco Pty Ltd.

Seagrass Holdco Pty Ltd. operates a steak restaurant chain in the Oceania region and elsewhere.

For the current interim consolidated fiscal year, revenue was 6,762 million yen, business profit was 896 million yen, and operating profit was 904 million yen.

Regarding store policy, the number of directly managed stores at the end of the current interim consolidated fiscal year was 19.

g. Others

Other operations include planning, operation, and maintenance of IT systems and call center administration at WORLD PICOM CORPORATION; manufacturing and sales of fresh confections, baked goods, and chocolate (including fresh Nama-Choco Ganash) at Silsmaria Co., Ltd.; manufacturing and sales of Western-style confections at N Baton Company, Ltd. and its consolidated subsidiaries; administrative processing at cocot co., Ltd.; restaurant operations at Colowide Dining Co., Ltd., restaurant operations at WP Japan Co., Ltd., restaurant operations and franchise business operations at Bay Foodfactory Co., Ltd., catering service business operations at Nifs Co., Ltd. and its consolidated subsidiaries, catering service business operations at Heartful Dining Co., Ltd., franchise business operations at Future Link Co., Ltd., and labor-related operations at Colowide Support Center Co., Ltd.

For the current interim consolidated fiscal year, revenue was 22,176 million yen (19,017 million yen in the same period last year), business profit was 181 million yen (business loss of 563 million yen in the same period last year), and operating profit was 400 million yen (operating loss of 604 million yen in the same period last year).

(Note) For segment information, please refer to

“Notes to the Interim Consolidated Financial Statements 5. Segment Information.”

(2) Cash Flows

Cash and cash equivalents at the end of the interim consolidated fiscal year under review amounted to 60,125 million yen, a decrease of 11,412 million yen compared to the end of the previous consolidated fiscal year. This resulted from cash flows from operating activities of 13,896 million yen, cash flows from investing activities of (25,190) million yen, cash flows from financing activities of (35) million yen, and a translation adjustment on cash and cash equivalents of (82) million yen.

Cash flows from operating activities primarily consist of pre-tax interim profit, depreciation and amortization.

Cash flows from investing activities primarily consist of expenditures for the acquisition of consolidated subsidiaries and expenditures for the acquisition of property, plant, and equipment.

Cash flows from financing activities primarily consists of the net increase/decrease in short-term borrowings, expenditures for repayment of long-term borrowings, and expenditures for repayment of lease liabilities.

(3) Management Policies and Strategies

There were no significant changes to the management policies and strategies established by our Group during the interim consolidated fiscal year under review.

(4) Business and Financial Challenges to be Addressed

There were no significant changes in the challenges that the Group must address during the current interim consolidated fiscal year.

(5) Research and Development

Not applicable.

3 【Material Contracts】

(Regarding the Loan Agreement)

The Company has entered into a loan agreement with Aozora Bank, Ltd., as the lender for the purpose of refinancing M&A funds.

Contract date	August 29, 2025
Balance as of the end of the period	3,000 million yen
Repayment date	August 30, 2030
Collateral	Common shares of OOTOYA Holdings Co., Ltd. held by COLOWIDE Co., Ltd.

Details of the special provisions

- (1) The borrower shall not report operating profit (based on IFRS accounting standards) in the consolidated statement of income for two consecutive fiscal years ending on each fiscal year-end after the fiscal year ending March 2026. Note that the first assessment date shall include the fiscal year ended March 2025.
- (2) The borrower shall maintain the amount of total equity (based on IFRS accounting standards) in the consolidated statement of financial position at each fiscal year-end and interim period-end following the fiscal year-end ending March 2026 at 80% or more of the amount of net assets in the consolidated statement of balance sheet at the fiscal year-end ended March 2014.
- (3) The borrower shall maintain the ratio of net interest-bearing debt on the consolidated statement of financial position to revenue on the statement of income (based on IFRS accounting standards) at or below 10/12 at the end of each fiscal year following the fiscal year ending March 2026. For the purposes of this clause, net interest-bearing debt means the aggregate amount of the following items on the statement of financial position: long-term borrowings (including those due within one year), short-term borrowings, commercial paper, bonds (including those due within one year), convertible bonds (including those due within one year), bonds with warrants (including those due within one year), and bonds with share subscription rights (including those due within one year), less cash and deposits.

III 【INFORMATION ON THE COMPANY】

1 【Information on the Company's Share etc.】

(1) Total Number of Shares, etc.

(i) Total number of shares

Class	Total number of shares authorized to be issued (shares)
Common share	112,999,820
Preferred share	30
Second series preferred share	50
Third series preferred share	100
Total	113,000,000

(ii) Issued shares

Class of shares	As of the End of Interim Period Number of Shares Issued (September 30, 2025)	As of the Filing Date Number of Shares Issued (November 14, 2025)	Name of listed financial instruments exchange	Description
Common share	106,453,541	106,453,541	Tokyo Stock Exchange Prime section	Number of shares per unit 100 shares (Note 1)
Preferred share	30	30	Unlisted	Number of shares per unit 1 share (Note 2)
Second series preferred share	30	30	Unlisted	Number of shares per unit 1 share (Note 3)
Third series preferred share	90	90	Unlisted	Number of shares per unit 1 share (Note 4)
Total	106,453,691	106,453,691	-	-

(Note 1) 29,500 shares out of issued shares were contributed in-kind (monetary compensation claims of 60 million yen).

(Note 2) To diversify options for flexible and agile fundraising and enable the implementation of appropriate capital policies, the terms of the preferred shares, which differ from those of common shares as stipulated in Article 108, Paragraph 1, Item 3 of the Companies Act, are as follows. The number of shares constituting one trading unit is one share.

1. Dividends for preferred share

(1) Amount of dividend of preferred share

The Company shall pay dividends of surplus to the holders of common share (the "common shareholders") or registered pledgees of common share (the "common registered share pledgees") (hereinafter referred to as the "Year-end Dividend") only when the Company pays dividends of surplus to the holders of preferred share (the "preferred shareholders") or registered pledgees of preferred share (the "preferred registered share pledgees"). In the event that the Company pays a dividend of surplus to the holders of preferred shares (the "Preferred Shareholders") or registered share pledgees of the preferred shares (the "preferred registered share pledgees"), the Company shall pay a dividend of surplus to the holders of common shares, common registered share pledgees, shareholders holding the second series of preferred shares (the "Second series preferred shareholders"), registered share pledgees of the second series of preferred shares (the "Second series preferred registered share pledgees"), shareholders holding the Third series of preferred shares (the "Third series preferred shareholders") or registered share pledgees of the Third series (hereinafter referred to as the "Preferred Dividend") in an amount calculated in accordance with the following formula (calculated to the first decimal place and rounded off to the first decimal place) per share of the Preferred Share.

For fiscal years beginning on or after April 1, 2009

Preferred dividend = 100,000,000yen x (Japanese Yen TIBOR + 3.00%)

"Japanese Yen TIBOR" means the figure published by the Japanese Bankers Association as the 6-month Japanese Yen Tokyo Inter-Bank Offered Rate (Japanese Yen TIBOR) at 11:00 a.m. on the first day of the fiscal year relating to the preferred dividend (if such day is a bank holiday, the immediately preceding bank business day). However, if the 6-month Tokyo Interbank Offered Rate for Japanese Yen at 11:00 a.m. (TIBOR) is not published on the above date, the 6-month Euroyen LIBOR at 11:00 a.m. London time on the same day (or, if that day is a bank holiday, on the immediately preceding bank business day), or a figure recognized as equivalent thereto, shall be used. The Japanese Yen LIBOR shall be the figure published by the British Bankers Association as the London Inter-Bank Offered Rate (6-month Euroyen LIBOR (360-day basis)) or the figure deemed equivalent thereto.

(2) Preferred interim dividend

When the Company pays interim dividends to common shareholders or common registered share pledgees, it shall pay to preferred shareholders or preferred registered share pledgees an amount of money equivalent to one-half of the preferred dividend per preferred share (the "Preferred Interim Dividend") before common shareholders, common registered share pledgees, Second series preferred shareholders, Second series preferred registered share pledgees, Third series preferred shareholders or Third series preferred registered share pledgees. The Company shall pay an amount of money equivalent to one-half of the preferred dividend per preferred share (hereinafter referred to as the "Preferred Interim Dividend") prior to the payment of the Preferred Interim Dividend.

In the event that preferred interim dividends have been paid, the payment of preferred dividends shall be made after deducting the preferred interim dividends.

(3) Non-cumulative clause

Even if the amount of dividends paid to preferred shareholders or preferred registered share pledgees in a given fiscal year does not reach the amount of preferred dividends, such shortfall shall not be accumulated in the following fiscal years and thereafter.

(4) Non-participation clause

No dividend in excess of the preferred dividend shall be paid to preferred shareholders or preferred registered share pledgees.

- | | |
|---|--|
| 2. Distribution of residual assets | In the event of distribution of the residual assets of the Company, the Company shall, prior to the common shareholders, common registered share pledgees, Second series preferred shareholders, Second series registered preferred share pledgees, Third series preferred shareholders or Third series registered preferred share pledgees, pay to each preferred shareholder or preferred registered share pledgee an amount of 100,000,000yen per share of preferred share plus an amount equivalent to the transitional preferred dividend provided in Paragraph 3 of this Article. No other distribution of residual assets shall be made to preferred shareholders or preferred registered share pledgees. |
| 3. Amount equivalent to transitional preferred dividend | The amount equivalent to the elapsed preferred dividend per share of preferred share shall be the amount calculated for the preferred dividend for the fiscal year in which the residual assets are to be distributed by dividing one year by 365 days and by the actual number of days from the first day of the fiscal year in which the residual assets are to be distributed to the day on which the residual assets are distributed (including both days), pro-rated (rounded to the nearest yen to be calculated to the first decimal place and rounded off to the first decimal place). However, if preferred interim dividends have been paid to preferred shareholders or preferred registered share pledgees in the fiscal year that includes the distribution date, the amount of such dividends shall be deducted. |
| 4. Voting rights | Preferred shareholders shall not have voting rights at general meetings of shareholders. |
| 5. Purchases, etc. | <p>The Company may at any time purchase only preferred shares separately from other classes of shares.</p> <p>A preferred shareholder may not make a request under Article 160, Paragraph 3 of the Companies Act with respect to purchases relating to other classes of shares, and the Company shall not be required to include in the notice of convocation under Paragraph 2 of the said Article with respect to claims relating to preferred shareholders.</p> |
| 6. Warrants for new shares, etc. | The Company shall not grant preferred shareholders the right to subscribe for new shares or subscription rights to shares or bonds with subscription rights to shares. |
| 7. Share split or consolidation | The Company will not carry out any share split or consolidation of the preferred shares. |

8. Request for acquisition

Preferred shareholders may request the Company to acquire all or part of their preferred shares in accordance with the following provisions.

(1) On and after April 1, 2009, preferred shareholders may request the Company to acquire all or part of their preferred shares within one month from the day following the last day of each fiscal year (hereinafter referred to as "request period"), to the extent legally possible, only with the approval of the Company's Board of Directors.

(2) In the event that the Company's Board of Directors approves a request for acquisition by a preferred shareholder, the Company shall, upon receipt of a request as set forth in (1) above from a preferred shareholder, within two months from the conclusion of the ordinary general meeting of shareholders for the fiscal year immediately preceding the fiscal year in which the request period falls, deliver to the preferred shareholder in exchange for acquisition a cash payment of 100,000,000 yen per share of preferred share plus an amount equivalent to the amount of the transitional preferred dividend.

(3) The amount equivalent to the transitional preferred dividend stipulated in (2) above shall be the amount calculated by dividing the preferred dividend for the fiscal year in which the acquisition is made by the actual number of days from the first day of the fiscal year that includes the date of acquisition to the date of acquisition (including both days), with one year being 365 days (calculated to the first decimal place and then rounded to the nearest yen).

(4) The request set forth in (1) above shall be limited to the amount of the distributable profit as of the end of the fiscal year immediately preceding the fiscal year to which the request period belongs, less the amount decided to be distributed or paid out of the distributable profit at the ordinary general meeting of shareholders for the fiscal year immediately preceding the fiscal year to which the request period belongs and the total of the amounts already acquired or decided to be acquired during the fiscal year to which the request period belongs (hereinafter referred to as the "Maximum Amount"). In the event that the amount of the claim exceeds the limit, the amount shall be determined by lottery or other methods

9. Acquisition Clause

The Company may, at any time, acquire all or part of the preferred shares up to the amount of earnings available for dividends as of the end of the fiscal year immediately preceding the fiscal year in which the acquisition date falls, for a consideration of 100,000,000 yen per share of preferred share plus an amount equivalent to the amount of the transitional preferred dividend. In the event that a portion of the preferred shares are to be acquired, such acquisition shall be made by lottery or other method. The amount equivalent to the transitional preferred dividend provided for above shall be the amount calculated by dividing one year by 365 days with respect to the preferred dividend for the fiscal year to which the acquisition date belongs by the actual number of days from the first day of the fiscal year to which the acquisition date belongs (including that date) (calculated to the first decimal place and rounded to the nearest yen).

10. Existence or non-existence of provisions in the Articles of Incorporation as stipulated in Article 322, Paragraph 2 of the Companies Act

There are no provisions in the Articles of Incorporation as stipulated in Article 322, Paragraph 2 of the Companies Act.

11. Reasons for not having voting rights

This is due to consideration of the impact on existing shareholders when increasing capital.

(Note 3) The details of the Second series of preferred shares are as follows.

1. Dividends for Second series preferred share

(1) Second series preferred dividend amount

The Company shall pay to the Second series preferred shareholders or the Second series registered preferred share pledgees an amount of money (hereinafter referred to as the "Second series preferred dividend") calculated in accordance with the following formula per share of the Second series preferred shares (calculated to the first decimal place and rounded to the nearest yen) only when the Company pays year-end dividends to the common shareholders or common registered share pledgees, and prior to the common shareholders, common registered share pledgees, Third series preferred shareholders or Third series registered referred share pledgees.

For fiscal years beginning on or after April 1, 2011

Second series preferred dividend = 100,000,000yen x (Japanese Yen TIBOR + 3.5%)

"Japanese Yen TIBOR" means the figure published by the Japanese Bankers Association as the 6-month Tokyo Inter-Bank Offered Rate for Japanese Yen (Japanese Yen TIBOR) at 11:00 a.m. on the first day of the fiscal year relating to the Second Preferred Dividend (if such day is a bank holiday, the immediately preceding bank business day). However, if the 6-month Tokyo Interbank Offered Rate for Japanese Yen at 11:00 a.m. (TIBOR) is not published on the above date, the 6-month Euroyen LIBOR at 11:00 a.m. London time on the same day (or, if that day is a bank holiday, on the immediately preceding bank business day), or a figure recognized as equivalent thereto, shall be used. The Japanese Yen LIBOR shall be the figure published by the British Bankers Association as the London Inter-Bank Offered Rate (6-month Euroyen LIBOR (360-day basis)) or the figure deemed equivalent thereto.

(2) Second series preferred interim dividend amount

When the Company pays interim dividends to common shareholders or common registered share pledgees, it shall pay to the Second series preferred shareholders or Second series preferred registered share pledgees an amount of money equivalent to one-half of the Second series preferred dividend per share of the Second series preferred shares (the "Second series preferred interim dividend") prior to common shareholders, common registered share pledgees, Third series preferred shareholders or Third series preferred registered share pledgees.

In the event that the Second series preferred interim dividend is paid, the payment of the Second series preferred dividend shall be made after deducting the Second series preferred interim dividend.

(3) Non-cumulative clause

Even if the amount of dividends to be paid to the Second series preferred shareholders or the Second series preferred registered share pledgees in a given fiscal year does not reach the amount of the Second series preferred dividends, such shortfall shall not be accumulated in the following fiscal years and thereafter.

(4) Non-participation clause

No dividend in excess of the Second series preferred dividend shall be paid to the Second series preferred shareholders or the Second series preferred registered share pledgees.

- | | |
|---|--|
| 2. Distribution of residual assets | <p>In the event of distribution of the residual assets of the Company, the Company shall pay to the Second series preferred shareholders or the Second series registered preferred share pledgees, prior to the common shareholders, common registered share pledgees, Third series preferred shareholders or Third series registered preferred share pledgees, an amount equal to 100,000,000 yen per share of the Second series preferred shares plus the amount equivalent to the Second series transitional preferred dividend provided in Paragraph 3 of this Article.</p> <p>No distribution of residual assets other than the above will be made to the Second series preferred shareholders or the Second series registered preferred share pledgees.</p> |
| 3. Amount equivalent to the Second series transitional preferred dividend | <p>The amount equivalent to the Second series transitional preferred dividend per share of Second series preferred share shall be calculated by dividing the amount of the Second series preferred dividend for the fiscal year in which the residual assets are to be distributed by the actual number of days from the first day of the fiscal year in which the residual assets are to be distributed to the day on which the residual assets are distributed (including both days), where one year shall be 365 days. (The amount calculated to the first decimal place and rounded off to the first decimal place.)</p> <p>However, in the event that the Second series preferred interim dividend has been paid to the Second series preferred shareholders or the Second series preferred registered share pledgees in the fiscal year that includes the distribution date, the amount of the Second series preferred interim dividend shall be deducted from the amount equivalent to the Second series transitional preferred dividend.</p> |
| 4. Voting rights | <p>The Second series preferred shareholders shall not have voting rights at the General Meeting of Shareholders.</p> |
| 5. Purchases, etc. | <p>The Company may at any time purchase only the Second series preferred share, separately from any other class of share.</p> <p>The Second series preferred shareholders may not make a request under Article 160, Paragraph 3 of the Companies Act with respect to the purchase of other types of shares, and the notice of convocation under Paragraph 2 of the same Article with respect to the right to make a request with respect to the Second series preferred shareholders shall not be required to be included in the notice of convocation.</p> |
| 6. Warrants, etc. | <p>The Company shall not grant to the Second series preferred shareholders any right to subscribe for new shares or any right to subscribe for new shares or bonds with subscription rights.</p> |
| 7. Share split or consolidation | <p>The Company will not conduct a share split or consolidation of the Second series preferred shares.</p> |

8. Request for Acquisition

(1) On and after April 1, 2011, the Second series preferred shareholders may, only with the approval of the Board of Directors of the Company, to the extent legally possible, request the Company to acquire all or part of their Second series preferred shares in exchange for an amount of 100,000,000 yen per share of Second series preferred shares plus an amount equivalent to the Second series transitional preferred dividends.

(2) The amount equivalent to the Second series transitional preferred dividend stipulated in (1) above shall be the amount of the Second series transitional preferred dividend for the fiscal year in which the acquisition is made, calculated on a pro-rata basis (calculated to the first decimal place and rounded to the nearest yen), where one year is 365 days and the actual number of days from the first day of the fiscal year that includes the date of acquisition to the effective date of acquisition (including both days).

(3) The acquisition request set forth in (1) above shall be made within the limit of the total of the amount of distributable profit as of the end of the fiscal year immediately preceding the fiscal year in which the effective date of the acquisition falls, less the amount decided to be distributed or paid out of distributable profit at the ordinary general meeting of shareholders relating to the immediately preceding fiscal year and the amount already acquired or decided to be acquired in the fiscal year in which the effective date of the acquisition falls (the "Maximum Amount"). If the amount exceeds the limit, the amount shall be determined by lottery or other methods.

9. Acquisition Clause

(1) The Company may, on a date separately determined by a resolution of the Board of Directors, acquire all or part of the Second Series Preferred Share in exchange for an amount equal to 100,000,000 yen per share of Second Series Preferred Share plus an amount equivalent to the second transitional preferred dividend.

(2) Partial acquisitions shall be made by lottery or other methods.

(3) The amount equivalent to the second transitional preferred dividend stipulated in (1) above shall be the amount calculated by dividing the second preferred dividend for the fiscal year that includes the acquisition date by the actual number of days from the first day of the fiscal year that includes the acquisition date to the day when the acquisition is made (including both days), where one year is 365 days (calculated to one decimal place and rounded to the nearest yen). (The amount shall be calculated to the first decimal place and rounded off to the first decimal place.

(4) The acquisition set forth in (1) above shall be limited to the amount of the distributable profit as of the end of the fiscal year immediately preceding the fiscal year in which the effective date of the acquisition falls, less the sum of the amount determined to be distributed or paid out of the distributable profit at the ordinary general meeting of shareholders for the immediately preceding fiscal year and the amount already paid out or determined to be paid out in the fiscal year in which the acquisition takes effect. The maximum amount of the acquisition shall be the sum of the amount that has already been distributed or determined to be distributed out of the distributable profit at the ordinary general meeting of shareholders for the immediately preceding fiscal year and the amount that has already been distributed or determined to be paid out of the distributable profit during the fiscal year in which the acquisition takes effect (including the amount to be delivered in exchange for the acquisition of other types of shares) (hereinafter referred to as "Maximum Amount").

10. Existence or non-existence of provisions in the Articles of Incorporation as stipulated in Article 322, Paragraph 2 of the Companies Act

There are no provisions in the Articles of Incorporation as stipulated in Article 322, Paragraph 2 of the Companies Act.

11. Reasons for not having voting rights

This is due to consideration of the impact on existing shareholders when increasing capital.

(Note 4) The details of the Third series preferred shares are as follows.

1. Third series preferred dividend

(1) Third series preferred dividend amount

Only when the Company pays a year-end dividend to the common shareholders or registered pledgees of the common shares, the Company shall pay to the Third series preferred shareholders or registered pledgees of the Third series preferred shares, prior to the common shareholders or registered pledgees of the common shares, an amount of money calculated in accordance with the following formula per share of the Third series preferred shares (calculated to the first decimal place and rounded to the nearest yen, the Company shall pay to each registered share pledgee of the Third series preferred shares an amount of money (hereinafter referred to as the "Third series preferred dividend") calculated in accordance with the following formula (calculated to the first decimal place and rounded to the nearest yen)

Third series preferred dividend = 100,000,000 yen × 3.5%

(2) Amount of the Third series preferred interim dividend	<p>When the Company pays interim dividends to common shareholders or common registered share pledgees, it shall pay to the Third series preferred shareholders or the Third series preferred registered share pledgees an amount of money equivalent to one half of the Third series preferred dividend per share (hereinafter referred to as the "Third series preferred interim dividend") prior to common shareholders or common registered share pledgees.</p> <p>In the event that the Third series preferred interim dividend is paid, the payment of the Third series preferred dividend shall be the amount deducting the Third series preferred interim dividend.</p>
(3) Non-cumulative clause	<p>Even if the amount of dividends paid to the Third series preferred shareholders or the Third series registered preferred share pledgees in a given fiscal year does not reach the amount of the Third series preferred dividends, such shortfall shall not be accumulated for the following fiscal years and thereafter.</p>
(4) Non-participation clause	<p>No dividend in excess of the Third series preferred dividend shall be paid to the Third series preferred shareholders or the Third series preferred registered share pledgees.</p>
2. Distribution of residual assets	<p>In the event of distribution of the residual assets of the Company, the Company shall pay to the Third series preferred shareholders or the Third series registered preferred share pledgees, prior to the common shareholders or the common registered share pledgees, an amount equal to 100,000,000 yen per share of the Third series preferred shares, plus the amount equivalent to the Third series transitional preferred dividend provided in paragraph 3.</p> <p>In addition to the above, no distribution of residual assets will be made to the Third series preferred shareholders or the Third series registered preferred share pledgees.</p>
3. Amount equivalent to the Third series transitional preferred dividend	<p>The amount equivalent to the Third series preferred dividend per share of Third series preferred share shall be calculated by dividing the amount of the Third series preferred dividend for the fiscal year in which the residual assets are to be distributed by the actual number of days from the first day of the fiscal year in which the residual assets are to be distributed to the day on which the residual assets are distributed (including the same day), with one year being 365 days. The amount calculated to the first decimal place and rounded off to the first decimal place. However, in the event that the Third series preferred interim dividend has been paid to the Third series preferred shareholders or the Third series preferred registered share pledgees in the fiscal year that includes the distribution date, the amount of the Third series preferred interim dividend shall be deducted from the amount equivalent to the Third series transitional preferred dividend.</p>
4. Voting rights	<p>The Third series preferred shareholders shall not have voting rights at the General Meeting of Shareholders.</p>
5. Purchases, etc.	<p>The Company may at any time purchase only the Third series preferred shares separately from other classes of shares.</p> <p>The Third series preferred shareholders may not make a request under Article 160, Paragraph 3 of the Companies Act with respect to the purchase of any other class of shares, and need not include the notice of convocation under Paragraph 2 of the said Article with respect to the right to make a request with respect to the Third series preferred shareholders.</p>
6. Warrants, etc.	<p>The Company shall not grant to the Third series preferred shareholders any right to subscribe for new shares or any right to subscribe for new shares or bonds with subscription rights.</p>

7. Share split or consolidation

The Company will not conduct a share split or consolidation of the Third series preferred shares.

8. Request for acquisition

(1) A Third series preferred shareholder may, only with the approval of the Company's Board of Directors and to the extent legally possible, request the Company to acquire all or part of his/her shares of Third series preferred share in exchange for an amount of ¥100,000,000 per share of Third series preferred share plus an amount equivalent to the Third series transitional preferred dividend.

(2) The amount equivalent to the Third series transitional preferred dividend stipulated in (1) above shall be the amount calculated by dividing the Third series transitional preferred dividend for the fiscal year in which the acquisition is made by the actual number of days from the first day of the fiscal year that includes the date of acquisition to the effective date of acquisition (including both days), where one year is 365 days. (The amount shall be calculated to the first decimal place and rounded off to the first decimal place).

(3) The acquisition request specified in (1) shall be limited to the amount of distributable profits as of the last day of the fiscal year immediately preceding the fiscal year in which the effective date of the acquisition falls, minus the total amount of dividends or payments decided upon at the annual shareholders' meeting for that immediately preceding fiscal year from the distributable profits, and the amount already executed or decided upon for acquisition in the fiscal year in which the effective date of the acquisition falls (including the amount of cash delivered in exchange for the acquisition of other types of shares). (hereinafter referred to as the "Limit Amount"). If the amount exceeds the Limit Amount, it shall be determined by lottery or other method.

9. Acquisition Clause

(1) The Company may, on a date separately determined by resolution of the Board of Directors, acquire all or part of the Third series preferred shares in exchange for an amount equal to 100,000,000 yen per share of Third series preferred shares plus an amount equivalent to the Third series transitional preferred dividend.

(2) Partial acquisition shall be conducted by lottery or other methods.

(3) The amount equivalent to the third series transitional preferred dividend stipulated in (1) above shall be the amount calculated by dividing the third series transitional preferred dividend for the fiscal year that includes the acquisition date by the actual number of days from the first day of the fiscal year that includes the acquisition date to the day the acquisition is made (including both days), where one year is 365 days (calculated to one decimal place and rounded to the nearest yen). (The amount shall be calculated to the first decimal place and rounded off to the first decimal place.)

(4) The acquisition set forth in (1) above shall be limited to the amount of the distributable profit as of the end of the fiscal year immediately preceding the fiscal year in which the effective date of the acquisition falls, less the sum of the amount determined to be distributed or paid out of the distributable profit at the ordinary general meeting of shareholders relating to the immediately preceding fiscal year and the amount already paid out in the fiscal year in which the acquisition takes effect.

(2) 【Share Subscription Rights, etc.】

(i) 【Details of stock option plan】

Not applicable.

(ii) 【Status of Other New Share Subscription Rights, etc.】

Not applicable.

(3) 【Status of Exercise of Bonds with Share Subscription Rights with Exercise Price Adjustment Clause, etc.】

Not applicable.

(4) 【Total Number of Shares Issued, Share Capital, etc.】

Date	Changes in the total number of issued shares (shares)	Total number of issued shares (shares)	Changes in share capital (Million yen)	Balance of share capital (Million yen)	Changes in share capital reserve (Million yen)	Balance of share capital reserve (Million yen)
From April 1, 2025 to September 30, 2025	-	Common share 106,453,541 Preferred share 30 Second series preferred share 30 Third series preferred share 90	-	43,814	-	33,532

(5) 【Major Shareholders】

As of September 30, 2025

Name	Address	Number of shares held (shares)	Shareholding ratio (excluding treasury share) (%)
The Master Trust Bank of Japan, Ltd. (Trust Account)	1-8-1 Akasaka, Minato-ku, Tokyo	10,036,000	9.44
Sankurodo Co	2-5 Yoshino-cho, Minami-ku, Yokohama-shi, Kanagawa-ken	5,766,930	5.42
Ryoko Kuroudo	Zushi-shi, Kanagawa-ken	4,062,750	3.82
Masaki Kuroudo	Yokohama-shi, Kanagawa-ken	2,864,617	2.69
Kaneo Kuroudo	Zushi-shi, Kanagawa-ken	2,707,605	2.55
Custody Bank of Japan, Ltd. (Trust Account)	1-8-12 Harumi, Chuo-ku, Tokyo	1,452,600	1.37
Rie Suzuki	Yokohama-shi, Kanagawa-ken	1,094,625	1.03
JP MORGAN CHASE BANK WEST CLIENT-TREATY 385781 (Standing proxy: Mizuho Bank, Ltd. Settlement Services Division)	25 BANK STREET, CANARY WHARF, LONDON, E14 5JP, UNITED KINGDOM (2-15-1 Konan, Minato-ku, Tokyo)	472,457	0.44
Custody bank of Japan, Ltd. (Trust Account 4)	1-8-12 Harumi, Chuo-ku, Tokyo	358,800	0.34
Mizuho Bank, Ltd.	1-5-5 Otemachi, Chiyoda-ku, Tokyo	354,375	0.33
Total	-	29,170,759	27.44

(Note) The above number of shares held by The Master Trust Bank of Japan, Ltd. and Custody Bank of Japan, Ltd. are all related to trust business.

The top 10 shareholders in descending order of the number of voting rights attached to the shares held are as follows.

As of September 30, 2025

Name	Address	Number of voting rights held (units)	Shareholding ratio (%)
The Master Trust Bank of Japan, Ltd. (Trust Account)	1-8-1 Akasaka, Minato-ku, Tokyo	100,360	9.45
Sankurodo Co	2-5 Yoshino-cho, Minami-ku, Yokohama-shi, Kanagawa-ken	57,669	5.43
Ryoko Kuroudo	Zushi-shi, Kanagawa-ken	40,627	3.83
Masaki Kuroudo	Yokohama-shi, Kanagawa-ken	28,646	2.70
Kaneo Kuroudo	Zushi-shi, Kanagawa-ken	27,076	2.55
Custody Bank of Japan, Ltd. (Trust account)	1-8-12 Harumi, Chuo-ku, Tokyo	14,526	1.37
Rie Suzuki	Yokohama-shi, Kanagawa-ken	10,946	1.03
JP MORGAN CHASE BANK 385781 (Standing proxy: Mizuho Bank, Ltd. Settlement Services Division)	25 BANK STREET, CANARY WHARF, LONDON, E14 5JP, UNITED KINGDOM (2-15-1 Konan, Minato-ku, Tokyo)	4,724	0.45
Custody Bank of Japan, Ltd. (Trust account 4)	1-8-12 Harumi, Chuo-ku, Tokyo	3,588	0.34
Mizuho Bank, Ltd.	1-5-5 Otemachi, Chiyoda-ku, Tokyo	3,543	0.33
Total	-	291,705	27.48

(6) 【Voting Rights】

(i) 【Issued shares】

As of September 30, 2025

Category	Number of shares (shares)	Number of voting rights (units)	Description
Non-voting shares	Preferred share 30	-	The details of preferred shares are described on the Note under, "1. Information on the Company's Share, etc. (1) Total number of shares, etc. (i) Issued shares."
	Second series preferred share 30	-	
	Third series preferred share 90	-	
Shares with restricted voting rights (treasury share, etc.)	-	-	-
Shares with restricted voting rights (others)	-	-	-
Shares with full voting rights (treasury shares, etc.)	Common shares 147,400	-	The standard shares without limitations on the shareholders' rights
Shares with full voting rights (others)	Common shares 106,155,300	1,061,553	Same as above
Shares less than one unit	Common shares 150,841	-	Same as above
Total number of issued shares	106,453,691	-	-
Voting rights of all shareholders	-	1,061,553	-

(Note) "Shares with full voting rights (others)" includes 2,400 shares registered in the name of Japan Securities Depository Center, Incorporated.

In addition, "Number of voting rights(units)" includes 24 units of voting rights in relation to Shares with full voting rights (others) in the same name as above.

(ii) 【Treasury shares, etc.】

As of September 30, 2025

Shareholder name	Shareholder address	Number of shares held under own name (shares)	Number of shares held under the names of others (shares)	Total number of shares held (shares)	Number of shares held to total number of issued shares (%)
COLOWIDE Co., Ltd.	2-1 Minatomirai 2-chome, Nishi-ku, Yokohama-shi	147,400	-	147,400	0.14
Total	-	147,400	-	147,400	0.14

2 【Board of Directors】

Not applicable.

IV. 【FINANCIAL INFORMATION】

1. Preparation Method of Interim Consolidated Financial Statements

The Company's interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” (hereinafter referred to as “IAS 34”) pursuant to the provisions of Article 312 of the “Regulations Concerning the Terminology, Formats, and Preparation Methods of Consolidated Financial Statements” (Ministry of Finance Ordinance No. 28 of 1976; hereinafter referred to as the “Consolidated Financial Statements Regulations”).

Furthermore, the Company qualifies as a company listed in the upper column of Item 1 of the table in Article 24-5, Paragraph 1 of the Financial Instruments and Exchange Act and prepares Type 1 interim consolidated financial statements in accordance with the provisions of Part I and Part V of the Consolidated Financial Statements Regulations.

2. Audit attestation

The Company has had its interim consolidated financial statements for the interim consolidated fiscal period (from April 1, 2025 to September 30, 2025) reviewed by Deloitte Touche Tohmatsu LLC in accordance with the provisions of Article 193-2-1 of the Financial Instruments and Exchange Law.

1 【Interim Consolidated Financial Statements】

(1) 【Interim Consolidated Statement of Financial Position】

(Unit: Millions of yen)

	Notes	Previous consolidated fiscal year (March 31, 2025)	Current interim consolidated fiscal year (September 30, 2025)
Assets			
Current assets			
Cash and cash equivalents		71,537	60,125
Trade and other receivables		15,512	12,975
Other financial assets	11	441	388
Inventories		4,349	5,293
Income taxes receivables		342	125
Other current assets		3,451	3,643
Total current assets		95,631	82,549
Non-current assets			
Property, plant and equipment		52,883	59,116
Right-of-use assets		24,690	27,799
Goodwill	6	91,877	118,569
Intangible assets		13,889	13,301
Investment property		386	594
Other financial assets	11	20,433	20,731
Deferred tax assets		12,129	13,334
Other non-current assets		306	572
Total non-current assets		216,595	254,016
Total assets		312,226	336,565

(Unit: Millions of yen)

	Notes	Previous consolidated fiscal year (March 31, 2025)	Current interim consolidated fiscal year (September 30, 2025)
Liabilities and Equity			
Liabilities			
Current liabilities			
Trade and other payable	11	26,665	25,949
Bonds and borrowings	11	33,971	55,135
Lease liabilities		14,770	14,492
Other financial liabilities	11	603	493
Income taxes payable		2,092	1,455
Provisions		4,258	3,926
Contract liabilities		385	506
Other current liabilities		11,030	13,713
Total current liabilities		93,776	115,669
Non-current liabilities			
Trade and other payable	11	5,733	5,698
Bonds and borrowings	11	95,345	90,410
Lease liabilities		19,081	24,261
Other financial liabilities	11	1,041	1,137
Provisions		6,409	6,582
Deferred tax liabilities		2,210	3,892
Contract liabilities		706	593
Other non-current liabilities		817	760
Total non-current liabilities		131,342	133,333
Total liabilities		225,118	249,001
Equity			
Share capital		43,814	43,814
Capital surplus	8	56,576	56,611
Treasury shares	8	(109)	(94)
Other components of equity		178	99
Retained earnings		(22,922)	(22,660)
Total equity attributable to owners of parent		77,537	77,770
Non-controlling interests		9,571	9,793
Total equity		87,108	87,563
Total Liabilities and Equity		312,226	336,565

(2) 【Interim Consolidated Statement of Income】

(Unit: Millions of yen)

	Notes	Previous interim consolidated fiscal year (From April 1, 2024 to September 30, 2024)	Current interim consolidated fiscal year (From April 1, 2025 to September 30, 2025)
Revenue	5,10	132,199	141,467
Cost of sales		55,736	57,452
Gross profit		76,463	84,015
Selling, general & administrative expenses		72,892	78,609
Other operating income		428	502
Other operating expenses		631	787
IFRS Operating profit	5	3,367	5,121
Finance income		453	305
Finance costs		2,061	2,120
Pre-tax interim profit		1,759	3,307
Income tax expenses		495	1,521
Interim profit		1,264	1,786
Interim profit attributable to			
Owners of parent		385	1,318
Non-controlling interests		879	467
Interim profit		1,264	1,786
Interim earnings (losses) per share			
Interim basic earnings (losses) per share (yen)	12	(1.57)	7.13
Interim diluted earnings (losses) per share (yen)	12	(1.57)	7.13
(Note) Reconciliation of Gross Profit to Business Profit			
Gross profit		76,463	84,015
Selling, general & administrative expenses		72,892	78,609
Business profit (*)		3,571	5,406

(*) Business profit = Revenue – Cost of sales – Selling, general & administrative expenses

The Company focuses on business profit as a measure of income from recurring business activities.

Business profit is not a measure as defined by IFRS Accounting Standards.

(3) 【Interim Consolidated Statement of Comprehensive Income】

(Unit: Millions of yen)

	Notes	Previous interim consolidated fiscal year (From April 1, 2024 to September 30, 2024)	Interim consolidated fiscal year under review (From April 1, 2025 to September 30, 2025)
Interim profit		1,264	1,786
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Financial assets measured at fair value through other comprehensive income		(5)	39
Total items that will not be reclassified to profit or loss		(5)	39
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		42	(221)
Cash flow hedges		78	8
Total items that may be reclassified to profit or loss		120	(213)
Other comprehensive income, net of tax		115	(174)
Interim comprehensive income		1,379	1,612
Interim comprehensive income attributable to			
Owners of parent		628	1,239
Non-controlling interests		751	372
Interim comprehensive income		1,379	1,612

(4) 【Interim Consolidated Statement of Changes in Equity】

Previous interim consolidated fiscal year (From April 1, 2024 to September 30, 2024)

(Unit: Millions of yen)

	Notes	Equity attributable to owners of parent				
		Share capital	Capital surplus	Treasury shares	Other components of equity	
					Financial assets measured at fair value through other comprehensive income	Cash flow hedges
Balance as of April 1, 2024		27,905	40,532	(126)	44	(223)
Interim profit		-	-	-	-	-
Other comprehensive income		-	-	-	(1)	76
Interim comprehensive income		-	-	-	(1)	76
Issuance of new shares	8	15,909	15,756	-	-	-
Purchase of treasury shares		-	-	(1)	-	-
Disposal of treasury shares	8	-	36	17	-	-
Dividends	9	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests		-	23	-	-	-
Total transactions and others with owners		15,909	15,815	16	-	-
Balance as of September 30, 2024		43,814	56,348	(109)	44	(147)

	Notes	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 translation of foreign operation	Total other components of equity				
Balance as of April 1, 2024		40	(139)	(23,219)	44,954	9,181	54,135
Interim profit		-	-	385	385	879	1,264
Other comprehensive income		167	243	-	243	(128)	115
Interim comprehensive income		167	243	385	628	751	1,379
Issuance of new shares	8	-	-	-	31,664	-	31,664
Purchase of treasury shares		-	-	-	(1)	-	(1)
Disposal of treasury shares	8	-	-	-	53	-	53
Dividends	9	-	-	(952)	(952)	(141)	(1,094)
Changes in ownership interests of parent due to transactions with non-controlling interests		-	-	-	23	9	32
Total transactions and others with owners		-	-	(952)	30,788	(132)	30,656
Balance as of September 30, 2024		207	104	(23,787)	76,369	9,800	86,169

Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)

(Unit: Millions of yen)

	Notes	Equity attributable to owners of parent				
		Share capital	Capital surplus	Treasury shares	Other components of equity	
					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
Interim profit		-	-	-	-	-
Other comprehensive income		-	-	-	26	(2)
Interim comprehensive income		-	-	-	26	(2)
Purchase of treasury shares		-	-	(0)	-	-
Disposal treasury shares	8	-	29	15	-	-
Dividends	9	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests		-	7	-	-	-
Total transactions and others with owners		-	35	15	-	-
Balance as of September 30, 2025		43,814	56,611	(94)	93	142

	Notes	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 translation of foreign operation	Total other components of equity				
Balance as of April 1, 2025		(33)	178	(22,922)	77,537	9,571	87,108
Interim profit		-	-	1,318	1,318	467	1,786
Other comprehensive income		(103)	(79)	-	(79)	(95)	(174)
Interim comprehensive income		(103)	(79)	1,318	1,239	372	1,612
Purchase of treasury shares		-	-	-	(0)	-	(0)
Disposal of treasury shares	8	-	-	-	44	-	44
Dividends	9	-	-	(1,057)	(1,057)	(161)	(1,217)
Changes in ownership interests of parent due to transactions with non-controlling interests		-	-	-	7	10	17
Total transactions and others with owners		-	-	(1,057)	(1,006)	(151)	(1,157)
Balance as of September 30, 2025		(136)	99	(22,660)	77,770	9,793	87,563

(5) 【Interim Consolidated Statement of Cash Flows】

(Unit: Millions of yen)

	Notes	Previous interim consolidated fiscal year (From April 1, 2024 to September 30, 2024)	Current interim consolidated fiscal year (From April 1, 2025 to September 30, 2025)
Cash flows from operating activities			
Pre-tax interim profit		1,759	3,307
Depreciation and amortization expenses		11,805	12,382
Impairment losses		104	182
Finance income		(453)	(305)
Finance costs		2,061	2,120
Loss (profit) on sale and retirement of non-current assets		82	53
Decrease (increase) in inventories		(59)	(631)
Decrease (increase) in trade and other receivables		1,453	2,848
Increase (decrease) in trade and other payable		(57)	(2,036)
Others		(2,677)	(767)
Sub-total		14,020	17,151
Interests and dividends received		134	191
Interests paid		(1,439)	(1,891)
Income tax refund		76	145
Income tax paid		(1,169)	(1,701)
Cash flows from operating activities		11,622	13,896
Cash flows from investing activities			
Payments into time deposits		(6)	—
Expenditures for purchase of property, plant and equipment		(5,864)	(6,556)
Proceeds from sale of property, plant and equipment		270	344
Expenditures for security and guarantee deposits		(385)	(475)
Proceeds from refund of security and guarantee deposits		498	667
Expenditures for acquisition of consolidated subsidiaries	6	(9,735)	(18,657)
Others		(743)	(513)
Cash flows from investing activities		(15,965)	(25,190)
Cash flows from financing activities			
Net increase (decrease) in short term borrowings		1,114	23,645
Proceeds from long term borrowings		15,200	11,800
Expenditures for repayment of long-term borrowings		(14,245)	(23,263)
Proceeds from issuance of bonds	7	1,464	488
Expenditures for redemption of bonds	7	(4,011)	(3,649)
Expenditures for repayment of lease liabilities		(7,550)	(7,842)
Proceeds from issuance of shares	8	31,665	—
Dividends paid	9	(951)	(1,055)
Dividends paid to non-controlling interests		(141)	(159)
Others		(1)	(0)
Cash flows from financing activities		22,545	(35)
Effect of exchange rate changes on cash and cash equivalents		90	(82)
Net increase (decrease) in cash and cash equivalents		18,292	(11,412)
Cash and cash equivalents at beginning of period		46,307	71,537
Cash and cash equivalents at end of interim period		64,599	60,125

【Notes on Interim Consolidated Financial Statements】

1. Reporting Company

COLOWIDE Co., Ltd. (hereinafter referred to as “the Company”) is a company located in Japan. The address of its registered head office and principal place of business is disclosed on its website (URL: <https://www.colowide.co.jp/>). The interim consolidated financial statements of the Company for the six-month period ended September 30, 2025, comprise the Company and its subsidiaries (hereinafter referred to as “the Group”).

The Group operates a wide range of food service businesses, developing directly managed restaurant chains while also recruiting franchisees, providing operational guidance to franchisees, planning and selling products, and supplying ingredients and other materials.

2. Basis of Preparation

(1) Compliance with IFRS Accountings Standards

The interim consolidated financial statements of the Group are prepared in accordance with IAS 34, as the Group meets the requirements for a “designated IFRS company” under Article 1-2 of the Consolidated Financial Statements Regulations.

As the interim consolidated financial statements do not contain all the information required for annual consolidated financial statements, they should be used in conjunction with the consolidated financial statements for the preceding fiscal year.

These interim consolidated financial statements were approved by Kohei Nojiri, President and Representative Director, on November 14, 2025.

(2) Functional Currency and Presentation Currency

The Group's interim consolidated financial statements are presented in Japanese yen, the Company's functional currency, with amounts rounded to the nearest million yen.

3. Significant Accounting Policies

The significant accounting policies applied in these interim consolidated financial statements are the same as those applied in the consolidated financial statements for the previous fiscal year, except as noted below.

The Group has applied the following standards from the current interim consolidated fiscal year.

IFRS Accounting Standards		Summary of new/revised
IAS 21	Impact of foreign exchange rate fluctuations	Clarify requirements when a currency is not exchangeable with other currencies

The application of these standards has no impact on the interim consolidated financial statements.

4. Significant Accounting Estimates and Judgments Involving Estimates

The Group uses judgments, estimates, and assumptions in applying accounting policies and determining the amounts of assets, liabilities, revenues, and expenses in preparing the interim consolidated financial statements. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed continuously. The effects of changes in accounting estimates are recognized in the accounting period in which the estimate is changed and in future accounting periods affected.

The judgments and estimates that significantly affect the amounts in the interim consolidated financial statements are the same as those in the consolidated financial statements for the previous fiscal year.

5. Segment Information

(1) Reportable Segments

The Group's reportable segments are components within the Group for which separate financial information is available and which are subject to periodic review by the Board of Directors for the purpose of determining the allocation of management resources and evaluating performance.

During the interim consolidated fiscal year under review, Seagrass Holdco Pty Ltd. was consolidated as a subsidiary, and a new reportable segment was added.

In accordance with the above segment change, segment information for the previous interim consolidated fiscal year has been reclassified and presented according to the new reportable segment categories.

The Group primarily operates directly managed restaurants and franchise businesses. Considering the similarity of business formats and commonality of operations, the Group has designated six segments as reportable segments: "COLOWIDE MD Co., Ltd.," "ATOM CORPORATION," "REINS international inc.," "KAPPA-CREATE CO., LTD.," "OOTOYA Holdings Co., Ltd.," and "Seagrass Holdco Pty Ltd.". In addition, the operating results of the segments include 24 subsidiaries for "REINS international inc.," 4 subsidiaries for "KAPPA-CREATE CO., LTD.," 7 subsidiaries for "OOTOYA Holdings Co., Ltd.," and 39 subsidiaries for "Seagrass Holdco Pty Ltd.".

COLOWIDE MD Co., Ltd. is engaged in overall merchandising of product development, production, procurement, manufacturing, and distribution of various food products, etc.

ATOM CORPORATION operates directly managed restaurants such as "Steak MIYA", "NIGIRI-NO-TOKUBE", "KALUBI TAISHO" as well as franchise headquarter business.

REINS international inc. operates directly managed restaurants and izakaya (Japanese style pubs) such as "Gyu-Kaku", "On-Yasai", "Doma Doma", "Kamadoka", and "FRESHNESS BURGER" in Japan and overseas, as well as engages in the franchise headquarters business.

KAPPA-CREATE CO., LTD. operates directly managed restaurants such as "Kappa Sushi" and delicatessen business such as sushi and prepared bread.

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

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

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

The accounting treatment for reportable segments is consistent with the description in "3. Significant Accounting Policies."

Profit of reportable segments is based on IFRS operating profit.

Inter-segment revenue and transfers are based on prevailing market prices.

(3) Information on revenue, profit or loss, and other items by reportable segments Previous interim consolidated fiscal year
(From April 1, 2024 to September 30, 2024)

(Unit: Millions of yen)

	COLOWIDE MD Co., Ltd.	Reportable segment						Others (Note4)	Total	Adjustments (Note5)	Amounts recorded on consolidate interim financial statements (Note6)
		ATOM CORPORATION	REINS international inc. (Note1)	KAPPA- CREATE CO., LTD. (Note2)	OTOYA Holdings Co., Ltd. (Note3)	Seagrass Holdco Pty Ltd.	Total				
Revenue											
External revenue	1,234	18,203	44,065	36,617	15,026	-	115,146	17,052	132,199	-	132,199
Inter-segment revenue and transfers	45,483	0	1,971	348	36	-	47,838	1,964	49,803	(49,803)	-
Total	46,717	18,204	46,036	36,965	15,062	-	162,985	19,017	182,001	(49,803)	132,199
Segment profit	1,646	181	2,840	586	756	-	6,010	(604)	5,406	(2,038)	3,367
Finance income											453
Finance costs											2,061
Pre-tax interim profit											1,759
Income tax expenses											495
Interim profit											1,264

(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) "OTOYA Holdings" segment includes OTOYA Holdings Co., Ltd. and its consolidated subsidiaries.

(Note4) "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 Silsmania Co., Ltd., Manufacture and sale of Western-style confectionery by Nihon Meika Souhonpo Co., Ltd. and its consolidated subsidiaries, Administrative work at cocot Co., Ltd., Operation of restaurants by Cheers Dining Co., Ltd., Operation of restaurants by WP Japan Co., Ltd., Operation of restaurants and franchise business by Bay Foodfactory Co., Ltd., Catering service business by Dining Yell Co., Ltd., Operation of catering service business by Nifs Co., Ltd. and its consolidated subsidiaries, FC business operation by Future Link Co., Ltd. and labor-related operations by COLOWIDE Support Center Co., Ltd.

(Note5) Adjustments arise from the elimination of inter-segment transactions. The segment profit adjustment of (2,038) million yen includes adjustments for unrealized profits and general and administrative expenses not attributable to reportable segments.

(Note6) Segment profit is reconciled with IFRS operating profit in the consolidated interim statement of income.

Interim consolidated fiscal year under review (From April 1, 2025 to September 30, 2025)

(Unit: Millions of yen)

	Reportable segment							Others (Note5)	Total	Adjustments (Note6)	Amounts recorded on consolidate interim financial statements (Note7)
	COLOWIDE MD Co., Ltd.	ATOM CORPORA TION	REINS international inc. (Note1)	KAPPA- CREATE CO., LTD. (Note2)	OTOYA Holdings Co., Ltd. (Note3)	Seagrass Holdco Pty Ltd. (Note 4)	Total				
Revenue											
External revenue	1,458	15,010	42,682	36,695	17,712	6,762	120,318	21,149	141,467	-	141,467
Inter-segment revenue and transfers	47,606	-	685	354	40	-	48,685	1,027	49,712	(49,712)	-
Total	49,064	15,010	43,366	37,049	17,752	6,762	169,003	22,176	191,179	(49,712)	141,467
Segment profit (loss)	2,538	(156)	1,920	850	958	904	7,013	400	7,413	(2,292)	5,121
Finance income											305
Finance costs											2,120
Pre-tax interim profit											3,307
Income tax expenses											1,521
Interim profit											1,786

(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) "OTOYA Holdings" segment includes OTOYA 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 Silsmania 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 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 arise from the elimination of inter-segment transactions. The segment profit adjustment of (2,292) million yen includes adjustments for unrealized profits and general and administrative expenses not attributable to reportable segments.

(Note7) Segment profit is reconciled with IFRS operating profit in the consolidated interim statement of income.

(4) Information by region

The breakdown of revenue and non-current assets by geographic region are as follows.

Previous interim consolidated fiscal year (From April 1, 2024 to September 30, 2024)

(i) External revenue

(Unit: Millions of yen)

Japan	North America	Asia	Oceania	Total
115,649	8,809	7,740	-	132,199

(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
161,889	19,032	2,913	-	183,834

Interim consolidated fiscal year under review (From April 1, 2025 to September 30, 2025)

(i) External revenue

(Unit: Millions of yen)

Japan	North America	Asia	Oceania	Total
119,114	8,228	7,940	6,184	141,467

(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
187,835	20,569	4,298	7,249	219,951

(5) Information on major customers

In the previous and current interim consolidated fiscal years, the Group has been engaged in businesses targeting general consumers, and there are no single external customers (groups) that account for 10% or more of the Group's revenue, so this information has been omitted.

6. Business Combinations

Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)

(1) Overview of the Business Combination

(i) Name of the Acquired Company and Description of Business

Name of Acquired Company: Nihon Meika Souhonpo Co., Ltd.

Description of Business: Manufacturing and retailing of regional specialty confectionery

(ii) Acquisition Date

April 1, 2024

(iii) Percentage of Voting Share Capital Interests Acquired

100%

(iv) Main reasons for the business combination

The Group is in the food service business, and from the viewpoint of responding to changing consumer needs, including the Corona disaster, it is important to expand business areas based on more brand value and added value, and at the same time, we believe that expanding the dessert business is an essential element for improving customer satisfaction at the Group's restaurant stores.

In this regard, the Target Company was established as a platform company for business succession related to regional specialty confectionery. It possesses brands such as "Cheese Garden," "Criollo," and "GrindelBerg," which have received extremely high customer evaluations. It has achieved robust business growth, including opening flagship stores in prime locations such as Tokyo Solamachi, Nakameguro, and Azabudai Hills, in addition to its main store.

We believe the Target Company's business holds significant potential for further growth. The purpose of this transaction is to maximize the corporate value of both the Target Company and our entire Group. This will be achieved by leveraging the Target Company's business growth through new store openings domestically and internationally, while also exploring new business opportunities, such as sales, within our Group's existing businesses.

(v) Method of acquiring control of the target company

Acquisition of shares for cash consideration

(2) Fair value of acquired assets and assumed liabilities as of the acquisition date

(Unit: Millions of yen)

Fair value of consideration paid	8,966
Current assets	2,103
Non-current assets	7,667
Current liabilities	2,346
Non-current liabilities	5,243
Goodwill	6,785

(Finalization of provisional accounting treatment related to business combination)

Regarding this business combination, the allocation of acquisition costs was not completed during the previous interim consolidated fiscal year, resulting in provisional amounts. These amounts were finalized at the end of the previous consolidated fiscal year.

Consequently, the initial measurement amount of fair value at the acquisition date has been revised. Compared to the fair value measurement amount at the business combination date at the end of the current interim consolidated fiscal year, non-current assets increased by 5,089 million yen, current liabilities increased by 122 million yen, non-current liabilities increased by 1,730 million yen, and goodwill decreased by 3,237 million yen.

(3) Cash flow associated with the acquisition

(Unit: Millions of yen)

Cash and cash equivalents used in acquisitions	8,966
Cash and cash equivalents held by the acquiree at the time of acquisition	926
Expenditure for the acquisition of a subsidiary	8,040

(4) Impact on Financial Results

Information regarding profit and loss after the acquisition date related to this business combination, and profit and loss information assuming the business combination was implemented at the beginning of the period, is not disclosed as the impact on the interim consolidated financial statements is not material.

Current interim consolidated fiscal year (From April 1, 2025 to September 30, 2025)

(1) Overview of business combination

(i) Name of the acquired company and description of business

Name of the acquired company	Seagrass Holdco Pty Ltd.
Description of business	Operation of steak restaurant chains in Oceania regions, etc.

(ii) Acquisition dated

June 2, 2025

(iii) Percentage of voting share capital interests acquired

100%

(iv) Main reasons for business combination

Our Group is striving to expand its business scale and enhance profitability to realize the mid-term management plan “COLOWIDE Vision 2030,” which covers the period up to 2030. Under “COLOWIDE Vision 2030,” while maintaining our domestic food service business as the foundation, we have set a target of achieving consolidated revenue of 500 billion yen by the fiscal year ending March 2030. This will be achieved by strengthening our overseas food service business, and through the dramatic growth of our catering service business, where market expansion is anticipated.

Our Group's overseas food service business operates approximately 400 stores in North America, East Asia, and Southeast Asia. Since last fiscal year, we have also 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 sophisticated spaces and services. As the leading steak restaurant chain in the Oceania region, it possesses high brand recognition, strong business viability, and profitability.

From the perspective of anticipating future business growth for the Target Company, in addition to expanding existing operations in Australia and the United Arab Emirates, entry into the Asian region, primarily Southeast Asia, is expected in the near future. Given that our Group conducts extensive business operations across various Asian countries, we are positioned to provide robust support for the Target Company's expansion into Asia. This will enable us to promote the Target Company's business growth and its contribution to our Group.

Furthermore, the Target Company has established strong relationships of trust and business ties with leading packers in Australia for beef procurement. By leveraging these relationships across our entire Group, we can achieve stable beef procurement for our Group and strengthen distribution revenues through the establishment of a supply chain network centered on Asia.

(v) Method of acquiring control of the Target Company

Acquisition of shares for cash consideration

(2) Fair value of acquired assets and assumed liabilities as of the acquisition date

(Unit : Millions of yen)

Fair value of consideration paid	20,155
Current assets	2,624
Non-current assets	6,894
Current liabilities	4,010
Non-current liabilities	12,088
Goodwill	26,736

The primary components of goodwill are synergies with existing operations and excess earning power expected to arise from the acquisition, which individually do not meet recognition criteria.

For acquired assets and assumed liabilities, allocation of the acquisition consideration was not completed as of the end of the interim period; therefore, they have been provisionally calculated based on currently available information.

Acquisition-related costs for this business combination totaled 401 million yen, of which 325 million yen is recorded under “Selling, general and administrative expenses” and “Other operating expenses” in the condensed interim consolidated statement of income.

(3) Cash flow associated with the acquisition

(Unit: Millions of yen)

Cash and cash equivalents used in acquisitions	20,155
Cash and cash equivalents held by the acquiree at the time of acquisition	1,499
Expenditure for the acquisition of a subsidiary	18,657

(4) Impact on Financial Results

Information regarding profit and loss after the acquisition date related to this business combination, and profit and loss information assuming the business combination was implemented at the beginning of the period, is not disclosed as the impact on the interim consolidated financial statements is not material.

7. Bonds

Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)

REINS international inc. issued the 17th Series Unsecured Bonds totaling 1,000 million yen (interest rate: 1.10%, maturity date: August 26, 2031) and the 18th Series Unsecured Bonds totaling 500 million yen (interest rate: 0.96%, maturity date: August 29, 2031).

The cumulative amount of redeemed bonds is 4,011 million yen across 34 issues.

Current Interim Consolidated Fiscal Year (from April 1, 2025 to September 30, 2025)

REINS international inc. issued the 19th Series Unsecured Bonds for 500 million yen (interest rate: 1.54%, maturity date: August 27, 2032).

The cumulative amount of redeemed bonds is 3,649 million yen across 31 issues.

8. Capital and Other Capital Items

Current Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)

(1) Disposal of Treasury Shares as Restricted Share Remuneration

Based on a resolution of the Board of Directors held on July 9, 2024, the Company disposed of treasury shares as restricted share remuneration on August 6, 2024. This disposal of treasury shares increased capital surplus by 37 million yen.

(2) Issuance of New Shares through a Public Offering

Based on a resolution of the Board of Directors held on August 20, 2024, the Company issued new shares through a public offering. This issuance increased share capital by 13,834 million yen and capital surplus by 13,834 million yen.

(3) Issuance of New Shares through Third-Party Allotment

Based on a resolution of the Board of Directors held on August 20, 2024, the Company issued new shares through a third-party allotment. This issuance increased share capital by 2,075 million yen and capital surplus by 2,075 million yen

Interim consolidated fiscal year under review (From April 1, 2025 to September 30, 2025)

Based on a resolution of the Board of Directors held on July 15 2025, the Company disposed of treasury shares as restricted share remuneration on August 12, 2025. This disposal of treasury shares increased capital surplus by 29 million yen.

9. Dividends

Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)

Resolution	Class of shares	Total amount of dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Board of directors meeting held on May 9, 2024	Common shares	434	5	March 31, 2024	June 6, 2024	Retained earnings
	Preferred shares	94	3,149,090			
	Second series preferred shares	109	3,649,090			
	Third series preferred shares	315	3,500,000			

Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)

Resolution	Class of shares	Total amount of dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Board of directors meeting held on May 9, 2025	Common shares	531	5	March 31, 2025	June 6, 2025	Retained earnings
	Preferred shares	98	3,252,730			
	Second series preferred shares	113	3,752,730			
	Third series preferred shares	315	3,500,000			

10. Revenues

Breakdown of Revenues

The Group decomposes its revenues by major types of goods and services. The relationship between these decomposed revenues and segment revenues is as follows:

Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)

(Unit: Millions of yen)

		Reportable segment						Others	Total
		COLOWIDE MD Co., Ltd.	ATOM CORPO RATION	REINS international inc.	KAPPA- CREATE CO., LTD.	OOTOYA Holdings Co., Ltd.	Seagrass Holdco Pty Ltd.		
By type of goods and services	By type of goods and services	-	18,160	27,989	30,303	10,629	-	13,960	101,041
	By type of goods and services	1,174	-	12,662	6,314	3,671	-	2,852	26,672
	By type of goods and services	60	43	3,085	-	727	-	240	4,155
Total		1,234	18,203	43,735	36,617	15,026	-	17,052	131,868

(Note) Revenue from contracts with customers is presented as revenue from sales to external customers.

Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)

(Unit: Millions of yen)

		Reportable segment						Others	Total
		COLOWIDE MD Co., Ltd.	ATOM CORPO RATION	REINS international inc.	KAPPA- CREATE CO., LTD.	OOTOYA Holdings Co., Ltd.	Seagrass Holdco Pty Ltd.		
By type of goods and services	By type of goods and services	-	14,996	27,490	30,164	12,407	6,723	17,763	109,543
	By type of goods and services	1,390	-	12,028	6,532	4,502	-	3,054	27,505
	By type of goods and services	68	13	2,771	-	803	39	333	4,027
Total		1,458	15,010	42,289	36,695	17,712	6,762	21,149	141,075

(Note) Revenue from contracts with customers is presented as revenue from sales to external customers.

Revenue recognized from contracts with customers and other sources consists of the following:

(Unit: Millions of yen)

	Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)	Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)
Revenue recognized from contracts with customers	131,868	141,075
Revenue recognized from other sources	330	392
Total	132,199	141,467

Revenue recognized from other sources includes lease income in accordance with IFRS 16.

Offering of services

Revenue from the offering of services consists principally of the rendering of food based on customer orders at restaurants. The performance obligation is satisfied when the food is served to the customer and the consideration is received. The amount recorded as revenue for each month is paid within a short period of time after the fulfillment of performance obligations in accordance with the payment terms separately determined by credit card companies, etc., according to the payment method selected by the user, and the amount of consideration does not include a significant financial component.

Sales of Goods

Revenues from sales of goods consist primarily of sales of food ingredients to franchisees and sales of processed foods at stores that sell confectionery, prepared foods, and other products. The Group recognizes revenue from sales of food ingredients and processed foods at the time the goods are delivered to the customer, since the performance obligation is satisfied at that time. The promised consideration is paid approximately one month from the time the performance obligation is satisfied, and the amount of the consideration does not include any significant financial component.

When the Group makes a payment to a customer and the consideration paid to the customer is not a payment for separate goods or services from the customer, the Group measures revenue by deducting the consideration from the transaction price.

Others

Other revenues mainly consist of revenues from franchise fees and royalties received from the granting of franchise rights to prospective store operators. Revenues received from the granting of franchise rights to prospective franchisees are recognized in accordance with the reality of the transactions.

For franchise fees received from franchisees at the time the franchise agreement is concluded, such consideration is recorded as a contract liability and recognized as revenue over a specified period of time in accordance with the satisfaction of performance obligations.

Royalty income is measured based on the franchisee's sales and other factors and is recognized as revenue when it is earned. Promised consideration is paid approximately one month from the time the performance obligation is satisfied, and the amount of consideration does not include any significant financial component.

11. Financial instruments

(1) Fair Value Measurement Methods

The primary methods for measuring the fair value of financial instruments are as follows.

For financial instruments other than those listed below, fair value approximates book value, primarily because they are settled within a short period. Therefore, their fair value is measured at book value.

(i) Security and guarantee deposits

The fair value of security and guarantee deposits is measured at the present value of the estimated redemption schedule, which is calculated by discounting the estimated collectable amount of security and guarantee deposits by the discount rate that takes into account the credit risk in the yield of long term, highly secure bonds.

(ii) Lease receivables

The fair value of lease receivables is measured at the present value of future cash flows, which is the sum of principal and interest, discounted at a discount rate that takes into account credit risk in relation to the yield of long-term, highly secure bonds.

(iii) Accounts payable for equipment and construction

The fair value of accounts payable from installment purchases, excluding current portion, is measured at present value, which is discounted at a discount rate that takes into account credit risk to the yield of long-term, highly secure bonds.

(iv) Bonds and borrowings

The fair value of bonds and borrowings with fixed interest rates is measured at the present value of future cash flows, which is the sum of principal and interest, discounted at the interest rate that would be applicable to a similar new borrowing. The fair value of bonds and borrowings with variable interest rates is the contractual carrying amount, which reflects market interest rates over a short period of time, and the Group's creditworthiness has not changed significantly since the borrowings were made, therefore the fair value is the contractual amount.

(v) Preferred shares

The fair value of preferred shares is measured at the present value of future cash flows, which is the sum of preferred dividends, discounted at a discount rate that takes into account credit risk to the yield of long-term, highly secure debt securities.

(vi) Equity shares

The fair value of listed equity shares is measured based on quoted market prices and is classified as fair value hierarchy level 1.

The fair value of unlisted equity shares is measured using the comparable company method, valuation techniques based on net assets, etc., and is classified as Level 3 of the fair value hierarchy.

(vii) Derivatives

Derivative instruments consist of interest rate swap agreements.

The fair value of the interest rate swap agreements is measured based on the present value of discounted future cash flows and is classified as Level 2 of the fair value hierarchy.

(2) Fair value of financial instruments measured at amortized cost

The carrying amounts and fair values of financial instruments measured at amortized cost are as follows:

(Unit: Millions of yen)

	Previous Interim Consolidated Fiscal Year (March 31,2025)		Current Interim Consolidated Fiscal Year (September 30,2025)	
	Book value	Fair value	Book value	Fair value
(Financial assets)				
Other financial assets				
Security deposits and guarantee deposits	16,452	16,288	16,532	16,371
Lease assets (Note 2)	659	765	839	857
Total	17,111	17,054	17,371	17,227
(Financial liabilities)				
Trade and other payables				
Account payable for equipment and construction (Note 2)	8,837	8,848	9,317	9,323
Bonds and borrowings				
Bonds (Note 2)	26,834	26,751	23,749	24,001
Borrowings (Note 2)	102,482	102,391	121,796	121,994
Other financial liabilities				
Preferred shares	200	107	200	103
Total	138,353	138,096	155,062	155,421

(Note 1) The above table does not include information on items where the carrying amount of financial instruments is a reasonable approximation of fair value.

(Note 2) Includes balances expected to be collected, repaid, or redeemed within one year.

(3) Financial instruments measured at fair value

For financial instruments measured at fair value, fair value measurements are classified into Levels 1 through 3 based on the observability and significance of the inputs used in the measurement, as follows:

Level 1: Market prices for identical assets or liabilities in active markets

Level 2: Fair values calculated using observable inputs other than those in Level 1, either directly or indirectly

Level 3: Fair values calculated using valuation techniques that include unobservable inputs

(i) Fair value hierarchy

The fair value hierarchy for financial assets and financial liabilities measured at fair value in the interim consolidated statement of financial position, classified by fair value hierarchy, is as follows.

Previous consolidated fiscal year (March 31, 2025)

(Unit: Millions of yen)

	Level 1	Level 2	Level 3	Total
(Financial assets)				
Other financial assets				
Measured at fair value through profit and loss				
Shares	-	-	2,107	2,107
Derivative assets designated as hedging instruments	-	183	-	183
Others	-	-	378	378
Measured at fair value through other comprehensive income				
Shares	267	-	52	320
Total	267	183	2,537	2,987
(Financial liabilities)				
Other financial liabilities				
Derivative liabilities designated as hedging instruments	-	-	-	-
Total	-	-	-	-

(Note) There were no transfers between levels of the fair value hierarchy during the previous consolidated fiscal year.

(Unit: Millions of yen)

	Level 1	Level 2	Level 3	Total
(Financial assets)				
Other financial assets				
Measured at fair value through profit and loss				
Shares	-	-	1,978	1,978
Derivative assets designated as hedging instruments	-	196	-	196
Others	-	-	384	384
Measured at fair value through other comprehensive income				
Shares	319	-	52	372
Total	319	196	2,415	2,930
(Financial liabilities)				
Other financial liabilities				
Derivative liabilities designated as hedging instruments	-	-	-	-
Total	-	-	-	-

(Note) There were no transfers between levels of the fair value hierarchy during the current interim consolidated fiscal year.

(ii) Financial instruments classified as Level 3

There were no significant changes in financial instruments classified as Level 3 during the current interim consolidated fiscal year.

12. Earnings per share

(1) Interim basic earnings per share

Interim basic earnings (losses) per share and the basis for their calculation are as follows:

	Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)	Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)
Interim profit attributable to common shareholders of parent (Million Yen)		
Interim profit attributable to owners of parent	385	1,318
Amount not attributable to common shareholders of parent		
Dividends on preferred shares classified as capital	525	561
Interim profit attributable to common shareholders of parent	(140)	758
Weighted average number of shares of common shares (shares)	89,507,196	106,286,016
Interim basic earnings per share (yen)	(1.57)	7.13

(2) Interim diluted earnings per share

Interim diluted earnings (losses) per share and the basis for their calculation are as follows:

	Previous Interim Consolidated Fiscal Year (From April 1, 2024 to September 30, 2024)	Current Interim Consolidated Fiscal Year (From April 1, 2025 to September 30, 2025)
Interim diluted profit attributable to common shareholders of parent (Million Yen)		
Interim profit attributable to owners of parent	385	1,318
Adjustment for current period profit		
Dividends on preferred shares classified as capital	525	561
Interim diluted profit attributable to common shareholders of parent	(140)	758
Weighted average number of shares outstanding after dilution of common shares (shares)		
Dilutive effect	-	-
Weighted average number of shares outstanding after dilution of common shares	89,507,196	106,286,016
Interim diluted earnings per share (yen)	(1.57)	7.13

13. Significant subsequent events

Not applicable.

2 【Others】

At the Board of Directors meeting held on May 9, 2025, it was resolved to distribute surplus profits as follows:

(1) Total Dividend Amount

Common Shares	531 million yen
Preferred Shares	98 million yen
Second Series Preferred Shares	113 million yen
Third Series Preferred Shares	315 million yen

(2) Dividend Per Share

Common Shares	5 yen
Preferred Shares	3,252,730 yen
Second Series Preferred Shares	3,752,730 yen
Third Series Preferred Shares	3,500,000 yen

(3) Effective Date for Payment Claims June 5, 2025

(Note) Payment will be made to shareholders listed or recorded in the shareholder register as of March 31, 2025.

Part II. INFORMATION OF CORPORATE GUARANTOR, ETC. FOR THE COMPANY

Not applicable.

【Cover Page】

【Document Title】	Confirmation Letter
【Clause of Stipulation】	Article 24-5-2, Paragraph 1 of the Financial Instruments and Exchange Act
【Place of Filing】	Director-General, Kanto Local Finance Bureau
【Filing Date】	November 14, 2025
【Company Name】	Kabushiki Kaisha COLOWIDE
【Company Name in English】	COLOWIDE CO., LTD.
【Title and Name of Representative】	Kohei NOJIRI, President and Representative Director
【Title and Name of Chief Finance Officer】	Not applicable
【Address of Head Office】	2-1 Minato-Mirai 2-chome, Nishi-ku, Yokohama-shi, Kanagawa-ken
【Place of Public Inspection】	Tokyo Stock Exchange, Inc. (2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo)

1 【Matters Concerning the Appropriateness of the Content of the Semiannual Securities Report】

Kohei Nojiri, President and Representative Director of the Company, has confirmed that the contents of our Semiannual Securities Report for the 64th term interim (from April 1, 2025, to September 30, 2025) have been appropriately stated in accordance with the Financial Instruments and Exchange Act.

2 【Special notes】

Not applicable.