Semi-annual Consolidated Financial Statements

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of November 30, 2025	As of May 31, 2026
Assets		
Current assets		
Cash and deposits	10,157	11,655
Notes and accounts receivable	23,951	23,711
Merchandise and finished goods	44,279	50,772
Raw materials and supplies	1,881	2,068
Other	2,911	2,608
Allowance for doubtful accounts	(29)	(20)
Total current assets	83,151	90,796
Non-current assets		
Property, plant and equipment	3,550	5,615
Intangible assets	754	1,059
Investments and other assets		
Other	2,778	2,900
Allowance for doubtful accounts	(24)	(0)
Total investments and other assets	2,753	2,899
Total non-current assets	7,058	9,575
Total assets	90,209	100,371

Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of November 30, 2025	As of May 31, 2026
Liabilities		
Current liabilities		
Accounts payable	17,179	19,896
Short-term borrowings	22,199	22,396
Commercial papers	2,000	6,000
Current portion of long-term borrowings	4,740	5,317
Income taxes payable	848	757
Other	1,831	1,700
Total current liabilities	48,800	56,068
Non-current liabilities		
Long-term borrowings	7,659	9,719
Retirement benefit liability	492	501
Asset retirement obligations	96	106
Other	712	589
Total non-current liabilities	8,960	10,917
Total liabilities	57,761	66,985
Net assets		
Shareholders' equity		
Share capital	1,209	1,225
Capital surplus	1,215	1,245
Retained earnings	25,996	26,927
Treasury shares	(121)	(95)
Total shareholders' equity	28,298	29,303
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	710	679
Deferred gains or losses on hedges	476	206
Foreign currency translation adjustment	2,929	3,197
Total accumulated other comprehensive income	4,116	4,082
Share acquisition rights	33	—
Total net assets	32,448	33,385
Total liabilities and net assets	90,209	100,371

(2) Semi-annual Consolidated Income Statements and Semi-annual Consolidated Statements of Comprehensive Income

Semi-annual Consolidated Statement of Income

Semi-annual Consolidated Cumulative Period

(Millions of yen)

	Six months ended May 31, 2025	Six months ended May 31, 2026
Net sales	95,293	97,866
Cost of sales	88,804	91,663
Gross profit	6,488	6,202
Selling, general and administrative expenses	2,917	3,420
Operating profit	3,571	2,781
Non-operating income		
Interest income	29	35
Dividend income	9	11
Share of profit of entities accounted for using equity method	6	16
Foreign exchange gains	—	109
Compensation income	650	—
Insurance return	3	4
Miscellaneous income	21	24
Total non-operating income	720	201
Non-operating expenses		
Interest expenses	230	335
Commission expenses	106	118
Foreign exchange losses	76	—
Miscellaneous losses	44	54
Total non-operating expenses	458	508
Ordinary profit	3,832	2,475
Income before income taxes	3,832	2,475
Income taxes	1,035	726
Profit	2,797	1,748
Profit attributable to owners of parent	2,797	1,748

Semi-annual Consolidated Statements of Comprehensive Income

Semi-annual Consolidated Cumulative Period

(Millions of yen)

	Six months ended May 31, 2025	Six months ended May 31, 2026
Profit	2,797	1,748
Other comprehensive income		
Valuation difference on available-for-sale securities	134	(31)
Deferred gains or losses on hedges	(200)	(269)
Foreign currency translation adjustment	(420)	277
Share of other comprehensive income of entities accounted for using equity method	(13)	(10)
Total other comprehensive income	(501)	(33)
Comprehensive income	2,296	1,714
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,296	1,714
Comprehensive income attributable to non-controlling interests	—	—

(3) Semi-annual Consolidated Statements of Cash-Flow

(Millions of yen)

	Six months ended May 31, 2025	Six months ended May 31, 2026
Cash flows from operating activities		
Profit before income taxes	3,832	2,475
Depreciation	218	230
Increase (decrease) in allowance for doubtful accounts	(0)	(34)
Increase (decrease) in retirement benefit liability	9	9
Interest and dividend income	(39)	(47)
Compensation income	△650	—
Interest expenses	230	335
Decrease (increase) in trade receivables	(4,759)	381
Decrease (increase) in inventories	(4,515)	(6,637)
Increase (decrease) in trade payables	(280)	2,665
Other, net	(677)	(464)
Subtotal	(6,629)	(1,086)
Interest and dividends received	39	46
Interest paid	(230)	(346)
Income taxes paid	(1,025)	(853)
Net cash provided by (used in) operating activities	(7,846)	(2,239)
Cash flows from investing activities		
Decrease (increase) in time deposits	(90)	(0)
Purchase of investment securities	(3)	(5)
Purchase of property, plant and equipment	(309)	(1,898)
Proceeds from sale of property, plant and equipment	0	0
Purchase of intangible assets	(422)	(296)
Proceeds from maturity of insurance funds	301	5
Purchase of insurance funds	(9)	(9)
Other, net	(14)	(26)
Net cash provided by (used in) investing activities	(546)	(2,231)

Semi-annual Consolidated Statements of Cash-Flow

(Millions of yen)

	Six months ended May 31, 2025	Six months ended May 31, 2026
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	8,120	152
Increase (decrease) in commercial papers	—	4,000
Proceeds from long-term borrowings	4,800	5,308
Repayments of long-term borrowings	(2,596)	(2,680)
Purchase of treasury shares	(0)	—
Proceeds from issuance of shares resulting from exercise of share acquisition rights	—	0
Repayments of lease obligations	(118)	(133)
Dividends paid	(487)	(816)
Net cash provided by (used in) financing activities	9,718	5,830
Effect of exchange rate change on cash and cash equivalents	(68)	135
Net increase (decrease) in cash and cash equivalents	1,256	1,495
Cash and cash equivalents at beginning of period	8,520	9,504
Cash and cash equivalents at end of period	9,776	10,999