



Oct. 31, 2025

[Translation]

To whom it may concern

Corporate Name: H2O RETAILING CORPORATION
Representative: ARAKI Naoya
President and Representative Director
(Securities Code: 8242
Prime Market of the Tokyo Stock Exchange)
Inquiries: YOSHIMATSU Hiroyuki, Executive Officer
(TEL +81-6-6365-8120)

Notice Regarding Revision to Earnings Forecasts

H2O Retailing Corporation (hereinafter referred to as “the Company”) hereby announces that it has revised its consolidated earnings forecasts for the fiscal year ending Mar. 31, 2025 (Apr. 1, 2025 to Mar. 31, 2026) announced on May 13, 2025, at a meeting of its Board of Directors held today.

1. Revision to earnings forecast ending Mar. 31, 2026 (Apr. 1, 2025 to Mar. 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit Attributable to owners of parent	Earnings per share
	Millions of JPY	Millions of JPY	Millions of JPY	Millions of JPY	JPY
Previous forecast (A)	690,000	30,000	31,000	18,000	147.28
Revised forecast (B)	689,000	30,000	31,000	24,000	204.63
Change (B-A)	△1,000	—	—	6,000	—
Change (%)	△0.1	—	—	33.3	—
(Reference) Actual earnings results of the previous fiscal year (The fiscal year ended Mar. 31, 2025)	681,759	34,830	35,909	34,842	295.51

*The Company has applied "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) and other standards from the beginning of the first quarter of FY2021. Consolidated gross sales, which is equivalent to net sales up to FY2020 excluding the effects of changes in accounting policies, amounted to 1,163,000 million JPY for the full year (a decrease of 5,000 million JPY, 0.4%, from the previously announced forecast of 1,168,000 million JPY).

2. Reasons for the revision

Consolidated results for the fiscal year ending Mar. 2026 are expected to be in line with the previous forecasts for net sales, operating profit, and ordinary profit. However, as announced on Oct. 15, 2025 "Notice Regarding Share Transfer Resulting from Participation in TOHO CO., LTD's Tender Offer for Its Own Shares and the Recording of Gains on Sale of Investment Securities (Extraordinary Income)," due to efforts to reduce policy-based shareholdings, the Company expects to record 13.3 billion JPY as extraordinary income from gains on sales of investment securities if all shares tendered by the Company are purchased. Considering the recording of this extraordinary income and the expectation of multiple extraordinary losses in the second half, net income attributable to owners of the parent is now expected to exceed the previously announced forecast.

Considering the above circumstances, full-year earnings forecast announced on May 13, 2025, has revised.

[Caution regarding forward-looking statements]

The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company as of the date of this release and on certain assumptions deemed to be reasonable by the Company. Actual business and other results may differ due to various factors.

End