

September 25, 2025

To Stakeholders:

Company Name           ORION BREWERIES LTD.

Representative       Hajime Murano,  
Representative Director, President & CEO  
(Code: 409A, TSE Prime Market)

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## Notice on the Company's Financial Information, etc. in Line with the Listing on the Tokyo Stock Exchange Prime Market

Today, on September 25, 2025, the Company was listed on the Prime Market of the Tokyo Stock Exchange. We look forward to your continued support and guidance moving forward. The Group's consolidated financial forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025, to March 31, 2026) are as below.

[Consolidated]

(Millions of Yen, %)

Item \ Fiscal Year	Fiscal year ending March 31, 2026 (forecast)			Fiscal year ending March 31, 2026 1Q (results)		Fiscal year ended March 31, 2025 (results)	
		Percentage of net sales	YOY percentage change		Percentage of net sales		Percentage of net sales
Net sales	30,106	100.0	4.3	7,045	100.0	28,866	100.0
[Reference] Net sales (excl. alcohol tax)	24,671	81.9	5.3	5,807	82.4	23,430	81.2
Operating profit	3,945	13.1	13.4	1,076	15.3	3,479	12.1
[Reference] Operating profit (adjusted)	3,979	13.2	12.7	1,085	15.4	3,531	12.2
Ordinary profit	3,788	12.6	9.9	1,084	15.4	3,447	11.9
(Quarterly) Profit attributable to owners of parent	3,306	11.0	(54.7)	1,488	21.1	7,301	25.3
[Reference] Adjusted (quarterly) profit attributable to owners of parent	2,670	8.9	4.5	768	10.9	2,554	8.9
Basic (quarterly) earnings per share	81.01 Yen			36.46 Yen		133.90 Yen	
[Reference] Adjusted basic earnings per share	65.42 Yen			18.83 Yen		46.86 Yen	
[Reference] Adjusted EBITDA	5,554	18.4	5.3	1,502	21.3	5,274	18.3
Dividend per share	40 Yen (Interim 20 Yen, End of period 20 Yen)			-		90 yen (18,000yen)	

- (Note) 1. Basic earnings per share for the fiscal year ended March 2025 (results) and the first quarter cumulative period of the fiscal year ending March 2026 (results) is calculated based on the average number of shares outstanding during the period. Basic earnings per share for the fiscal year ending March 2026 (forecast) is calculated based on the planned average number of shares outstanding during the period.
2. Basic earnings per share and adjusted basic earnings per share for the fiscal year ended March 2025 (results) were calculated considering the treasury stock acquired on March 31, 2025.
3. A 200-for-1 stock split was conducted on September 13, 2024. The above calculations assume this stock split occurred at the beginning of the fiscal year ended March 2025 to determine basic earnings per share (quarterly). Additionally, the dividend per share for the fiscal year ended March 2025 (results) reflects the stock split; the pre-split figures are shown in brackets.
4. Based on the ORION WAY, our fundamental management philosophy, the Group recognizes returning profits to shareholders as a key priority and has established a basic policy of implementing stable and continuous distributions of surplus, such as dividends etc. Specifically, we have established the following:
- a. The indicators and target levels for annual dividends are set as a “50% dividend payout ratio” and a “7.5% DOE (Dividend on Equity:  $\text{Total.Dividends} \div \text{Shareholders' Equity}$ )” based on net income attributable to owners of parent. The higher amount calculated for each period will be the dividend amount for that period.
  - b. Dividends will be paid twice a year, at the interim and year-end periods.
  - c. The interim dividend amount shall be half of the annual dividend amount calculated based on the full-year forecast amount of net income attributable to owners of parent.
  - d. The Board of Directors shall be the decision-making body for interim and year-end dividends.
  - e. While considering growth investments and financial soundness, the Group will flexibly consider and implement additional shareholder returns, including share buybacks.

As previously stated, the target levels are set at a “50% dividend payout ratio” and a “7.5% DOE (Dividend on Equity)” based on net income attributable to owners of parent. Therefore, the dividend amount for each period may not be fixed and may fluctuate from period to period due to factors such as temporary profit recognition. At the Board of Directors meeting held on August 8, 2025, the following was resolved regarding the dividend policy for the fiscal year ending March 2026: The dividend amount will be calculated using the full-year forecast amount of net income attributable to owners of parent, including extraordinary gains such as the sale of held real estate occurring in the fiscal year ending March 2026. Furthermore, the dividend for the fiscal year ending March 2026 will be set at ¥40 per share (with an interim dividend of ¥20).

Furthermore, as mentioned above, the interim dividend amount is based on a policy of being half of the total annual dividend amount calculated using the full-year forecast amount of net income attributable to owners of the parent. Therefore, if the forecast amount of full-year net income attributable to owners of the parent fluctuates, is revised, or diverges from the full-year results during the period, the year-end dividend amount may not be the same as the interim dividend amount.

[Details of adjustment on each item]

(Millions of Yen)

	Fiscal year ending March 31, 2026 (forecast)	Fiscal year ending March 31, 2026 1Q (results)	Fiscal year ended March 31, 2025 (results)
Net sales	30,106	7,045	28,866
Adjusted item			
Add alcohol tax	(5,434)	(1,238)	(5,436)
Net sales excluding alcohol tax	24,671	5,807	23,430
Operating profit	3,945	1,076	3,479
Adjusted item			
Add IPO cost to SG&A	34	9	52
Subtotal of adjusted item	34	9	52
Adjusted operating profit	3,979	1,085	3,531
Add depreciation and amortization and amortization of goodwill	1,574	416	1,742
Adjusted EBITDA	5,554	1,502	5,274
(Quarterly) Profit attributable to owners of parent	3,306	1,488	7,301
Adjusted item			
Add adjustment on operating profit	34	9	52
Add non-operating expenditure	77	15	56
Add extraordinary profit	(1,053)	(1,053)	(6,888)
Add extraordinary loss	32	-	-
Subtotal of adjusted item	(909)	(1,028)	(6,780)
Add tax adjustment on adjusted items	272	308	2,034
Adjusted (Quarterly) profit attributable to owners of parent	2,670	768	2,554

(Note) 1. Extraordinary gains in adjustments to (Quarterly) Profit attributable to owners of parent primarily consist of gains on sales of fixed assets related to the sale of real estate in the tourism and hotel business.

2. Listing-related expenses in selling, general and administrative expenses include consulting fees.

3. Listing-related expenses are also recorded within non-operating expenses.

4. The tax adjustment for adjustment items represents the tax impact calculated assuming an effective tax rate of 30% on the total of all adjustments affecting net income before income taxes.

## 【Assumptions for Fiscal Year Ending March 2026 Financial Forecasts】

Our group consists of four companies: the parent company, consolidated subsidiaries (Orion Hotel Co., Ltd., Ishikawa Shuzojo Co., Ltd.), and an affiliate (Asahi Orion Beverage Co., Ltd.). We operate primarily in two business segments: Alcoholic & Beverages, and Tourism & Hotel.

Okinawa Prefecture's real economic growth rate for the fiscal year ending March 2026 is projected to be approximately an 1.6% increase<sup>\*1</sup>. Personal consumption is expected to show a gradual and sustained recovery, supported by solid consumer sentiment. This is due to steady demand from residents and anticipated growth in demand from foreign visitors, despite uncertainty stemming from factors like rising prices. In the tourism sector, domestic visitor arrivals are expected to remain strong due to sustained robust travel demand. Foreign visitor arrivals are also projected to increase further, supported by additional flights to and from Naha airport. Consequently, tourism demand is expected to continue its gradual expansion, with growth momentum strengthening in the latter half of the year.

In this environment, the Group will implement the following measures in the fiscal year ending March 2026 to further expand its business performance. In the Alcoholic & Beverages business, we will strengthen product development and sales capabilities, including establishing an overwhelming position within Okinawa prefecture, securing tourist demand, strengthening partnerships to expand sales in markets outside Okinawa Prefecture, establishing a unique position overseas, and expanding the licensing business. In the Tourism & Hotel business, we will improve customer satisfaction and strengthen collaboration with the theme park “JUNGLIA OKINAWA,” which opened in July 2025.

As a result, net sales are expected to be 30,106 million yen (up 4.3% year-on-year), operating income is expected to be 3,945 million yen (up 13.4% year-on-year), ordinary income of ¥3,788 million (up 9.9% year-on-year), and net income attributable to owners of parent of ¥3,306 million (down 54.7% year-on-year) due to a decrease in extraordinary income resulting from a reduction in gains on sales of real estate compared to the previous fiscal year.

The financial forecasts for the fiscal year ending March 2026 was resolved by the Board of Directors on August 8, 2025, based on results through the first quarter of the fiscal year ending March 2026.

<sup>\*1</sup>: Nansei Shoto Industrial Advancement Center, “Long-Term Outlook for the Okinawa Prefecture Economy through Fiscal Year 2035” (April 25, 2025)

(Net Sales)

### [Alcoholic & Beverages Business]

Regarding the alcoholic & beverage business in Okinawa Prefecture (74.3% of sales), the entire industry, including competitors, implemented price increases in April 2025 (our price increase rate: 5-7% increase). As a result, sales volume is expected to decrease slightly to 46,291 KL (kiloliters) (down 1.0% year-on-year) due to a reaction to the rush demand before the price increase. However, sales are expected to increase by approximately 4.0% year-on-year due to an increase in tourists, including the effect of the opening of JUNGLIA OKINAWA. In markets outside Okinawa Prefecture (17.5% of sales), sales volume is expected to increase to 15,667 KL (up 3.1% year-on-year) due to aggressive sales expansion centered on the mainstay Orion The Draft and the renewal of RTDF products such as WATTA and natura. For overseas operations (8.2% of sales), we expect beer sales volume to reach 11,261 KL (up 12.1% year-on-year) and sales revenue to grow by approximately 18% year-on-year, driven by sales expansion in key markets such as Taiwan and the US through collaboration with local distributors.

Consequently, sales revenue for the Alcoholic & Beverages Business is projected to be ¥24,456 million (up 7.6% year-on-year).

[Tourism & Hotel Business]

For the Orion Hotel Naha, based on factors such as increased tourist numbers, we project an occupancy rate of 69% (up 5.4 percentage points year-on-year) and an average room rate of ¥12,697 (up 8.2% year-on-year), resulting in projected sales of ¥604 million (down 50.7% year-on-year). These figures are based on the planned business transfer of Orion Hotel Naha during the current fiscal year. Fixed assets transferred in May 2025, and the Company will continue to operate the hotel under a lease-back agreement until end of September of the same year, recording sales. For the Orion Hotel Motobu Resort & Spa, which became an official hotel of JUNGLIA OKINAWA which was opened in July 2025, we expect a room occupancy rate of 75% (up 0.5 points year-on-year) and a room rate of ¥39,721 (up 5.3% year-on-year), based on room renovations and strengthened sales promotion through joining in the Miyako Hotels & Resorts chain and a room rate of ¥39,721 (up 5.3% year-on-year), resulting in projected sales of ¥4,414 million (up 10.1% year-on-year).

For leased real estate, revenue is calculated based on annual contracts. Due to the absence of revenue from JR Kyushu Hotel Blossom Naha, which was transferred in March 2025 (previous period sales results: ¥309 million), revenue is projected to be ¥635 million (a 28.1% decrease compared to the previous period).

Total revenue for the Tourism & Hotel Business is projected to be ¥5,649 million (a 7.9% decrease compared to the previous period).

As a result, net sales for the fiscal year ending March 2026 are projected to be ¥30,106 million (a 4.3% increase compared to the previous fiscal year).

(Cost of Sales, Gross Profit)

[Alcoholic & Beverages Business]

Cost of sales is projected to be ¥13,984 million (up 5.5% year-on-year), with gross profit projected at ¥10,471 million (up 10.4% year-on-year). The gross profit forecast was established considering trends in material and supply unit costs at the time of forecasting, changes in fixed costs such as labor and depreciation expenses, and projected consumption of utilities. The gross profit margin for the current period is projected to be 42.8% (an increase of 1.0 percentage points compared to the previous period). The increase in cost of sales is primarily due to higher sales revenue, rising material and utility costs driven by inflation and energy cost increases, and higher labor costs.

[Tourism & Hotel Business]

Cost of sales is projected to be ¥916 million (a 16.7% decrease from the previous period), with gross profit expected to be ¥4,733 million (a 6.0% decrease from the previous period). For hotels, the gross profit forecast incorporates trends in food and beverage ingredient unit prices at the time of planning. For real estate leasing, the gross profit forecast factors in fixed costs such as depreciation and property taxes. As a result, the gross profit margin for the current period is projected to be 83.7% (an increase of 1.7 percentage points compared to the previous period). The decrease in cost of sales is primarily due to the absence of cost of sales for JR Kyushu Hotel Blossom Naha, which was transferred in the previous fiscal year (cost of sales results in the previous fiscal year: ¥215 million).<sup>\*2</sup>

(Selling, General and Administrative Expenses; Operating Income)

[Alcoholic & Beverages Business]

Selling, general, and administrative (SG&A) expenses for the Alcoholic & Beverages Business consist of operating-related expenses, transportation costs related to sales, personnel expenses excluding manufacturing labor costs, research and development expenses, and various expenses incurred by head office indirect departments. Based on trends at the time of forecast formulation, SG&A expenses for the current period is projected to be ¥6,977 million (an 11.0% increase compared to the previous period). Operating profit is projected to be ¥3,494 million (up 9.1% year-on-year). The increase in SG&A expenses is primarily due to higher labor costs resulting from salary increases and personnel expansion, rising transportation costs, and increases in other selling expenses accompanying higher sales.

[Tourism & Hotel Business]

SG&A expenses for the Tourism & Hotel Business consist of operating-related expenses, personnel expenses, outsourcing fees, depreciation, utilities, and various expenses incurred by indirect departments. Based on trends at the time of forecast formulation, we anticipate SG&A expenses of ¥4,271 million for the current period (a 10.0% decrease compared to the previous period). SG&A expenses are expected to decrease by 50.0% compared to the previous fiscal year<sup>\*3</sup>, as expenses related to the operation of the Orion Hotel Naha will only be recorded by September due to its transfer. Operating income is projected to be ¥462 million (a 60.0% increase compared to the previous fiscal year).

As a result, considering the adjustment for depreciation and amortization on a consolidated basis (¥10 million), operating profit for the fiscal year ending March 2026 is projected to be ¥3,945 million (a 13.4% increase compared to the previous fiscal year).

(Non-operating Income/Expenses, Ordinary Profit)

The Group's ordinary profit is projected to be ¥3,788 million (up 9.9% year-on-year). Regarding non-operating income/expenses, non-operating income primarily consists of dividend income, by-products from beer manufacturing processes, and other income. Due to a decrease in one-time other income, it is projected to be ¥269 million (down 42.0% year-on-year). Non-operating expenses are projected to be ¥426 million (down 6.7% year-on-year). This is due to the absence of expenses related to real estate development recorded in the previous fiscal year, despite the expected recognition of interest expenses, listing-related costs, and other items.

(Extraordinary Gains/Losses, Net Income Attributable to Owners of the Parent)

The Group's extraordinary gains and losses are expected to decrease by ¥6,888 million due to the absence of extraordinary gains recorded in the fiscal year ended March 2025, such as the sale of JR Kyushu Hotel Blossom Naha. However, extraordinary gains of ¥1,021 million are expected to be recorded from the transfer of Orion Hotel Naha. As a result, income before income taxes is projected to be ¥4,755 million (a 53.8% decrease compared to the previous fiscal year), Net income attributable to owners of the parent is projected to be ¥3,306 million (a 54.7% decrease compared to the previous period) due to the recognition of ¥1,448 million in income taxes (a 51.5% decrease compared to the previous period).

<sup>\*2</sup>: JR Kyushu Hotel Blossom Naha was leased to JR Kyushu Hotels Co., Ltd. by Orion Oki-Ei LLC, a consolidated subsidiary of the Company, which owns the land and buildings. Consequently, the related expenses were recorded as cost of sales.

\*3: For the Orion Hotel Naha, the Company owned the land and buildings, and operations were conducted by Orion Hotel Co., Ltd., a consolidated subsidiary. Therefore, costs related to the hotel business, as well as selling, general, and administrative expenses, were recorded.

[Important Notes Regarding Performance Forecasts]

The performance forecasts for the Group contained in this document are based on judgments and assumptions made using information available at the time of preparation. Actual results may differ due to various factors.

Ends

September 25, 2025

## Consolidated Financial Statements for the First Quarter of Fiscal Year Ending March 31, 2026 (Under Japanese GAAP)

Company name: ORION BREWERIES LTD.  
 Listing: Prime Market of the Tokyo Stock Exchange  
 Code number: 409A  
 URL: <https://www.orionbeer.co.jp>  
 Representative: Hajime Murano, Representative Director, President & CEO  
 Contact: Hiroshi Kameda, Executive Officer, Vice President  
 Planned Date for Start of Dividend Payment: September 30, 2025  
 Supplementary materials for the quarterly financial statements: None  
 Briefing session on quarterly financial results: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated Results for the First Three-month Period of Fiscal Year Ending March 31, 2026 (April 1, 2025 to June 30, 2025)

#### (1) Consolidated Operating Results (Cumulative total)

(Percentages represent year-on-year change rate from the same period.)

	Net sales		EBITDA		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
Three months ended June 30, 2025	7,045	—	1,493	—	1,076	—	1,084	—	1,488	—
Three months ended June 30, 2024	—	—	—	—	—	—	—	—	—	—

Note: Comprehensive income:

Three months ended June 30, 2025    1,488 million yen    (— %)

Three months ended June 30, 2024    — million yen    (— %)

	Basic quarterly earnings per share	Quarterly earnings per share (diluted)
	Yen	Yen
Three months ended June 30, 2025	36.46	—
Three months ended June 30, 2024	—	—

Note: 1 For the first quarter of the fiscal year ended March 2025, quarterly consolidated financial statements were not prepared. Therefore, figures for the first quarter of the fiscal year ended March 2025 and the year-on-year change rate for the first quarter of the fiscal year ending March 2026 are not disclosed.

2 Diluted quarterly earnings per share is not disclosed because, although dilutive shares exist, the Company's stock was unlisted as of the end of the first quarter of the current fiscal year, making it unable to determine the average stock price during the period.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio
	(millions of yen)	(millions of yen)	(%)
As of June 30, 2025	43,580	16,783	38.5
As of March 31, 2025	50,875	18,968	37.3

Reference: Total Shareholders' equity:

As of June 30, 2025: 16,777 Million yen

As of March 31, 2025: 18,962 Million yen

### 2. Dividends

	Annual dividends (Yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Fiscal Year ended March 31, 2025	—	0.00	—	90.00	90.00
Fiscal Year ending March 31, 2026	—				
Fiscal Year ending March 31, 2026 (Est.)		20.00	—	20.00	40.00

Note: Revisions to the latest dividend forecasts: None



### 3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentages represent change year-on-year for full year and quarter on quarter for quarter)

	Net sales		EBITDA		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)
Second quarter (cumulative total)	15,746	—	3,302	—	2,491	—	2,415	—	2,321	—	56.89
Full year	30,106	4.3	5,520	5.7	3,945	13.4	3,788	9.9	3,306	(54.7)	81.01

Note: Revisions to the latest forecast of consolidated results: None

#### ※ Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: – (Company name: –)

Excluded: – Excluded: – (Company name: –)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, or restatement

(a) Changes in accounting policies due to changes in accounting standards: None

(b) Changes other than (a) above: None

(c) Changes in accounting estimates: None

(d) Restatement: None

(4) Number of shares issued and outstanding (common stock)

(a) Number of shares issued at end of period (including treasury shares)

As of June 30, 2025	40,813,400 shares
As of March 31, 2025	54,563,600 shares

(b) Number of treasury shares at the end of the period

As of June 30, 2025	- shares
As of March 31, 2025	13,750,200 shares

(c) Average number of shares outstanding during the period

First three months ended June 30, 2025	40,813,400 shares
First three months ended June 30, 2024	- shares

(Note) The Company has not prepared quarterly consolidated financial statements for the first quarter of the fiscal year ended March 2025; therefore, the average number of shares outstanding during the period is not disclosed.

\* Financial review of the attached quarterly consolidated financial statements by certified public accountants or an auditing firm:  
None

\* Explanation on the Appropriate Usage of Performance Projections and Other Specific Matters

The forward-looking statements regarding performance forecasts contained in this document are based on information currently available to the Company and certain assumptions deemed reasonable. They do not constitute a promise by the Company to achieve such results. Actual performance may differ significantly due to various factors. For the assumptions underlying the performance forecasts and important notes regarding their use, please refer to “(3) Future outlook including Consolidated financial forecasts” in “1. Overview of business performance.”

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## 1. Overview of business performance

### (1) Overview of business performance for this quarter

During the first three months under review, Japan's economy continued to recover gradually driven by a modest rebound in personal consumption amid improving employment conditions and income environments, supported by the effects of various government policies. However, uncertainties remain, including the potential deterioration of corporate earnings due to increased U.S. tariffs.

In Okinawa Prefecture, concerns have arisen regarding labor shortages and rising prices. Nevertheless, personal consumption and the number of inbound tourists has exceeded the previous year's levels, and the prefectural economy, including the tourism industry, continues its moderate expansion trend.

Under such circumstances, the Group is striving to enhance corporate value under the mission: “Proudly from Okinawa, Orion makes people, makes occasions, helps the world smile.” We are advancing a “Flywheel Growth with Okinawa business model” that delivers attractive products and experiences to residents and tourists, achieving sustainable growth alongside Okinawa. This model provides Okinawa's attractiveness as value through services such as serving alcoholic beverages to residents and tourists within the prefecture and offering services at a resort hotel. Simultaneously, we are implementing initiatives that evoke Okinawa outside the prefecture and overseas to enhance brand loyalty.

For the first three months under review, operating results were as follows: Net sales of 7,045 million yen, operating income of 1,076 million yen, and ordinary income of 1,084 million yen. Net income attributable to owners of the parent for the quarter was 1,488 million yen. This included extraordinary gains of 1,053 million yen related to the transfer of the Orion Hotel Naha, offset by an increase in corporate taxes and other related expenses.

The Group operates two business segments: the Alcohol & Beverage Business and the Tourism & Hotel Business. Details and performance of each segment are as follows.

#### [Alcohol & Beverage Business]

The Alcohol & Beverage Business primarily focuses on beer products.

Our “Orion” brand is deeply rooted in Okinawa, having grown alongside the region. “Orion The Draft” is the flagship product. This beer uses Okinawan barley and water, featuring a refreshing taste suited to the warm climate. Additionally, we are strengthening our “Flywheel Growth with Okinawa business model,” which grows alongside Okinawa, by manufacturing and selling RTD (ready-to-drink alcoholic beverages such as canned chuhai) beverages rich in locally sourced fruits, fruit wines, awamori (Okinawa's traditional distilled spirit), and unique products such as moromi vinegar, as well as leveraging the “Orion” brand for IP (intellectual property) business. This enables us to deliver appealing products and experiences within Okinawa Prefecture, outside the prefecture, and overseas.

In the Alcohol & Beverage Business, we have focused on product development and strengthening sales capabilities to establish an overwhelming position within the prefecture, achieve sustained growth outside the prefecture, and expand sales in overseas areas. As a result, Net sales for the consolidated period showed steady growth, reaching 5,739 million yen. Operating income was 1,033 million yen, driven by improved gross profit margins due to passing on higher raw material costs and the containment of selling, general, and administrative expenses.

#### [Tourism & Hotel Business]

Okinawa, with its abundant tourism resources and geographical advantage of proximity to Asia, is a region that attracts tourists comparable to Hawaii, thus the number of tourists and tourism revenue are on an upward trend. Furthermore, the opening of JUNGLIA Okinawa (July 2025), a theme park that utilizes Okinawa's natural environment, has the potential to increase the attractiveness of Okinawa as a touristic destination and contributes to an increase in the number of days tourists stay.

Amidst this environment, within the Tourism & Hotel Business, we are leveraging synergies with the Orion brand, primarily through the Orion Hotel Motobu Resort & Spa (Motobu Town), located in the highly attractive resort area of northern Okinawa Prefecture and bearing the Orion name.

In fiscal 2025, we are actively targeting family customers and attracting inbound tourists by strengthening

our overseas channels. As a result, both room occupancy rates and room rates exceeded those of the same period last year, and Net sales for the Tourism & Hotel Business in this quarter were 1,306 million yen, with operating income of 45 million yen.

## **(2) Overview of financial position for this quarter**

### **Assets, Liabilities, and Net Assets**

Total assets at the end of the first quarter consolidated accounting period decreased by 7,295 million yen compared to the end of the previous consolidated fiscal year, totaling 43,580 million yen. The main factors were a decrease in cash and deposits of 3,818 million yen due to dividend payments, etc., and a decrease in tangible fixed assets of 3,970 million yen due to the transfer of assets at the Orion Hotel Naha, etc.

Liabilities decreased by 5,110 million yen compared to the end of the previous fiscal year, totaling 26,797 million yen. The main factors were a decrease of 2,754 million yen in income taxes payable, a decrease of 1,409 million yen in deposits received due to payments such as withholding taxes related to the acquisition of treasury stock at the end of the previous fiscal year, and a decrease of 581 million yen in asset retirement obligations.

Net assets decreased by 2,185 million yen compared to the end of the previous fiscal year, totaling 16,783 million yen. The main factors were an increase of 1,488 million yen due to net income attributable to owners of the parent for this quarter and a decrease of 3,673 million yen due to dividend payments pertaining to the previous fiscal year.

## **(3) Future outlook including consolidated financial forecasts**

For the consolidated financial forecasts for the fiscal year ending March 2026, please refer to the “Notice on the Company’s Financial Information, etc. in Line with the Listing on the Tokyo Stock Exchange Prime Market” announced today. Please note that the financial forecasts have been prepared based on information available as of today and certain assumptions deemed reasonable. Actual results may differ due to various factors.

**2. Quarterly consolidated financial statements and major notes****(1) Quarterly consolidated balance sheet**

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	13,203	9,385
Accounts receivable – trade	2,789	2,871
Merchandise and finished goods	1,198	1,462
Raw materials and supplies	741	771
Other	237	419
Allowance for doubtful accounts	(3)	(3)
Total current assets	18,166	14,907
Non-current assets		
Property, plant and equipment		
Buildings and structures	33,357	26,173
Accumulated depreciation	(16,403)	(12,090)
Buildings and structures, net	16,953	14,082
Machinery, equipment and vehicles	20,357	20,340
Accumulated depreciation	(17,859)	(17,847)
Machinery, equipment and vehicles, net	2,497	2,492
Land	8,536	7,355
Construction in progress	165	332
Other	2,345	2,103
Accumulated depreciation	(1,662)	(1,501)
Other, net	682	601
Total non-current assets	28,835	24,864
Intangible assets		
Goodwill	138	132
Other	641	600
Total intangible assets	779	732
Investment and other assets		
Investment securities	2,633	2,626
Other	628	617
Allowance for doubtful accounts	(168)	(168)
Total investment and other assets	3,093	3,075
Total non-current assets	32,708	28,673
Total assets	50,875	43,580

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Accounts payable – trade	1,121	1,180
Current portion of long-term borrowings	705	705
Accounts payable – other	2,083	1,806
Accrued alcohol tax	838	875
Income taxes payable	3,318	563
Provision for bonuses	282	322
Provision for bonuses for directors	29	4
Other	3,559	1,914
Total current liabilities	11,938	7,373
Non-current liabilities		
Long-term borrowings	16,361	16,327
Deferred tax liabilities	1,507	1,573
Provision for retirement benefits for directors	18	18
Retirement benefit liability	278	290
Asset retirement obligations	662	81
Long-term deposits received	951	948
Other	189	183
Total non-current liabilities	19,969	19,424
Total liabilities	31,907	26,797
Net assets		
Shareholders' equity		
Share capital	378	378
Capital surplus	14,109	14,109
Retained earnings	15,475	2,289
Treasury shares	(11,000)	—
Total shareholders' equity	18,962	16,777
Share acquisition rights	5	5
Total net assets	18,968	16,783
Total liabilities and net assets	50,875	43,580

**(2) Quarterly consolidated statement of income and quarterly statement of consolidated comprehensive income**

## Quarterly consolidated statement of income

First three-month period

	(Millions of Yen)
	First three-month period of consolidated fiscal year ending March 2026 (From April 1, 2025 to June 30, 2025)
Net sales	7,045
Cost of sales	3,360
Gross profit	3,685
Selling, general and administrative expenses	2,608
Operating profit	1,076
Non-operating income	
Interest income	0
Dividend income	66
Share of profit of entities accounted for using equity method	11
Other	37
Total non-operating income	115
Non-operating expenses	
Interest expenses	62
Other	44
Total non-operating expenses	107
Ordinary profit	1,084
Extraordinary income	
Gain on sales of non-current assets	844
Gain on reversal of asset retirement obligations	208
Total extraordinary income	1,053
Extraordinary losses	
Loss on retirement of non-current assets	2
Total extraordinary losses	2
Profit before income taxes for the quarter	2,135
Income taxes – current	574
Income taxes – deferred	73
Total income taxes	647
Profit for the quarter	1,488
Profit attributable to non-controlling interests for the quarter	—
Profit attributable to owners of parent for the quarter	1,488

Quarterly statement of consolidated comprehensive income

First three-month period

	(Millions of Yen)
	First three-month period of consolidated fiscal year ending March 2026 (From April 1, 2025 to June 30, 2025)
Profit for the quarter	1,488
Comprehensive income for the quarter	1,488
(Breakdown)	
Comprehensive income attributable to owners of parent for the quarter	1,488



**(3) Notes to quarterly consolidated financial statements**

(Notes on Going Concern Assumption): None

(Notes on significant fluctuations in the amount of Shareholders' Equity)

Based on the resolution of the Board of Directors held on June 20, 2025, the Company cancelled 13,750,200 shares of treasury stock. As a result, during the cumulative period of the first quarter of the consolidated fiscal year, retained earnings and treasury stock decreased by 11 billion yen, respectively. As of the end of the first quarter of the consolidated fiscal year under review, retained earnings amounted to 2,298 million yen, and there is no remaining balance of treasury stock.

(Notes on segment information)

Information about sales and profit or loss amounts by reportable segment

First three-month period (from April 1, 2025 to June 30, 2025)

(millions of yen)

	Reportable Segment		Total	Adjustment (*1)	Amount stated on the Quarterly Consolidated Statement of Income (*2)
	Alcohol & Beverage	Tourism & Hotel			
Sales					
(1) Sales from external customers	5,739	1,306	7,045	—	7,045
(2) Transactions with Other segments	—	—	—	—	—
Total	5,739	1,306	7,045	—	7,045
Segment Profit	1,033	45	1,079	(2)	1,076

(\*1) The segment profit adjustment  $\Delta$  2 million yen includes an adjustment of 2 million yen for depreciation expenses.

(\*2) The segment profit is adjusted to be recorded as operating profit in the Quarterly Consolidated Statements of Income.

(Notes to Quarterly Consolidated Statement of Cash Flows)

The Company has not prepared quarterly consolidated statements of cash flows for the first quarter under review. Depreciation, including amortization related to intangible assets, for the first quarter under review is as shown below.

(millions of yen)

Three months ended June 30, 2025 (April 1, 2025, to June 30, 2025)	
Depreciation	414

(Significant subsequent events)

Dissolution and liquidation of a consolidated subsidiary

At the Board of Directors meeting held on July 18, 2025, the Company resolved to dissolve and liquidate Orion Okiei LLC, a consolidated subsidiary of the Company.

1. Reason for dissolution and liquidation

Due to a review of the Group's business operations and the completion of the sale of the land and buildings owned by the company, we have decided to dissolve and liquidate the company as its business activities have ended.

2. Overview of the subsidiary to be dissolved and liquidated

Name	Orion Okiei LLC
Location	1-411 Toyosaki, Tomigusuku City, Okinawa Prefecture
Business	Operation of hotels, resorts, and entertainment facilities
Capital	10 million yen
Date of establishment	April 2017
Equity Ownership	100% owned by the Company

3. Timing of Dissolution and Liquidation

July 18, 2025	Dissolution
Late October 2025	Completion of Liquidation (scheduled)

4. Impact on Statement of Income from the Dissolution and Liquidation

The impact for the current and future consolidated fiscal year is expected to be minor.