

Translation

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Consolidated Financial Results for the Six Months Ended July 31, 2025 (Under IFRS)

September 11, 2025

Company name: Japan Eyewear Holdings Co., Ltd.

Listing exchange: Tokyo Stock Exchange

Securities code: 5889

URL: <https://www.japan-eyewear-holdings.co.jp/en/>

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Scheduled date for filing interim securities report: September 12, 2025

Scheduled date for commencing dividend payments: October 6, 2025

Preparation of supplementary materials on financial results: Yes

Holding of financial results briefing session: Yes

(Amounts are rounded down to the nearest million yen, unless otherwise noted)

1. Consolidated Financial Results for the First Six Months (Interim Period) of the Fiscal Year Ending January 31, 2026

(February 1, 2025 to July 31, 2025)

(1) Consolidated Operating Results (Cumulative)

(Percentage figures represent year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended July 31, 2025	8,937	7.7	2,886	4.8	2,727	9.9	1,743	4.0	1,743	4.0	1,727	1.0
Six months ended July 31, 2024	8,300	29.6	2,754	53.5	2,482	56.9	1,677	62.5	1,677	89.2	1,709	60.5

	EBITDA*		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Yen	Yen
Six months ended July 31, 2025	3,814	7.0	72.29	71.15
Six months ended July 31, 2024	3,564	42.0	70.04	68.57

*EBITDA = Operating profit + Depreciation + Amortization of identifiable assets

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of July 31, 2025	39,386	17,095	17,095	43.4
As of January 31, 2025	38,833	16,421	16,421	42.3

2. Cash Dividends

	Annual dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended January 31, 2025	—	22.00	—	44.00	66.00
Fiscal year ending January 31, 2026	—	42.00			
Fiscal year ending January 31, 2026 (Forecast)			—	42.00	84.00

(Note) Revisions to the most recently announced dividend forecast: No

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending January 31, 2026 (February 1, 2025 to January 31, 2026)

(Percentage figures represent year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	19,050	14.3	6,200	16.4	5,900	20.1	4,000	0.1	4,000	0.1	165.90

(Note) Revisions to the most recently announced earnings forecast: No

*Explanatory notes

(1) Significant change in scope of consolidation during the interim period under review: No

(2) Changes in accounting policies, and changes in accounting estimates

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|---|----|
| 1) Changes in accounting policies required by IFRS: | No |
| 2) Changes in accounting policies other than those in 1) above: | No |
| 3) Changes in accounting estimates: | No |

(3) Number of shares issued and outstanding (common shares)

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

As of July 31, 2025	24,126,660 shares	As of January 31, 2025	24,110,760 shares
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2) Number of treasury shares at the end of the period

As of July 31, 2025	36 shares	As of January 31, 2025	- shares
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3) Average number of shares during the period (interim period)

Six months ended July 31, 2025	24,120,148 shares	Six months ended July 31, 2024	23,944,260 shares
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* This summary of financial results is not subject to review procedures by a public accountant or audit corporation.

* Explanation regarding appropriate use of earnings forecasts, and other notes

- (1) The Group applies the International Financial Reporting Standards (IFRS).
- (2) The earnings outlook and other forward-looking statements contained in this document are based on information currently available and certain assumptions that are thought to be reasonable by the Company. Accordingly, such statements should not be construed as a guarantee that the Company will achieve the results. Actual financial results and the like may differ materially due to various factors.
- (3) The financial results briefing material is scheduled to be posted on the Company's website (<https://www.japan-eyewear-holdings.co.jp/en>) on September 11, 2025.

Breakdown of Divided with Capital Surplus as Dividend Resource

Of the dividend for the first six months of the fiscal year ending January 31, 2026, breakdown of divided with capital surplus as dividend resource is as follows.

Record date	End of 2nd quarter	Total
Divided per share	42 yen	42 yen
Total dividends	1,013 million yen	1,013 million yen

(Note) Ratio of decrease in net assets: 0.060

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1. Qualitative Information on the Financial Results for the Period under Review

(1) Explanation of Operating Results

The Japan Eyewear Holdings Group (the “Group”) manufactures high quality eyewear planned and designed in-house by the skilled craftsmanship in “Sabae, Fukui,” one of the world’s leading eyewear production centers, and sells them mainly through its unique stores expressing the brand’s worldview.

During the first six months of the fiscal year ending January 31, 2026 (the first six months under review), the Japanese economy saw a moderate recovery trend with the improvement in the income and employment environment, among other factors. On the other hand, the outlook remains uncertain due to such factors as mounting geopolitical risks in Europe and other areas, concerns about the global economic slowdown impacted by the United States’ policy trends and other factors, and the resulting impact on consumer sentiment in Japan. In addition, notably in June to July, the number of visitors to Japan from some Asian regions decreased year on year as rumors of a major earthquake occurring in Japan spread through SNS and other media (Source: “Visitor Arrivals (Preliminary Figures for June 2025)” and “Visitor Arrivals (Preliminary Figures for July 2025)” released by Japan National Tourism Organization).

Under such an environment, the Group has continued to develop business with a focus on “promoting new store openings in Japan and overseas,” “increase in unit price through reviewing frame sales prices,” and “securing demand from inbound tourists.” Both of the Group’s main brands, Kaneko Optical and Four Nines, have received strong support from customers in Japan and abroad.

As a result of the above, the operating results for the first six months under review were revenue of 8,937 million yen (up 7.7% year-on-year), operating profit of 2,886 million yen (up 4.8% year-on-year), profit before tax of 2,727 million yen (up 9.9% year-on-year), and profit of 1,743 million yen (up 4.0% year-on-year).

Revenue by business segment for the first six months under review is as follows.

[Kaneko Optical Business]

Store sales of the Kaneko Optical Group remained strong due to increased brand penetration in Japan and overseas. Although store sales to inbound tourist customers were affected by the aforementioned decrease in the number of visitors from some regions, they have continued to be at a high level.

Furthermore, in the first six months under review, the number of stores reached 91 (83 in Japan and eight overseas) as a result of opening a total of four new stores (two each in Japan and overseas) and closing two stores. In May 2025, the Kaneko Optical Group opened its second store in Hong Kong, located at K11 MUSEA, and in June 2025, opened its first store in Beijing, located at Taikoo Li Sanlitun. Steady brand image building in Asia has led to each of the stores performing well since opening. Moreover, in May 2025, the Group acquired Hands Ltd. (now Hands Co., Ltd.), an eyewear frame plating company in Sabae, in an effort to enhance in-house production.

As a result of the above, revenue in the Kaneko Optical Business stood at 5,876 million yen (up 9.5% year-on-year), and segment profit at 2,224 million yen (up 9.0% year-on-year).

[Four Nines Business]

Store sales of the Four Nines Group remained strong due to a strong support from the customers and the revision of frame sales prices in February 2025, following the revision in the previous fiscal year.

Furthermore, in the current fiscal year, the Four Nines Group opened two new stores in Japan, increasing the number of stores to 18 (17 in Japan and one overseas).

Although its domestic wholesale sales have shown a year-on-year decline due to differences in shipping timing, its wholesale business received stable orders at the new products exhibition held in April 2025 both in Japan and overseas.

As a result of the above, revenue in the Four Nines Business stood at 3,060 million yen (up 4.3% year-on-year), and segment profit at 945 million yen (up 0.2% year-on-year).

It continues to work on cost improvement, aiming to build a management structure that is more adaptable to environmental changes.

(2) Explanation of Financial Position

Total assets at the end of the interim period under review increased by 552 million yen from the end of the previous fiscal year to 39,386 million yen. This was mainly due to a decrease in cash and cash equivalents by 884 million yen, an increase in property, plant and equipment by 663 million yen, and an increase in good will by 382 million yen.

Total liabilities at the end of the interim period under review decreased by 121 million yen from the end of the previous fiscal year to 22,290 million yen. This was mainly due to an increase in short-term borrowings by 500 million yen, a decrease in borrowings by 451 million yen, a decrease in income taxes payable by 197 million yen.

Total equity at the end of the interim period under review increased by 674 million yen from the end of the previous fiscal year to 17,095 million yen. This was mainly due to posting of interim profit of 1,743 million yen, and dividends paid of 1,060 million yen.

(3) Explanation of Consolidated Earnings Forecast and Other Forecast Information

With regard to the consolidated earnings forecast for the fiscal year ending January 31, 2026, no change has been made to the figures announced on March 13, 2025.

2. Condensed Interim Consolidated Financial Statement and Significant Notes Thereto

(1) Condensed Interim Consolidated Financial Statement of Financial Position

(Millions of yen)

	Previous fiscal year (As of January 31, 2025)	Second quarter of current fiscal year (July 31, 2025)
Assets		
Current assets		
Cash and cash equivalents	3,931	3,047
Trade and other receivables	1,379	1,474
Inventories	1,871	2,216
Other current assets	253	237
Total current assets	7,436	6,974
Non-current assets		
Property, plant and equipment	4,769	5,432
Right-of-use assets	3,761	3,673
Goodwill	13,950	14,332
Trademarks	5,897	5,897
Other intangible assets	333	319
Other financial assets	1,961	1,932
Deferred tax assets	671	622
Other non-current assets	51	201
Total non-current assets	31,396	32,411
Total assets	38,833	39,386
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	618	613
Short-term borrowings	-	500
Current portion of long-term borrowings	950	950
Lease liabilities	1,200	1,292
Income taxes payable	1,133	935
Contract liabilities	526	423
Other current liabilities	791	880
Total current liabilities	5,220	5,596
Non-current liabilities		
Borrowings	11,875	11,424
Lease liabilities	2,624	2,467
Provisions	45	50
Deferred tax liabilities	2,146	2,252
Other non-current liabilities	500	500
Total non-current liabilities	17,191	16,694
Total liabilities	22,411	22,290
Equity		
Share capital	943	947
Capital surplus	9,602	8,549
Retained earnings	5,769	7,510
Treasury shares	-	(0)
Other components of equity	106	88
Total equity attributable to owners of parent	16,421	17,095
Total equity	16,421	17,095
Total liabilities and equity	38,833	39,386

(2) Condensed Interim Consolidated Statement of Profit or Loss and Condensed Interim Consolidated Statement of Comprehensive Income

(Condensed Interim Consolidated Statement of Profit or Loss)

(Millions of yen)

	First six months of previous fiscal year (February 1, 2024 to July 31, 2024)	First six months of current fiscal year (February 1, 2025 to July 31, 2025)
Revenue	8,300	8,937
Cost of sales	1,766	1,874
Gross profit	6,534	7,062
Selling, general and administrative expenses	3,792	4,180
Other income	18	16
Other expenses	5	11
Operating profit	2,754	2,886
Finance income	2	2
Finance costs	274	161
Profit before tax	2,482	2,727
Income tax expense	805	984
Profit	1,677	1,743
Profit attributable to		
Owners of parent	1,677	1,743
Non-controlling interests	—	—
Profit	1,677	1,743
Earnings per share		
Basic earnings per share (yen)	70.04	72.29
Diluted earnings per share (yen)	68.57	71.15

(Condensed Interim Consolidated Statement of Comprehensive Income)

(Millions of yen)

	First six months of previous fiscal year (February 1, 2024 to July 31, 2024)	First six months of current fiscal year (February 1, 2025 to July 31, 2025)
Profit	1,677	1,743
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	-	-
Total of items that will not be reclassified to profit or loss	-	-
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	32	(16)
Total of items that may be reclassified to profit or loss	32	(16)
Other comprehensive income, net of tax	32	(16)
Comprehensive income	1,709	1,727
Comprehensive income attributable to		
Owners of parent	1,709	1,727
Non-controlling interests	-	-
Comprehensive income	1,709	1,727

(3) Condensed Interim Consolidated Statement of Changes in Equity

First six months of previous fiscal year (February 1, 2024 to July 31, 2024)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total	
Balance as of February 1, 2024	900	10,529	1,774	-	66	13,270	13,270
Profit	-	-	1,677	-	-	1,677	1,677
Other comprehensive income	-	-	-	-	32	32	32
Total comprehensive income	-	-	1,677	-	32	1,709	1,709
Dividends of surplus	-	(454)	-	-	-	(454)	(454)
Share-based payment transactions	-	-	-	-	19	19	19
Total transactions with owners	-	(454)	-	-	19	(435)	(435)
Balance as of July 31, 2024	900	10,075	3,451	-	118	14,545	14,545

First six months of current fiscal year (February 1, 2025 to July 31, 2025)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total	
Balance as of February 1, 2025	943	9,602	5,769	-	106	16,421	16,421
Profit	-	-	1,743	-	-	1,743	1,743
Other comprehensive income	-	-	-	-	(16)	(16)	(16)
Total comprehensive income	-	-	1,743	-	(16)	1,727	1,727
Dividends of surplus	-	(1,060)	-	-	-	(1,060)	(1,060)
Exercise of share acquisition rights	4	5	-	-	(1)	8	8
Purchase of treasury shares	-	-	-	(0)	-	(0)	(0)
Transfer from retained earnings to capital surplus	-	2	(2)	-	-	-	-
Total transactions with owners	4	(1,053)	(2)	(0)	(1)	(1,052)	(1,052)
Balance as of July 31, 2025	947	8,549	7,510	(0)	88	17,095	17,095

(4) Condensed Interim Consolidated Statement of Cash Flows

(Millions of yen)

	First six months of previous fiscal year (February 1, 2024 to July 31, 2024)	First six months of current fiscal year (February 1, 2025 to July 31, 2025)
Cash flows from operating activities		
Profit before tax	2,482	2,727
Depreciation and amortization	810	928
Interest and dividend income	(2)	(2)
Interest expenses	274	161
Decrease (increase) in trade and other receivables	(49)	84
Increase (decrease) in trade and other payables	14	(57)
Decrease (increase) in inventories	(106)	(204)
Other	17	(116)
Subtotal	3,441	3,520
Interest and dividends received	2	2
Interest paid	(146)	(135)
Income taxes paid	(685)	(1,103)
Net cash provided by (used in) operating activities	2,612	2,283
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,073)	(777)
Purchase of intangible assets	(0)	(0)
Payments of leasehold and guarantee deposits	(54)	(32)
Proceeds from refund of leasehold and guarantee deposits	12	37
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(146)	(654)
Net cash provided by (used in) investing activities	(1,262)	(1,427)
Cash flows from financing activities		
Proceeds from short-term borrowings	-	500
Proceeds from long-term borrowings	13,375	-
Repayments of long-term borrowings	(13,936)	(475)
Repayments of lease liabilities	(662)	(696)
Dividends paid	(454)	(1,060)
Payments for commitment line expense	(100)	-
Proceeds from exercise of share acquisition rights	-	8
Purchase of treasury shares	-	(0)
Net cash provided by (used in) financing activities	(1,779)	(1,724)
Effect of exchange rate changes on cash and cash equivalents	35	(17)
Net increase (decrease) in cash and cash equivalents	(394)	(884)
Cash and cash equivalents at beginning of period	4,426	3,931
Cash and cash equivalents at end of period	4,032	3,047

(5) Notes to Condensed Interim Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Segment Information)

(1) Overview of reportable segments

The Group's reportable segments are the Company's components for which separate financial information is available and which are subject to periodic reviews by the Board of Directors (Chief Operating Decision Maker) to determine the allocation of management resources and evaluate their performance.

The Group mainly sells eyewear products, and its business activities are centered on two brand categories (Kaneko Optical and Four Nines). In addition, the head of each brand has broad authority and responsibility for sales and profits for each brand, and makes decisions flexibly. Therefore, the Company has two reportable segments, "Kaneko Optical Business" and "Four Nines Business," primarily based on those brands.

The "Kaneko Optical Business" includes businesses for each of the different brand categories under the Kaneko Optical brand.

The "Four Nines Business" includes businesses for each of the different brand categories under the Four Nines brand.

The accounting treatments of the segments are in accordance with the accounting policies of the Group. Segment profit is consistent with operating profit as reported in the condensed interim consolidated statement of profit or loss.

(2) Information regarding revenue, profit/loss, and other significant items by reportable segment

First six months of previous fiscal year (February 1, 2024 to July 31, 2024)

(Millions of yen)

	Reportable segment			Reconciling items	Consolidated
	Kaneko Optical	Four Nines	Total		
Revenue					
Revenue from external customers	5,365	2,934	8,300	-	8,300
Intersegment revenue	-	-	-	-	-
Total	5,365	2,934	8,300	-	8,300
Segment profit	2,040	943	2,984	(229)	2,754
Finance income	-	-	-	-	2
Finance costs	-	-	-	-	274
Profit before tax	-	-	-	-	2,482
Other items					
Depreciation and amortization	579	218	798	11	810

(Note) Reconciling items of segment profit (-229 million yen) are corporate expenses that are not allocated to any reportable segment.

Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segment.

First six months of current fiscal year (February 1, 2025 to July 31, 2025)

(Millions of yen)

	Reportable segment			Reconciling items	Consolidated
	Kaneko Optical	Four Nines	Total		
Revenue					
Revenue from external customers	5,876	3,060	8,937	-	8,937
Intersegment revenue	-	-	-	-	-
Total	5,876	3,060	8,937	-	8,937
Segment profit	2,224	945	3,170	(283)	2,886
Finance income	-	-	-	-	2
Finance costs	-	-	-	-	161
Profit before tax	-	-	-	-	2,727
Other items					
Depreciation and amortization	640	271	911	16	928

(Note) Reconciling items of segment profit (-283 million yen) are corporate expenses that are not allocated to any reportable segment.

Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segment.

(Per Share Information)

	First six months of previous fiscal year (February 1, 2024 to July 31, 2024)	First six months of current fiscal year (February 1, 2025 to July 31, 2025)
Profit attributable to owners of parent (million yen)	1,677	1,743
Profit adjustment (million yen)	-	-
Profit used for calculating diluted earnings per share (million yen)	1,677	1,743
Weighted average number of common shares (thousand shares)	23,944	24,120
Increase in the number of common shares		
Share acquisition rights (thousand shares)	513	387
Weighted average number of common shares after dilution (thousand shares)	24,457	24,507
Basic earnings per share (yen)	70.04	72.29
Diluted earnings per share (yen)	68.57	71.15

(Significant Subsequent Events)

Not applicable.