

March 30, 2026

Consolidated Financial Results for the Fiscal Year Ended February 20, 2026 (Under Japanese GAAP)

Company name: SHIMAMURA Co.,Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 8227
 URL: <https://www.shimamura.gr.jp/>
 Representative: Ichiro Takahashi, Representative Director, President and Executive Officer
 Inquiries: Yoshiteru Tsujiguchi, Director & Executive Officer
 Telephone: +81-48-631-2131
 Scheduled date of annual general meeting of shareholders: May 15, 2026
 Scheduled date to commence dividend payments: May 18, 2026
 Scheduled date to file annual securities report: May 12, 2026
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for analysts and institutional investors)

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

1. Consolidated financial results for the fiscal year ended February 20, 2026 (from February 21, 2025 to February 20, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 20, 2026	700,034	5.2	61,483	3.8	63,672	5.1	44,460	6.1
February 20, 2025	665,358	4.8	59,240	7.1	60,596	6.8	41,885	4.5

Note: Comprehensive income For the fiscal year ended February 20, 2026: ¥48,289 million [14.9%]
 For the fiscal year ended February 20, 2025: ¥42,041 million [1.8%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
February 20, 2026	202.36	-	9.0	11.4	8.8
February 20, 2025	189.94	-	8.6	11.0	8.9

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Beginning of the previous fiscal year Assuming that the stock split was carried out, "net income per share" is calculated.

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
February 20, 2026	554,667	488,545	88.1	2,353.09
February 20, 2025	567,144	500,976	88.3	2,271.88

Reference: Equity
 As of February 20, 2026: ¥488,545 million
 As of February 20, 2025: ¥500,976 million

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Beginning of the previous fiscal year Assuming that the stock split was carried out, "net assets per share" is calculated.

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
February 20, 2026	48,052	(66,334)	(60,754)	127,185
February 20, 2025	52,800	4,649	(12,509)	206,200

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended February 20, 2025	-	95.00	-	105.00	200.00	14,700	35.1	3.0
Fiscal year ended February 20, 2026	-	100.00	-	115.00	215.00	15,309	35.4	3.2
Fiscal year ending February 20, 2027 (Forecast)		40.00		40.00	80.00		35.1	

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Dividend Forecast for the fiscal year ending February 20,2027

We are considering the impact of the stock split.

3. Forecast of consolidated financial results for the fiscal year ending February 28, 2027 (from February 21, 2026 to February 20, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 20, 2026	359,887	4.7	32,067	1.9	33,159	1.9	22,910	0.0	110.34
Fiscal year ending February 20, 2027	729,193	4.2	66,842	8.7	68,825	8.1	47,321	6.4	227.92

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Consolidated business in February 2027

"Net income per share" in the earnings forecast takes into account the impact of the stock split.

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of February 20, 2026	221,479,794 shares
As of February 20, 2025	221,479,794 shares

- (ii) Number of treasury shares at the end of the period

As of February 20, 2026	13,861,641 shares
As of February 20, 2025	968,805 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended February 20, 2026	219,707,354 shares
Fiscal year ended February 20, 2025	220,512,062 shares

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Period of the previous fiscal year Assuming that the stock split was carried out at the neck, the number of shares outstanding (common shares) is calculated.

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended February 20, 2026 (from February 21, 2025 to February 20, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 20, 2026	689,702	5.0	60,808	3.5	63,635	4.6	44,434	5.6
February 20, 2025	656,547	4.7	58,762	6.9	60,856	8.1	42,074	1.7

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
February 20, 2026	202.24	-
February 20, 2025	190.80	-

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. At the beginning of the previous fiscal year, Assuming that the stock split has been carried out, "net income per share" is calculated.

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
February 20, 2026	555,457	488,693	88.0	2,353.81
February 20, 2025	567,668	502,319	88.5	2,271.88

Reference: Equity

As of February 20, 2026: ¥488,693 million

As of February 20, 2025: ¥502,319 million

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. At the beginning of the previous fiscal year, Assuming that the stock split has been carried out, "net assets per share" is calculated.

2. Non-consolidated earnings forecast for the fiscal year ending February 28, 2027 (February 21, 2026 ~ February 20, 2027)

(Percentages indicate year-on-year changes.)

Six months ending August 20, 2026	Net sales		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
August 20, 2026	354,829	4.7	32,985	1.8	22,736	0.0	109.51
Fiscal year ending February 20, 2027	717,900	4.1	68,400	7.5	47,000	5.8	226.37

Note: On February 21, 2026, the Company conducted a share split at a ratio of 3 shares per share of common shares. Individual Matters for the fiscal year ending February 28, 2027

"Net income per share" in the business forecast takes into account the impact of the stock split.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

Forward-looking statements, such as earnings forecasts, contained in this material are based on information available at the time of publication.

Yes, there are many uncertainties. Actual results may differ from the above forecasts due to changes in business conditions, etc.

It is.

Matters related to the above forecasts are referred to in Appendix P.2 "1. Summary of Business Results, etc. (1) Analysis of Business Results"

Please.

(Method of accessing supplementary material on financial results)

The Company plans to hold a briefing for analysts on Tuesday, March 31, 2026.

Supplementary explanatory materials for financial results to be used on the day of the event will be posted on the Company's website promptly after the announcement of financial results.

Consolidated balance sheet

(Millions of yen)

	As of February 20, 2025	As of February 20, 2026
Assets		
Current assets		
Cash and deposits	161,200	89,185
Accounts receivable - trade	13,726	15,000
Securities	135,795	153,183
Merchandise	56,829	60,923
Other	2,876	3,595
Total current assets	370,429	321,887
Non-current assets		
Property, plant and equipment		
Buildings and structures	191,207	203,464
Accumulated depreciation	(101,982)	(106,293)
Buildings and structures, net	89,224	97,171
Machinery, equipment and vehicles	12,003	12,012
Accumulated depreciation	(11,266)	(11,529)
Machinery, equipment and vehicles, net	736	482
Tools, furniture and fixtures	3,852	5,656
Accumulated depreciation	(3,046)	(3,667)
Tools, furniture and fixtures, net	805	1,988
Land	51,286	55,040
Construction in progress	560	3,021
Total property, plant and equipment	142,614	157,704
Intangible assets		
Leasehold interests in land	1,000	1,024
Software	-	613
Software in progress	-	240
Total intangible assets	1,000	1,879
Investments and other assets		
Investment securities	33,226	55,677
Deferred tax assets	4,065	2,367
Guarantee deposits	15,355	14,776
Other	465	383
Allowance for doubtful accounts	(11)	(9)
Total investments and other assets	53,100	73,195
Total non-current assets	196,715	232,779
Total assets	567,144	554,667

	As of February 20, 2025	As of February 20, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	24,066	25,696
Income taxes payable	10,699	10,259
Provision for bonuses	3,725	3,922
Other	17,114	16,928
Total current liabilities	55,605	56,806
Non-current liabilities		
Provision for part-time employees retirement	1,179	1,403
Provision for retirement benefits for directors (and other officers)	8	8
Provision for executive officer's retirement benefits	256	379
Retirement benefit liability	2,036	268
Asset retirement obligations	6,634	6,811
Other	446	443
Total non-current liabilities	10,562	9,315
Total liabilities	66,168	66,121
Net assets		
Shareholders' equity		
Share capital	17,086	17,086
Capital surplus	18,673	18,692
Retained earnings	461,664	491,054
Treasury shares	(1,415)	(47,084)
Total shareholders' equity	496,008	479,749
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,435	8,067
Deferred gains or losses on hedges	-	26
Foreign currency translation adjustment	(325)	(377)
Remeasurements of defined benefit plans	(141)	1,080
Total accumulated other comprehensive income	4,968	8,796
Total net assets	500,976	488,545
Total liabilities and net assets	567,144	554,667

Consolidated statement of income

(Millions of yen)

	Fiscal year ended February 20, 2025	Fiscal year ended February 20, 2026
Net sales	665,358	700,034
Cost of sales	434,475	456,130
Gross profit	230,882	243,904
Operating revenue	1,384	1,350
Operating gross profit	232,266	245,254
Selling, general and administrative expenses	173,026	183,771
Operating profit	59,240	61,483
Non-operating income		
Interest income	415	1,083
Dividend income	258	313
Gain on sale of investment securities	190	-
Foreign exchange gains	-	323
Gain on sales of packaging materials	174	185
Compensation income	143	3
Miscellaneous income	376	284
Total non-operating income	1,558	2,193
Non-operating expenses		
Foreign exchange losses	199	-
Loss on processed gift certificates	1	1
Miscellaneous losses	2	3
Total non-operating expenses	202	4
Ordinary profit	60,596	63,672
Extraordinary losses		
Loss on sale and retirement of non-current assets	318	518
Impairment losses	788	723
Loss on disaster	17	15
Other	52	5
Total extraordinary losses	1,177	1,263
Profit before income taxes	59,418	62,409
Income taxes - current	17,955	18,123
Income taxes - deferred	(422)	(174)
Total income taxes	17,533	17,948
Profit	41,885	44,460
Profit attributable to owners of parent	41,885	44,460

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended February 20, 2025	Fiscal year ended February 20, 2026
Profit	41,885	44,460
Other comprehensive income		
Valuation difference on available-for-sale securities	209	2,631
Deferred gains or losses on hedges	-	26
Foreign currency translation adjustment	40	(52)
Remeasurements of defined benefit plans, net of tax	(93)	1,221
Total other comprehensive income	156	3,828
Comprehensive income	42,041	48,289
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	42,041	48,289
Comprehensive income attributable to non-controlling interests	-	-

Consolidated statement of changes in equity

Fiscal year ended February 20, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	17,086	18,655	432,274	(1,418)	466,596
Changes during period					
Dividends of surplus			(12,495)		(12,495)
Profit attributable to owners of parent			41,885		41,885
Purchase of treasury shares				(15)	(15)
Disposal of treasury shares		18		18	36
Net changes in items other than shareholders' equity					-
Total changes during period	-	18	29,389	3	29,411
Balance at end of period	17,086	18,673	461,664	(1,415)	496,008

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	5,226	-	(365)	(48)	4,811	471,408
Changes during period						
Dividends of surplus						(12,495)
Profit attributable to owners of parent						41,885
Purchase of treasury shares						(15)
Disposal of treasury shares						36
Net changes in items other than shareholders' equity	209	-	40	(93)	156	156
Total changes during period	209	-	40	(93)	156	29,567
Balance at end of period	5,435	-	(325)	(141)	4,968	500,976

Consolidated statement of changes in equity

Fiscal year ended February 20, 2026

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	17,086	18,673	461,664	(1,415)	496,008
Changes during period					
Dividends of surplus			(15,069)		(15,069)
Profit attributable to owners of parent			44,460		44,460
Purchase of treasury shares				(45,689)	(45,689)
Disposal of treasury shares		19		20	40
Net changes in items other than shareholders' equity					-
Total changes during period	-	19	29,390	(45,669)	(16,259)
Balance at end of period	17,086	18,692	491,054	(47,084)	479,749

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	5,435	-	(325)	(141)	4,968	500,976
Changes during period						
Dividends of surplus						(15,069)

Profit attributable to owners of parent						44,460
Purchase of treasury shares						(45,689)
Disposal of treasury shares						40
Net changes in items other than shareholders' equity	2,631	26	(52)	1,221	3,828	3,828
Total changes during period	2,631	26	(52)	1,221	3,828	(12,431)
Balance at end of period	8,067	26	(377)	1,080	8,796	488,545

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended February 20, 2025	Fiscal year ended February 20, 2026
Cash flows from operating activities		
Profit before income taxes	59,418	62,409
Depreciation	6,105	6,996
Impairment losses	788	723
Foreign exchange losses (gains)	149	(286)
Loss (gain) on sale and retirement of non-current assets	318	518
Loss (gain) on sale of investment securities	(190)	-
Increase (decrease) in provision for bonuses	164	191
Increase(decrease) in provision for part-time employees retirement	17	223
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(105)	-
Increase(decrease)in provision for executive officer's retirement benefits	(30)	122
Increase (decrease) in retirement benefit liability	69	(4)
Interest and dividend income	(673)	(1,397)
Decrease (increase) in trade receivables	(1,376)	(1,274)
Decrease (increase) in inventories	291	(4,041)
Decrease (increase) in other current assets	1,581	(720)
Increase (decrease) in trade payables	(550)	1,614
Increase (decrease) in other current liabilities	2,457	(251)
Other, net	432	611
Subtotal	68,869	65,437
Interest and dividends received	539	1,194
Income taxes paid	(16,608)	(18,579)
Net cash provided by (used in) operating activities	52,800	48,052
Cash flows from investing activities		
Purchase of securities	(428,000)	(476,000)
Proceeds from redemption of securities	448,600	454,800
Purchase of property, plant and equipment	(11,439)	(22,933)
Proceeds from sale of property, plant and equipment	63	1
Payments for retirement of property, plant and equipment	(226)	(414)
Purchase of intangible assets	-	(872)
Purchase of investment securities	(6,398)	(21,699)
Proceeds from sale of investment securities	1,249	-
Payments for guarantee deposits, advances of construction	(1,263)	(1,188)
Proceeds from collection of guarantee deposits, advances of construction	2,095	1,965
Other, net	(32)	6
Net cash provided by (used in) investing activities	4,649	(66,334)
Cash flows from financing activities		
Purchase of treasury shares	(15)	(45,689)
Dividends paid	(12,494)	(15,064)
Net cash provided by (used in) financing activities	(12,509)	(60,754)
Effect of exchange rate change on cash and cash equivalents	25	20
Net increase (decrease) in cash and cash equivalents	44,965	(79,015)
Cash and cash equivalents at beginning of period	161,235	206,200
Cash and cash equivalents at end of period	206,200	127,185

Balance sheet

(Millions of yen)

	As of February 20, 2025	As of February 20, 2026
Assets		
Current assets		
Cash and deposits	160,286	87,923
Accounts receivable - trade	13,726	14,750
Securities	135,795	153,183
Merchandise	55,996	59,944
Prepaid expenses	1,029	1,041
Current portion of guarantee deposits	1,358	1,080
Other	850	2,014
Total current assets	369,043	319,937
Non-current assets		
Property, plant and equipment		
Buildings	161,654	171,437
Accumulated depreciation	(79,728)	(83,156)
Buildings, net	81,926	88,280
Structures	23,976	25,624
Accumulated depreciation	(19,047)	(19,556)
Structures, net	4,928	6,068
Machinery and equipment	11,773	11,773
Accumulated depreciation	(11,074)	(11,326)
Machinery and equipment, net	698	447
Vehicles	97	99
Accumulated depreciation	(75)	(79)
Vehicles, net	21	19
Tools, furniture and fixtures	3,562	5,415
Accumulated depreciation	(2,850)	(3,470)
Tools, furniture and fixtures, net	712	1,945
Land	51,286	55,040
Construction in progress	549	3,012
Total property, plant and equipment	140,124	154,814
Intangible assets		
Leasehold interests in land	1,000	1,024
Software	-	559
Software in progress	-	240
Total intangible assets	1,000	1,824
Investments and other assets		
Investment securities	33,226	55,677
Shares of subsidiaries and associates	0	0
Investments in capital	0	0
Long-term loans receivable from subsidiaries and associates	4,481	4,762
Long-term prepaid expenses	461	380
Deferred tax assets	5,426	4,197
Guarantee deposits	14,975	14,385
Advances of construction	5	-
Allowance for doubtful accounts	(1,076)	(523)
Total investments and other assets	57,500	78,880
Total non-current assets	198,624	235,519
Total assets	567,668	555,457

	As of February 20, 2025	As of February 20, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	23,815	25,308
Accounts payable - other	3,692	3,501
Accrued expenses	7,534	8,058
Income taxes payable	10,699	10,169
Deposits received	536	423
Unearned revenue	20	20
Provision for bonuses	3,640	3,829
Other	5,081	4,565
Total current liabilities	55,022	55,877
Non-current liabilities		
Provision for retirement benefits	1,801	1,840
Provision for part-time employees retirement	1,179	1,403
Provision for retirement benefits for directors (and other officers)	8	8
Provision for executive officer's retirement benefits	256	379
Asset retirement obligations	6,634	6,811
Guarantee deposits received	434	431
Other	11	11
Total non-current liabilities	10,326	10,886
Total liabilities	65,348	66,763
Net assets		
Shareholders' equity		
Share capital	17,086	17,086
Capital surplus		
Legal capital surplus	18,637	18,637
Other capital surplus	35	54
Total capital surplus	18,673	18,692
Retained earnings		
Legal retained earnings	1,005	1,005
Other retained earnings		
Reserve for tax purpose reduction entry	164	164
General reserve	417,420	444,420
Retained earnings brought forward	43,949	46,315
Total retained earnings	462,539	491,905
Treasury shares	(1,415)	(47,084)
Total shareholders' equity	496,883	480,599
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	5,435	8,067
Deferred gains or losses on hedges	-	26
Total valuation and translation adjustments	5,435	8,094
Total net assets	502,319	488,693
Total liabilities and net assets	567,668	555,457

Statement of income

(Millions of yen)

	Fiscal year ended February 20, 2025	Fiscal year ended February 20, 2026
Net sales	656,547	689,702
Cost of sales		
Beginning merchandise inventory	56,440	55,996
Cost of purchased goods	428,910	454,195
Total	485,350	510,192
Transfer to other account	0	3
Ending merchandise inventory	55,996	59,944
Cost of goods sold	429,352	450,245
Gross profit	227,194	239,457
Operating revenue		
Real estate lease revenue	774	775
Other operating revenue	679	660
Total operating revenue	1,453	1,436
Operating gross profit	228,648	240,893
Selling, general and administrative expenses	169,886	180,084
Operating profit	58,762	60,808
Non-operating income		
Interest income	160	163
Interest on securities	346	1,025
Dividend income	258	313
Gain on sale of investment securities	190	-
Foreign exchange gains	-	304
Gain on sales of packaging materials	173	185
Compensation income	143	3
Reversal of allowance for doubtful accounts	648	552
Miscellaneous income	372	281
Total non-operating income	2,295	2,829
Non-operating expenses		
Foreign exchange losses	199	-
Miscellaneous losses	2	3
Total non-operating expenses	201	3
Ordinary profit	60,856	63,635
Extraordinary losses		
Loss on sale and retirement of non-current assets	258	517
Impairment losses	739	723
Loss on disaster	15	11
Other	23	5
Total extraordinary losses	1,036	1,258
Profit before income taxes	59,820	62,376
Income taxes - current	17,955	18,032
Income taxes - deferred	(209)	(90)
Total income taxes	17,746	17,942
Profit	42,074	44,434

Statement of changes in equity

Fiscal year ended February 20, 2025

(Millions of yen)

	Shareholders' equity										
	Share capital	Capital surplus			Legal retained earnings	Retained earnings				Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus		Other retained earnings			Total retained earnings		
					Reserve for tax purpose reduction entry	General reserve	Retained earnings brought forward				
Balance at beginning of period	17,086	18,637	17	18,655	1,005	164	388,420	43,370	432,960	(1,418)	467,283
Changes during period											
Reversal of reserve for tax purpose reduction entry						(0)		0	-		-
Provision of general reserve							29,000	(29,000)	-		-
Dividends of surplus								(12,495)	(12,495)		(12,495)
Profit								42,074	42,074		42,074
Purchase of treasury shares										(15)	(15)
Disposal of treasury shares				18	18					18	36
Net changes in items other than shareholders' equity											
Total changes during period	-	-	18	18	-	(0)	29,000	578	29,578	3	29,600
Balance at end of period	17,086	18,637	35	18,673	1,005	164	417,420	43,949	462,539	(1,415)	496,883

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of period	5,226	-	5,226	472,509
Changes during period				
Reversal of reserve for tax purpose reduction entry				-
Provision of general reserve				-
Dividends of surplus				(12,495)
Profit				42,074
Purchase of treasury shares				(15)
Disposal of treasury shares				36
Net changes in items other than shareholders' equity	209	-	209	209
Total changes during period	209	-	209	29,809
Balance at end of period	5,435	-	5,435	502,319

Statement of changes in equity

Fiscal year ended February 20, 2026

(Millions of yen)

	Shareholders' equity										
	Share capital	Capital surplus			Legal retained earnings	Retained earnings				Treasury shares	Total shareholders' equity
		Legal capital surplus	Other capital surplus	Total capital surplus		Other retained earnings			Total retained earnings		
					Reserve for tax purpose reduction entry	General reserve	Retained earnings brought forward				
Balance at beginning of period	17,086	18,637	35	18,673	1,005	164	417,420	43,949	462,539	(1,415)	496,883
Changes during period											
Reversal of reserve for tax purpose reduction entry						(0)		0	-		-
Provision of general reserve							27,000	(27,000)	-		-
Dividends of surplus								(15,069)	(15,069)		(15,069)
Profit								44,434	44,434		44,434
Purchase of treasury shares										(45,689)	(45,689)
Disposal of treasury shares				19	19					20	40

Net changes in items other than shareholders' equity											
Total changes during period	-	-	19	19	-	(0)	27,000	2,366	29,365	(45,669)	(16,284)
Balance at end of period	17,086	18,637	54	18,692	1,005	164	444,420	46,315	491,905	(47,084)	480,599

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Total valuation and translation adjustments	
Balance at beginning of period	5,435	-	5,435	502,319
Changes during period				
Reversal of reserve for tax purpose reduction entry				-
Provision of general reserve				-
Dividends of surplus				(15,069)
Profit				44,434
Purchase of treasury shares				(45,689)
Disposal of treasury shares				40
Net changes in items other than shareholders' equity	2,631	26	2,658	2,658
Total changes during period	2,631	26	2,658	(13,625)
Balance at end of period	8,067	26	8,094	488,693

(Segment information, etc.)

Segment Information

1. Overview of Reporting Segments

The Group's reporting segments are those of the constituent units of the Group for which separate financial information is available and are subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate business performance.

As a retailer of soft goods products, mainly clothing, the Group conducts business activities in Japan and overseas, with the Company in charge of domestic affairs and its local subsidiaries in charge overseas.

Therefore, the Group consists of regional segments based on its sales structure, with two reporting segments: "Japan" and "Overseas."

2. Method of calculating the amount of sales, profits or losses, assets, liabilities and other items for each reporting segment

The method of accounting for the reported business segments is generally the same as described in the "Fundamental Important Matters for the Preparation of Consolidated Financial Statements".

3. Information on the amount of sales, profits or losses, assets, liabilities, and other items for each reporting segment.

The previous fiscal year (February 21, 2024 to February 20, 2025)

(Millions of yen)

	Reportable segments			Adjustment amount (Note)	Per consolidated financial statements
	Japan	Overseas	Total		
Sales					
Revenues from external customers	656,547	8,810	665,358	-	665,358
Transactions with other segments	-	-	-	-	-
Total	656,547	8,810	665,358	-	665,358
Segment Profit	58,762	478	59,240	-	59,240
Segment Assets	567,668	4,850	572,518	(5,373)	567,144
Segment Debt	65,348	5,670	71,019	(4,851)	66,168
Other items					
Depreciation	5,940	165	6,105	-	6,105
Increase in property, plant and equipment and intangible assets	11,475	919	12,394	-	12,394

Note: The amount of adjustment is as follows.

(1) The adjustment of segment assets to (5,373) million yen was due to the elimination of inter-segment transactions.

(2) The adjustment of segment liabilities to ¥(4,851) million was due to the elimination of inter-segment transactions.

The current fiscal year (February 21, 2025 to February 20, 2026)

(Millions of yen)

	Reportable segments			Adjustment amount (Note)	Per consolidated financial statements
	Japan	Overseas	Total		
Sales					
Revenues from external customers	689,702	10,332	700,034	-	700,034
Transactions with other segments	-	-	-	-	-
Total	689,702	10,332	700,034	-	700,034
Segment Profit	60,808	674	61,483	-	61,483
Segment Assets	555,457	5,948	561,405	(6,738)	554,667
Segment Debt	66,763	6,372	73,135	(7,014)	66,121
Other items					
Depreciation	6,796	199	6,996	-	6,996
Increase in property, plant and equipment and intangible assets	23,458	1,032	24,491	-	24,491

Note: The amount of adjustment is as follows.

(1) The adjustment of segment assets to (6,738) million yen was due to the elimination of inter-segment transactions.

(2) The adjustment of segment liabilities to (7,014) million yen was due to the elimination of inter-segment transactions.

Related Information

The previous fiscal year (February 21, 2024 to February 20, 2025)

1. Product and Service Information

Revenue to external customers in a single product or service segment exceeds 90% of sales in the consolidated statements of income, so the description is omitted.

2. Regional Information

(1) Net sales

Since sales to external customers in Japan exceed 90% of sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

There is no counterparty that accounts for more than 10% of sales in the consolidated statements of income out of sales to external customers, so there is no such matter.

The current fiscal year (February 21, 2025 to February 20, 2026)

1. Product and Service Information

Revenue to external customers in a single product or service segment exceeds 90% of sales in the consolidated statements of income, so the description is omitted.

2. Regional Information

(1) Net sales

Since sales to external customers in Japan exceed 90% of sales in the consolidated statements of income, the description is omitted.

(2) Property, plant and equipment

The amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, so the description is omitted.

3. Information per main customer

There is no counterparty that accounts for more than 10% of sales in the consolidated statements of income out of sales to external customers, so there is no such matter.

Information on impairment losses on fixed assets by reporting segment

The previous fiscal year (February 21, 2024 to February 20, 2025)

(Millions of yen)

	Reportable segments			Reconciling items	Per consolidated financial statements
	Japan	Overseas	Total		
Impairment losses	739	49	788	-	788

The current fiscal year (February 21, 2025 to February 20, 2026)

(Millions of yen)

	Reportable segments			Reconciling items	Per consolidated financial statements
	Japan	Overseas	Total		
Impairment losses	723	-	723	-	723

Information on amortization and unamortized balances of goodwill by reporting segment

The previous fiscal year (February 21, 2024 to February 20, 2025)

Not applicable.

The current fiscal year (February 21, 2025 to February 20, 2026)

Not applicable.

Information on Negative Goodwill Accrual Gains by Reporting Segment

The previous fiscal year (February 21, 2024 to February 20, 2025)

Not applicable.

The current fiscal year (February 21, 2025 to February 20, 2026)

Not applicable.