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Consolidated Financial Results for the Nine Months ended December 31, 2025 [Under IFRS]

February 10, 2026

Company name	COLOWIDE Co., Ltd.		Tokyo Stock Exchange PRIME
Securities code	7616 URL https://www.colowide.co.jp/en_us/		
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	General Manager of		
Inquiries	(Title) Financial Planning Department	(Name) Hiromu KISEN	TEL +81-45-274-5970
Scheduled date to commence dividend payment		–	
Preparation of supplementary material of financial results		: None	
Holding of financial results briefing		: None	

(Round to the nearest million yen)

1. Consolidated Financial Results for the Nine Months ended December 31, 2025

(From April 1, 2025 to December 31, 2025)

(1) Consolidated Operating Results (cumulative)

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

	Revenue		Business profit*1		EBITDA*2		Pre-tax profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended										
December 31, 2025	217,856	8.7	9,576	34.6	15,753	15.8	7,147	35.1	4,343	24.0
December 31, 2024	200,472	11.9	7,113	12.4	13,608	10.8	5,292	(11.0)	3,501	(10.5)

	Profit attributable to owners of parent		Comprehensive income		Basic earnings per share		Diluted earnings per share	
	Million yen	%	Million yen	%	Yen		Yen	
Nine months ended								
December 31, 2025	3,692	61.9	7,869	100.0	29.46		29.46	
December 31, 2024	2,281	(23.0)	3,933	(3.5)	18.64		18.64	

*1 Business profit = [Revenue - Cost of sales - Selling, general and administrative expenses]

*2 EBITDA = [Business profit + Depreciation and amortization (excluding depreciation of right-of-use assets)]

Please note that operating profit for the nine months under IFRS was 9,223 million yen.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent	Ratio of equity attributable to owners of parent per share
Nine months ended	Million yen	Million yen	Million yen	%	Yen
December 31, 2025	345,555	94,258	83,860	24.3	642.48
Fiscal year ended					
March 31, 2025	312,226	87,108	77,537	24.8	583.46

2. Cash Dividends

	Annual dividends per share				
	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2025	-	0.00	-	5.00	5.00
March 31, 2026	-	0.00	-		
March 31, 2026 (forecast)				5.00	5.00

(Note) Revisions to the most recently announced forecast: None

The “Cash Dividends” above refers to the dividend status for common shares.

For information on the dividend for the class shares (unlisted) issued by the Company, which have different rights from the common shares, please see the “Preferred Share Dividends” below.

3. Forecast for Consolidated Financial Results of the Fiscal Year Ending March 31, 2026

(From April 1, 2025 to March 31, 2026)

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

	Revenue		Business profit		EBITDA		Profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	288,427	7.2	11,301	21.5	21,170	14.5	3,266	44.8	2,129	70.4	16.13

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

* Notes

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

Newly added	1 company	(Company name)	Seagrass Holdco Pty Ltd.
Excluded	-	(Company name)	-

(2) Changes in accounting policies and accounting estimates

- (i) Changes in accounting policies required by IFRS : Yes
- (ii) Changes in accounting policies other than (i) : None
- (iii) Changes in accounting estimates : None

(3) Number of issued shares (Common shares)

(i) Total number of issued shares at the end of period (including treasury shares)	As of December 31, 2025	106,453,541	Shares	Fiscal year ended March 31, 2025	106,453,541	Shares
(ii) Number of treasury shares at the end of period	As of December 31, 2025	147,525	Shares	Fiscal year ended March 31, 2025	170,850	Shares
(iii) Average number of shares outstanding during the period (quarterly cumulative)	As of December 31, 2025	106,292,026	Shares	As of December 31, 2024	94,539,837	Shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm : None

* Proper use of earnings forecast and other special notes

- (1) The Company applies International Financial Reporting Standards.
- (2) The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable, and actual business and other results may differ substantially due to various factors.
- (3) The Company plans to disclose quarterly consolidated financial results with a review report (optional) attached after the review by a certified public accountant or audit corporation is completed.

Scheduled date of disclosure: February 13, 2026

Preferred Shares Dividends

The breakdown of dividends per share and total dividends for each class of shares with different rights from common shares are as follows.

Preferred Shares

(Record date)	Dividend per share					Total cash dividends (Total)
	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Annual	
Preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	3,252,730.00	3,252,730.00	97,581,900.00
Fiscal year ending March 31, 2026 (forecast)	-	-	-	3,847,270.00	3,847,270.00	115,418,100.00
Second series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	3,752,730.00	3,752,730.00	112,581,900.00
Fiscal Year ending March 31, 2026 (forecast)	-	-	-	4,347,270.00	4,347,270.00	130,418,100.00
Third series preferred shares	Yen	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	3,500,000.00	3,500,000.00	315,000,000.00
Fiscal year ending March 31, 2026 (forecast)	-	-	-	3,500,000.00	3,500,000.00	315,000,000.00

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1. Qualitative information on the quarterly financial results under review

(1) Operating results

During the first nine months of the current fiscal year, Japan's economy saw a recovery in business sentiment, particularly among large corporations, against a backdrop of stabilizing energy prices and continued wage increases, as the new Takaichi administration rolled out new economic measures. However, supply-side constraints persist, including tight labor markets and ongoing price surges for certain components, resulting in continued disparities in economic activity across regions and industries.

Meanwhile, regarding the global economy, while robust AI demand is driving capital investment in the United States, signs of an economic slowdown due to the impact of Trump tariffs are also emerging. In China, domestic demand is slowing as the effects of large-scale subsidy policies diminish. Furthermore, geopolitical risks persist in Europe and the Middle East, and with the spread of protectionist trade policies, the situation remains unpredictable.

In the food service industry, while businesses have responded to persistent cost pressures by passing on price increases, consumers are showing signs of "price hike fatigue" due to the continued weakness in real wages.

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 the dining experience by launching collaborative campaigns to attract new customer segments, offering appealing menus at accessible price points, and introducing seasonal limited-time menus featuring fresh ingredients. For example, Gyu-Kaku launched initiatives like the "Good Meat Day Festival" where all orders no matter how many plates you order of Kuroge Wagyu Kalbi were half-price, the low-priced "Yakiniku Sakaba Set" targeting izakaya demand, and the "50-Item All-You-Can-Eat" plan for casual buffet enjoyment. At Shabu Shabu On-Yasai, we offered "Duck shabu-shabu" and "Fugu (Blowfish) shabu-shabu" as "Winter Treat" menu items. At OOTOYA, in addition to offering Hiroshima-ken's "Large Oyster Fry," a winter staple, we are also launching our first collaboration campaign with the anime "HAIKYU!!" to create new opportunities for customer visits. At Kappa Sushi, as part of efforts to boost weekday customer traffic, we are offering a menu priced at 90 yen (tax included) under the banner "Kappa's Challenge: Thanksgiving Festival." We are also aiming to increase customer traffic through weekday discounts and student discounts for our "Kappa Sushi All-You-Can-Eat" plan. Steak MIYA featured Sakura Inoue, a celebrity from Tochigi Prefecture where the brand originated, in new TV commercials, focusing on promoting brand value primarily in the northern Kanto region. Furthermore, CHEESE GARDEN, CRIOLLO, and SILSMARIA, which handle sweets, strengthened efforts to capture Christmas and year-end gift demand. Meanwhile, FRESHNESS BURGER focused on boosting sales of its "Chicken Box," resulting in both achieving orders exceeding the previous year. At Colowide Dining, which operates multiple izakaya brands, the number of banquet reservations exceeded the previous year's results. This was achieved by securing diverse banquets, including daytime banquets and after-parties, during the year-end peak season.

Regarding our overseas food service business, we are working to enhance the profitability of existing stores and develop new locations. In North America, we are advancing the opening of Gyu-Kaku restaurants. In the Middle East and Asia, we are promoting the opening of Gyu-Kaku and its derivative formats. Additionally, by focusing on the overseas expansion of Kappa Sushi, we are also advancing the development of our sushi formats abroad.

Regarding our catering services business, we continue to actively develop labor-saving models and are working to strengthen our sales capabilities by responding to diverse needs based on customer feedback. Furthermore, as a result of refining our revenue structure through contract revisions and acquiring new locations, the number of contracted locations reached 514 at the end of December.

As part of our sustainability initiatives, we are working to reduce greenhouse gas emissions to address climate change. In addition to our previous disclosure of "direct emissions from our own operations and indirect emissions associated with the use of energy supplied by others" (Scope 1 and 2), we have begun disclosing "emissions arising from raw material procurement, logistics, and production activities at suppliers" (Scope 3). To reduce emissions, we are consolidating distribution centers, reducing delivery days, and promoting the use of rail transport on certain routes. Additionally, OOTOYA promotes food loss reduction through its "Finish Your Meal Challenge" initiative, while Kappa Sushi focuses on product development that utilizes ingredients without waste. Meanwhile, as part of its community contribution efforts, ATOM has advanced initiatives based

on a collaborative agreement with Fukui-ken for industrial promotion, driven by the desire to “give back to Fukui-ken, its founding home.” This includes partnerships with the local professional basketball club and the introduction of menus featuring Fukui-produced ingredients. Furthermore, ATOM deepened its community engagement through activities such as delivering special lectures at UNIVERSITY OF FUKUI and providing complimentary Christmas-limited sushi and tonkatsu party platter to Children’s Cafeterias within the prefecture.

Regarding store openings and closings, within our domestic food service business, we are expanding our flagship brands Gyu-Kaku, Kappa Sushi, and OOTOYA, as well as our dessert and cafe formats such as CHEESE GARDEN and NAGISA BASHI CAFE. In our overseas food service business, we opened new stores for Gyu-Kaku and Kappa Sushi, along with The Meat & Wine Co. and HUNTER & BARREL steak houses operated by Seagrass Holdco Pty Ltd., which joined our portfolio this fiscal year. As a result, we opened 74 directly managed restaurants and 7 directly managed izakaya locations, totaling 81 new stores, while closing 40 directly managed restaurants and 7 directly managed izakaya locations, totaling 47 stores. Consequently, the number of directly managed stores at the end of the third quarter of the current consolidated fiscal year was 1,485, and the total number of stores, including franchise locations, was 2,623.

As a result of these efforts, consolidated operating results for the first nine months of the current fiscal year were as follows: revenue of 217,856 million yen, business profit of 9,576 million yen, IFRS operating profit of 9,223 million yen, quarterly profit of 4,343 million yen, and quarterly profit attributable to owners of parent of 3,692 million yen.

The Group’s segment-based revenue is as follows: COLOWIDE MD Co., Ltd.: 75,628 million yen, ATOM CORPORATION: 22,431 million yen, REINS international inc., Ltd.: 65,834 million yen, KAPPA-CREATE CO., LTD.: 55,014 million yen, OOTOYA Holdings Co., Ltd.: 27,464 million yen, Seagrass Holdco Pty Ltd.: 13,365 million yen, Others: 34,540 million yen

Note that segment revenue does not adjust for inter-segment revenue or transfers.

(2) Financial position

(i) Assets, Liabilities and Equity

Total assets at the end of the third quarter of the current consolidated fiscal year increased by 33,329 million yen compared to the end of the previous consolidated fiscal year, reaching 345,555 million yen. This was primarily due to increases in goodwill of 30,812 million yen, property, plant, and equipment of 6,314 million yen, and right-of-use assets of 5,303 million yen, despite a decrease in cash and cash equivalents of 11,937 million yen.

Total liabilities increased by 26,179 million yen compared to the end of the previous fiscal year, reaching 251,297 million yen. This was primarily due to increases of 14,872 million yen in bonds and borrowings, 6,110 million yen in lease liabilities, and 2,908 million yen in accounts payable and other liabilities.

Total equity increased by 7,150 million yen compared to the end of the previous fiscal year, reaching 94,258 million yen. This was primarily due to increases of 3,635 million yen in other capital components and 2,636 million yen in retained earnings.

(ii) Cash Flows

Cash and cash equivalents at the end of the third quarter of the current consolidated fiscal year amounted to 59,600 million yen, a decrease of 11,937 million yen compared to the end of the previous consolidated fiscal year. This decrease resulted from cash flows from operating activities of 22,324 million yen, cash flows from investing activities of (29,122) million yen, and cash flows from financing activities of (5,145) million yen, along with a translation adjustment of 6 million yen related to cash and cash equivalents.

Cash flows from operating activities primarily consist of pre-tax 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 consist of payments for the repayment of long-term borrowings and lease liabilities.

(3) Explanation Regarding Forward-Looking Statements Such as Consolidated Earnings Forecasts

There are no changes to the consolidated earnings forecast for the fiscal year ending March 2026 from the full-year consolidated earnings forecast figures announced on May 9, 2025.

2. Quarterly Consolidated Financial Statements and Key Notes

(1) Quarterly Consolidated Statement of Financial Position

	Previous consolidated fiscal year (March 31, 2025)	Current third quarter consolidated fiscal year (December 31, 2025)	(Unit: Millions of yen)
Assets			
Current assets			
Cash and cash equivalents	71,537	59,600	
Trade and other receivables	15,512	16,555	
Other financial assets	441	402	
Inventories	4,349	6,516	
Income taxes receivables	342	478	
Other current assets	3,451	3,956	
Total current assets	95,631	87,507	
Non-current assets			
Property, plant and equipment	52,883	59,197	
Right-of-use assets	24,690	29,993	
Goodwill	91,877	122,689	
Intangible assets	13,889	12,911	
Investment property	386	594	
Other financial assets	20,433	20,970	
Deferred tax assets	12,129	11,162	
Other non-current assets	306	532	
Total non-current assets	216,595	258,048	
Total assets	312,226	345,555	

	(Unit: Millions of yen)	
	Previous consolidated Fiscal year (March 31, 2025)	Current third quarter consolidated fiscal year (December 31, 2025)
Liabilities and Equity		
Liabilities		
Current liabilities		
Trade and other payable	26,665	29,476
Bonds and borrowings	33,971	33,551
Lease liabilities	14,770	13,830
Other financial liabilities	603	482
Income taxes payable	2,092	1,293
Provisions	4,258	2,909
Contract liabilities	385	521
Other current liabilities	11,030	15,086
Total current liabilities	93,776	97,148
Non-current liabilities		
Trade and other payable	5,733	5,830
Bonds and borrowings	95,345	110,637
Lease liabilities	19,081	26,131
Other financial liabilities	1,041	1,129
Provisions	6,409	6,666
Deferred tax liabilities	2,210	2,405
Contract liabilities	706	590
Other non-current liabilities	817	760
Total non-current liabilities	131,342	154,148
Total liabilities	225,118	251,297
Equity		
Share capital	43,814	43,814
Capital surplus	56,576	56,613
Treasury shares	(109)	(94)
Other components of equity	178	3,813
Retained earnings	(22,922)	(20,287)
Total equity attributable to owners of parent	77,537	83,860
Non-controlling interests	9,571	10,398
Total equity	87,108	94,258
Total Liabilities and Equity	312,226	345,555

(2) Quarterly Consolidated Statement of Income

	(Unit: Millions of yen)	
	Previous third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)	Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)
Revenue	200,472	217,856
Cost of sale	83,900	88,630
Gross profit	116,572	129,226
Selling, general and administrative expenses	109,459	119,650
Business profit	7,113	9,576
Other operating income	720	652
Other operating expenses	1,042	1,005
IFRS operating profit	6,792	9,223
Finance income	866	1,252
Finance costs	2,366	3,328
Pre-tax profit	5,292	7,147
Income tax expenses	1,790	2,805
Profit	3,501	4,343
Profit attributable to		
Owners of parent	2,281	3,692
Non-controlling interests	1,220	650
Profit	3,501	4,343
Earnings per share		
Basic earnings per share (Yen)	18.64	29.46
Diluted earnings per share (Yen)	18.64	29.46

(3) Quarterly Consolidated Statement of Comprehensive Income

	(Unit: Millions of yen)	
	Previous third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)	Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)
Profit	3,501	4,343
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	6	46
Total items that will not be reclassified to profit or loss	<u>6</u>	<u>46</u>
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	241	3,339
Cash flow hedges	185	141
Total items that may be reclassified to profit or loss	<u>426</u>	<u>3,480</u>
Other comprehensive income, net of tax	<u>432</u>	<u>3,526</u>
Comprehensive income	<u><u>3,933</u></u>	<u><u>7,869</u></u>
Comprehensive income attributable to		
Owners of parent	2,555	7,327
Non-controlling interests	1,378	541
Comprehensive income	<u><u>3,933</u></u>	<u><u>7,869</u></u>

(4) Quarterly Consolidated Statement of Changes in Equity

Previous third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)

(Unit: Millions of yen)

	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)
Profit	-	-	-	-	-
Other comprehensive income	-	-	-	9	186
Comprehensive income	-	-	-	9	186
Issuance of new shares	15,909	15,756	-	-	-
Purchase of treasury shares	-	-	(1)	-	-
Disposal of treasury shares	-	36	17	-	-
Dividends	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests	-	24	-	-	-
Changes in ownership interests in subsidiaries	-	228	-	-	-
Total transactions and others with owners	15,909	16,044	16	-	-
Balance as of December 31, 2024	43,814	56,576	(109)	53	(38)

	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 operations	Total other components of equity						
Balance as of April 1, 2024	40	(139)	(23,219)	44,954	9,181	54,135		
Profit	-	-	2,281	2,281	1,220	3,501		
Other comprehensive income	80	274	-	274	158	432		
Comprehensive income	80	274	2,281	2,555	1,378	3,933		
Issuance of new shares	-	-	-	31,664	-	31,664		
Purchase of treasury shares	-	-	-	(1)	-	(1)		
Disposal of treasury shares	-	-	-	53	-	53		
Dividends	-	-	(952)	(952)	(141)	(1,094)		
Changes in ownership interests of parent due to transactions with non-controlling interests	-	-	-	24	12	35		
Changes in ownership interests in subsidiaries	-	-	-	228	(228)	-		
Total transactions and others with owners	-	-	(952)	31,016	(357)	30,659		
Balance as of December 31, 2024	120	135	(21,891)	78,526	10,201	88,727		

Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)

(Unit: Millions of yen)

	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
Profit	-	-	-	-	-
Other comprehensive income	-	-	-	38	131
Comprehensive income	-	-	-	38	131
Purchase of treasury shares	-	-	(0)	-	-
Disposal of treasury shares	-	29	15	-	-
Dividends	-	-	-	-	-
Changes in equity interest due to share capital increases by consolidated subsidiaries	-	-	-	-	-
Changes in ownership interests of parent due to transactions with non-controlling interests	-	9	-	-	-
Total transactions and others with owners	-	37	15	-	-
Balance as of December 31, 2025	43,814	56,613	(94)	106	274

	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 operations	Total other components of equity						
Balance as of April 1, 2025	(33)	178	(22,922)	77,537	9,571	87,108		
Profit	-	-	3,692	3,692	650	4,343		
Other comprehensive income	3,466	3,635	-	3,635	(109)	3,526		
Comprehensive income	3,466	3,635	3,692	7,327	541	7,869		
Purchase of treasury shares	-	-	-	(0)	-	(0)		
Disposal of treasury shares	-	-	-	44	-	44		
Dividends	-	-	(1,057)	(1,057)	(161)	(1,217)		
Changes in equity interest due to share capital increases by consolidated subsidiaries	-	-	-	-	436	436		
Changes in ownership interests of parent due to transactions with non-controlling interests	-	-	-	9	10	19		
Total transactions and others with owners	-	-	(1,057)	(1,005)	285	(719)		
Balance as of December 31, 2025	3,433	3,813	(20,287)	83,860	10,398	94,258		

(5) Quarterly Consolidated Statement of Cash Flows

	(Unit: Millions of yen)	
	Previous third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)	Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)
Cash flows from operating activities		
Pre-tax profit	5,292	7,147
Depreciation and amortization expenses	17,781	18,951
Impairment losses	317	203
Finance income	(866)	(1,252)
Finance costs	2,366	3,328
Loss (profit) on sale and retirement of non-current assets	151	171
Decrease (increase) in inventories	(1,106)	(1,854)
Decrease (increase) in trade and other receivables	(1,061)	(732)
Increase (decrease) in trade and other payable	2,177	1,914
Others	(2,907)	(485)
Sub-total	22,143	27,392
Interests and dividends received	208	286
Interests paid	(2,130)	(2,507)
Income tax refund	76	159
Income tax paid	(1,657)	(3,006)
Cash flows from operating activities	18,641	22,324
Cash flows from investing activities		
Payments into time deposits	(9)	-
Proceeds from the redemption of time deposits	268	-
Expenditures for purchase of property, plant and equipment	(8,735)	(10,266)
Proceeds from sale of property, plant and equipment	300	508
Expenditures for security and guarantee deposits	(498)	(730)
Proceeds from refund of security and guarantee deposits	660	902
Expenditures for acquisition of consolidated subsidiaries	(9,735)	(18,657)
Expenditures for business transfers	-	(269)
Others	(1,261)	(611)
Cash flows from investing activities	(19,009)	(29,122)
Cash flows from financing activities		
Net increase (decrease) in short term borrowings	(386)	(100)
Proceeds from long term borrowings	16,749	35,770
Expenditures for repayment of long-term borrowings	(15,560)	(24,786)
Proceeds from issuance of bonds	2,671	488
Expenditures for redemption of bonds	(4,095)	(3,724)
Expenditures for repayment of lease liabilities	(11,182)	(12,013)
Proceeds from issuance of shares	31,665	-
Proceeds from payments from non-controlling interests	-	436
Expenditures for the acquisition of treasury shares of consolidated subsidiaries	-	(0)
Dividends paid	(952)	(1,056)
Dividends paid to non-controlling interests	(141)	(160)
Others	(1)	(0)
Cash flows from financing activities	18,767	(5,145)
Effect of exchange rate changes on cash and cash equivalents	162	6
Net increase (decrease) in cash and cash equivalents	18,560	(11,937)

Cash and cash equivalents at beginning of period	46,307	71,537
Cash and cash equivalents at end of quarterly period	64,867	59,600

(6) Notes on Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(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 current consolidated cumulative period, 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 third quarter consolidated cumulative period 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 25 subsidiaries for "REINS international inc.", 4 subsidiaries for "KAPPA-CREATE CO., LTD.", 7 subsidiaries for "OOTOYA Holdings Co., Ltd.", and 45 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 method for reporting segments is the same as that described in "Notes on Changes in 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 third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)

(Unit: Millions of yen)

	COLOWIDE MD	ATOM	Reportable segment					Others (Note4)	Total	Adjustments (Note5)	Amount recorded in consolidated financial statements (Note6)
			REINS international (Note1)	KAPPA- CREATE (Note2)	OOTOYA Holdings (Note3)	Seagrass Holdco Pty Ltd.	Total				
Revenue											
External revenue	2,017	27,175	66,272	54,432	23,174	-	173,070	27,401	200,472	-	200,472
Inter-segment revenue and transfers	69,806	1	2,953	594	55	-	73,408	3,246	76,654	(76,654)	-
Total	71,823	27,176	69,225	55,026	23,229	-	246,479	30,647	277,126	(76,654)	200,472
Segment profit	3,119	154	3,997	1,086	1,122	-	9,477	(382)	9,095	(2,304)	6,792
Finance income											866
Finance costs											2,366
Pre-tax profit											5,292
Income tax expenses											1,790
Profit											3,501

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

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

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

(Note4) "Others" indicate business segments not included in reportable segments as follows. WORLD PICOM CORPORATION develops and sells total self-ordering systems for restaurant business, develops and operates wireless communication technology, Manufacturing and sales of fresh confectionery, baked goods and chocolates (Nama-choco ganache and others) in Silsmaria Co., Ltd., Manufacture and sale of Western-style confectionery by N Baton Company, Ltd. and its consolidated subsidiaries, administrative work at cocot Co., Ltd., Operation of restaurants 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, Operation of catering service business by Socio Food Service 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.

(Note5) Adjustments arise from the elimination of inter-segment transactions. The segment profit adjustment of (2,304) million yen includes adjustments for unrealized profits and general and administrative expenses not attributable to reportable segments.

(Note6) Segment profit is adjusted with IFRS operating profit in the quarterly consolidated statements of income.

Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)

(Unit: Millions of yen)

	Reportable segment							Others (Note5)	Total	Adjustments (Note6)	Amount recorded in consolidated financial statements (Note7)
	COLOWIDE MD	ATOM	REINS international (Note1)	KAPPA- CREATE (Note2)	OOTOYA Holdings (Note3)	Seagrass Holdco Pty Ltd. (Note4)	Total				
Revenue											
External revenue	2,321	22,431	64,802	54,421	27,403	13,365	184,742	33,114	217,856	-	217,856
Inter-segment revenue and transfers	73,307	-	1,032	592	61	-	74,993	1,426	76,419	(76,419)	-
Total	75,628	22,431	65,834	55,014	27,464	13,365	259,735	34,540	294,275	(76,419)	217,856
Segment profit (loss)	3,896	(72)	3,051	725	1,426	2,021	11,047	1,582	12,628	(3,405)	9,223
Finance income											1,252
Finance costs											3,328
Pre-tax profit											7,147
Income tax expenses											2,805
Profit											4,343

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

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

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

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

(Note5) "Others" indicate business segments not included in reportable segments as follows. WORLD PICOM CORPORATION develops and sells total self-ordering systems for restaurant business, develops and operates wireless communication technology, Manufacturing and sales of fresh confectionery, baked goods and chocolates (Nama-choco ganache and others) in Silsmaria Co., Ltd., Manufacture and sale of Western-style confectionery by N Baton Company, Ltd. and its consolidated subsidiaries, Administrative work at cocot Co., Ltd., Operation of restaurants 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 (3,405) million yen includes adjustments for unrealized profits and general and administrative expenses not attributable to reportable segments.

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

(4) Information by region

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

Previous third quarter consolidated cumulative period (From April 1, 2024 to December 31, 2024)

(i) External revenue

(Unit: Millions of yen)

Japan	North America	Asia	Oceania	Total
176,526	12,853	11,093	-	200,472

(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
163,115	20,461	2,938	-	186,514

Current third quarter consolidated cumulative period (From April 1, 2025 to December 31, 2025)

(i) External revenue

(Unit: Millions of yen)

Japan	North America	Asia	Oceania	Total
181,230	12,272	12,177	12,177	217,856

(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
191,387	21,115	4,668	8,746	225,916

(5) Information on major customers

During the previous third quarter consolidated cumulative period and the current third quarter consolidated cumulative period, 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.

(Business combinations)

Previous third quarter consolidated cumulative period

On April 1, 2024, our Company acquired 100% of the shares of Nihon Meika Souhonpo Co., Ltd. (currently N Baton Company, Ltd.) and made it a wholly owned subsidiary.

(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) Date of business combination

April 1, 2024

(ii) Acquired voting rights ratio

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) Legal form of business combination

Acquisition of shares for cash consideration

(vi) Consideration paid on the date of business combination

(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

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

(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

Current third quarter consolidated cumulative period

On June 2, 2025, our Company acquired 100% of the shares of Seagrass Holdco Pty Ltd. (hereinafter referred to as the “Target Company”) through its subsidiary, COLOWIDE MD Co., Ltd., making it a wholly owned subsidiary.

(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) Date of business combination

June 2, 2025

(iii) Acquired voting rights ratio

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) Legal form of business combination

Acquisition of shares for cash consideration

(vi) Consideration paid on the date of business combination

(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

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

(Unit: Millions of yen)

Fair value of consideration paid	20,155
Current assets	2,624
Non-current assets	7,249
Current liabilities	4,044
Non-current liabilities	12,409
Goodwill	26,736

(Notes on Changes in 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 consolidated fiscal year, except as follows.

IFRS		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 this standard has no impact on interim consolidated financial statements.