April 10, 2026

Consolidated Financial Results for the Fiscal Year Ended February 28, 2026 (Under Japanese GAAP)

Company name: Chiyoda Corporation
Listing: Tokyo Stock Exchange
Securities code: 8185
URL: http://www.chiyodagrp.co.jp
Representative: Please refer to the website.
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Telephone: +81-3-5335-4134
Scheduled date of annual general meeting of shareholders: May 21, 2026
Scheduled date to commence dividend payments: May 22, 2026
Scheduled date to file annual securities report: May 20, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and securities analysts)

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

1. Consolidated financial results for the fiscal year ended February 28, 2026 (from March 1, 2025 to February 28, 2026)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2026	81,377	(11.4)	1,090	(50.3)	1,508	(41.2)	237	(91.9)
February 28, 2025	91,835	(1.6)	2,193	104.8	2,566	74.1	2,923	57.9

Note: Comprehensive income For the fiscal year ended February 28, 2026: ¥941 million [(61.6)%]
For the fiscal year ended February 28, 2025: ¥2,451 million [65.0%]

	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
Fiscal year ended	Yen	Yen	%	%	%
February 28, 2026	6.91	-	0.5	2.0	1.3
February 28, 2025	83.11	83.10	5.7	3.1	2.4

Note: Net income per share adjusted for potential shares in the fiscal year ending February 28, 2026 is not shown because there are no potential shares Hmm.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
February 28, 2026	71,016	49,964	70.3	1,471.75
February 28, 2025	79,076	52,031	65.8	1,478.55

Reference: Equity
As of February 28, 2026: ¥49,964 million
As of February 28, 2025: ¥52,031 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
February 28, 2026	(4,130)	(335)	(3,286)	16,729
February 28, 2025	2,822	(3,164)	(1,374)	24,481

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 28, 2025	-	17.00	-	17.00	34.00	1,196	40.9	2.3
Fiscal year ended February 28, 2026	-	27.00	-	27.00	54.00	1,836	781.5	3.7
Fiscal year ending February 28, 2027 (Forecast)		27.00		27.00	54.00		168.9	

3. Forecast of consolidated financial results for the fiscal year ending February 28, 2027 (from March 1, 2026 to February 28, 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 31, 2026	42,800	2.3	1,500	8.7	1,700	13.8	1,250	35.6	36.34
Fiscal year ending February 28, 2027	82,500	1.4	1,400	28.3	1,700	12.7	1,100	363.0	31.98

* **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: Yes

(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 28, 2026	34,359,396 shares
As of February 28, 2025	38,609,996 shares

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

As of February 28, 2026	410,232 shares
As of February 28, 2025	3,419,145 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended February 28, 2026	34,395,664 shares
Fiscal year ended February 28, 2025	35,181,593 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended February 28, 2026 (from March 1, 2025 to February 28, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
February 28, 2026	78,934	(1.4)	700	(75.2)	1,144	(63.7)	14	(99.5)
February 28, 2025	80,060	3.8	2,821	94.0	3,152	77.5	2,832	67.8

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
February 28, 2026	0.43	-
February 28, 2025	80.52	80.52

Note: Net income per share adjusted for potential shares in the fiscal year ending February 28, 2026 is not shown because there are no potential shares Hmm.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
February 28, 2026	68,878	47,788	69.4	1,407.66
February 28, 2025	76,343	50,692	66.4	1,440.49

Reference: Equity
As of February 28, 2026: ¥47,788 million
As of February 28, 2025: ¥50,692 million

2. Non-consolidated earnings forecast for the fiscal year ending February 28, 2027 (March 1, 2026 ~ February 28, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending August 31, 2026	41,600	1.9	1,400	27.1	1,700	26.3	36.34
Fiscal year ending February 28, 2027	80,000	1.3	1,200	28.3	1,600	39.8	30.53

* 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

Forward-looking statements, such as earnings forecasts, described in this material are based on information available to the Company and certain assumptions that the Company deems reasonable, and are not intended to be a promise by the Company to realize them. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which business results are assumed and precautions for the use of earnings forecasts, please refer to Appendix P5 "1. Please refer to "Summary of Business Results (4) Future Outlook".

Consolidated balance sheet

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Assets		
Current assets		
Cash and deposits	26,398	17,761
Notes and accounts receivable - trade	3,043	3,185
Electronically recorded monetary claims - operating	0	0
Merchandise	19,778	20,998
Returned assets	49	107
Prepaid expenses	836	1,042
Other	987	476
Allowance for doubtful accounts	(4)	(4)
Total current assets	51,090	43,566
Non-current assets		
Property, plant and equipment		
Buildings and structures	10,730	10,720
Accumulated depreciation	(9,415)	(9,356)
Buildings and structures, net	1,315	1,363
Machinery, equipment and vehicles	3	3
Accumulated depreciation	(3)	(3)
Machinery, equipment and vehicles, net	0	0
Tools, furniture and fixtures	2,460	2,497
Accumulated depreciation	(2,232)	(2,225)
Tools, furniture and fixtures, net	227	271
Land	4,020	4,020
Leased assets	472	432
Accumulated depreciation	(258)	(218)
Leased assets, net	213	214
Other	16	37
Total property, plant and equipment	5,792	5,907
Intangible assets	4,539	4,470
Investments and other assets		
Investment securities	2,621	2,725
Long-term loans receivable	902	900
Long-term time deposits	1,550	1,550
Leasehold and guarantee deposits	6,995	6,898
Deferred tax assets	5,486	4,675
Other	100	320
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	17,654	17,070
Total non-current assets	27,986	27,449
Total assets	79,076	71,016

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,872	2,631
Electronically recorded obligations - operating	9,850	9,264
Lease liabilities	251	284
Accrued expenses	1,569	1,638
Income taxes payable	466	286
Accrued consumption taxes	123	8
Contract liabilities	365	211
Return liability	108	203
Provision for bonuses	413	353
Provision for bonuses for directors (and other officers)	15	21
Provision for loss on store closings	7	9
Provision for point card certificates	0	0
Accumulated impairment of leased assets	7	4
Asset retirement obligations	11	25
Other	464	622
Total current liabilities	16,527	15,566
Non-current liabilities		
Lease liabilities	548	365
Deferred tax liabilities	10	18
Retirement benefit liability	7,764	2,872
Provision for retirement benefits for directors (and other officers)	16	25
Provision for loss on subrent	18	12
Long-term guarantee deposits	359	419
Accumulated impairment of long-term leased assets	11	6
Asset retirement obligations	1,567	1,578
Other	219	186
Total non-current liabilities	10,518	5,484
Total liabilities	27,045	21,051
Net assets		
Shareholders' equity		
Share capital	6,893	6,893
Capital surplus	7,489	7,489
Retained earnings	44,484	35,517
Treasury shares	(6,768)	(571)
Total shareholders' equity	52,099	49,328
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	72	169
Deferred gains or losses on hedges	(23)	18
Remeasurements of defined benefit plans	(117)	447
Total accumulated other comprehensive income	(68)	636
Total net assets	52,031	49,964
Total liabilities and net assets	79,076	71,016

Consolidated statement of income

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Net sales	91,835	81,377
Cost of sales	48,090	43,060
Gross profit	43,744	38,317
Selling, general and administrative expenses		
Advertising expenses	3,575	3,584
Remuneration, salaries and allowances for directors (and other officers)	12,660	11,384
Provision for bonuses	424	325
Retirement benefit expenses	437	392
Provision for retirement benefits for directors (and other officers)	7	8
Share-based payment expenses	11	12
Rent expenses on land and buildings	9,967	8,448
Depreciation	792	740
Provision of allowance for doubtful accounts	(1)	(0)
Other	13,675	12,330
Total selling, general and administrative expenses	41,551	37,226
Operating profit	2,193	1,090
Non-operating income		
Interest income	97	102
Dividend income	5	7
Rental income from buildings	518	367
Commission income	49	31
Foreign exchange gains	54	142
Other	107	87
Total non-operating income	831	738
Non-operating expenses		
Interest expenses	9	13
Rental expenses on real estate	391	269
Provision for loss on subrent	3	1
Other	53	37
Total non-operating expenses	458	321
Ordinary profit	2,566	1,508

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Extraordinary income		
Gain on sale of non-current assets	3	1
Penalty income	2	-
Compensation income	49	63
Gain on bargain purchase	-	8
Total extraordinary income	55	72
Extraordinary losses		
Loss on sale of investment securities	2	-
Loss on retirement of non-current assets	6	13
Loss on sale of shares of subsidiaries and associates	406	-
Impairment losses	170	407
Loss on store closings	6	0
Provision for loss on store closings	22	3
Loss on cancellation of leases	8	-
Total extraordinary losses	623	426
Profit before income taxes	1,998	1,154
Income taxes - current	570	379
Income taxes - deferred	(1,132)	537
Total income taxes	(562)	917
Profit	2,561	237
Loss attributable to non-controlling interests	(362)	-
Profit attributable to owners of parent	2,923	237

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Profit	2,561	237
Other comprehensive income		
Valuation difference on available-for-sale securities	22	96
Deferred gains or losses on hedges	(48)	42
Remeasurements of defined benefit plans, net of tax	(84)	565
Total other comprehensive income	(109)	704
Comprehensive income	2,451	941
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,803	941
Comprehensive income attributable to non-controlling interests	(351)	-

Consolidated statement of changes in equity

Fiscal year ended February 28, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,893	7,489	43,176	(6,830)	50,729
Changes during period					
Dividends of surplus			(1,090)		(1,090)
Profit attributable to owners of parent			2,923		2,923
Change in scope of consolidation			(497)		(497)
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				62	62
Cancellation of treasury shares					
Transfer of loss on disposal of treasury shares			(27)		(27)
Net changes in items other than shareholders' equity		(0)			(0)
Total changes during period	-	(0)	1,308	61	1,370
Balance at end of period	6,893	7,489	44,484	(6,768)	52,099

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	49	24	(22)	52	19	1,052	51,853
Changes during period							
Dividends of surplus							(1,090)
Profit attributable to owners of parent							2,923
Change in scope of consolidation						(700)	(1,198)
Purchase of treasury shares						(0)	(0)
Disposal of treasury shares							62
Cancellation of treasury shares							
Transfer of loss on disposal of treasury shares							(27)
Net changes in items other than shareholders' equity	22	(48)	(95)	(120)	(19)	(351)	(491)
Total changes during period	22	(48)	(95)	(120)	(19)	(1,052)	178
Balance at end of period	72	(23)	(117)	(68)	-	-	52,031

Consolidated statement of changes in equity

Fiscal year ended February 28, 2026

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,893	7,489	44,484	(6,768)	52,099
Changes during period					
Dividends of surplus			(1,518)		(1,518)
Profit attributable to owners of parent			237		237
Change in scope of consolidation					
Purchase of treasury shares				(1,500)	(1,500)
Disposal of treasury shares				14	14
Cancellation of treasury shares			(7,682)	7,682	-

Transfer of loss on disposal of treasury shares			(3)		(3)
Net changes in items other than shareholders' equity	-	-	-	-	-
Total changes during period	-	-	(8,967)	6,196	(2,770)
Balance at end of period	6,893	7,489	35,517	(571)	49,328

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	72	(23)	(117)	(68)	-	-	52,031
Changes during period							
Dividends of surplus							(1,518)
Profit attributable to owners of parent							237
Change in scope of consolidation							
Purchase of treasury shares							(1,500)
Disposal of treasury shares							14
Cancellation of treasury shares							-
Transfer of loss on disposal of treasury shares							(3)
Net changes in items other than shareholders' equity	96	42	565	704			704
Total changes during period	96	42	565	704			(2,066)
Balance at end of period	169	18	447	636	-	-	49,964

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Cash flows from operating activities		
Profit before income taxes	1,998	1,154
Depreciation	775	734
Impairment losses	170	407
Repayments of deposits by offsetting rent expenses	70	55
Loss (gain) on sale of non-current assets	(3)	(1)
Loss on retirement of non-current assets	6	13
Loss (gain) on sale of shares of subsidiaries and associates	406	-
Loss on store closings	6	0
Loss on cancellation of leases	8	-
Penalty income	(2)	-
Compensation income	(49)	(63)
Increase (decrease) in allowance for doubtful accounts	(4)	(0)
Increase (decrease) in provision for bonuses	(8)	(60)
Increase (decrease) in retirement benefit liability	221	(66)
Loss (gain) on contribution of securities to retirement benefit trust	-	(4,000)
Increase (decrease) in provision for bonuses for directors (and other officers)	5	6
Increase (decrease) in provision for retirement benefits for directors (and other officers)	7	8
Increase (decrease) in allowance for loss on subleases	(13)	(6)
Increase (decrease) in provision for loss on store closings	12	1
Increase (decrease) in provision for point card certificates	(0)	0
Interest and dividend income	(101)	(108)
Interest expenses	9	13
Foreign exchange losses (gains)	0	(142)
Decrease (increase) in trade receivables	(513)	(55)
Decrease (increase) in inventories	747	(1,009)
Increase (decrease) in trade payables	403	(835)
Increase (decrease) in accrued expenses	232	67
Increase (decrease) in accrued consumption taxes	(1,044)	(87)
Other, net	(4)	68
Subtotal	3,340	(3,903)
Interest and dividends received	83	109
Interest paid	(13)	(13)
Income taxes paid	(588)	(323)
Net cash provided by (used in) operating activities	2,822	(4,130)

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Cash flows from investing activities		
Payments into time deposits	(1,622)	(6,126)
Proceeds from withdrawal of time deposits	100	7,056
Purchase of property, plant and equipment	(573)	(683)
Proceeds from sale of property, plant and equipment	67	1
Payments for retirement of property, plant and equipment	(145)	(55)
Purchase of intangible assets	(216)	(243)
Payments for retirement of intangible assets	(0)	(55)
Proceeds retirement of intangible assets	0	55
Purchase of investment securities	(812)	(4)
Proceeds from sale and redemption of investment securities	514	-
Proceeds from distributions from investment partnerships	14	-
Payments of leasehold and guarantee deposits	(140)	(118)
Proceeds from refund of leasehold and guarantee deposits	383	200
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	163	-
Loan advances	(1,205)	(3)
Proceeds from collection of loans receivable	309	5
Payments for acquisition of businesses	-	(293)
Other, net	(0)	(67)
Net cash provided by (used in) investing activities	(3,164)	(335)
Cash flows from financing activities		
Repayments of lease liabilities	(283)	(267)
Purchase of treasury shares	(0)	(1,500)
Proceeds from sale of treasury shares	0	-
Dividends paid	(1,089)	(1,518)
Net cash provided by (used in) financing activities	(1,374)	(3,286)
Effect of exchange rate change on cash and cash equivalents	(0)	0
Net increase (decrease) in cash and cash equivalents	(1,716)	(7,752)
Cash and cash equivalents at beginning of period	26,198	24,481
Cash and cash equivalents at end of period	24,481	16,729

Balance sheet

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Assets		
Current assets		
Cash and deposits	25,228	17,115
Accounts receivable - trade	2,866	2,919
Electronically recorded monetary claims - operating	0	0
Merchandise	18,609	19,786
Supplies	0	0
Advance payments to suppliers	9	17
Prepaid expenses	832	1,038
Other	912	360
Allowance for doubtful accounts	(4)	(4)
Total current assets	48,454	41,233
Non-current assets		
Property, plant and equipment		
Buildings	276	182
Facilities attached to buildings	992	1,136
Structures	24	24
Vehicles	0	0
Tools, furniture and fixtures	217	257
Land	3,971	3,971
Leased assets	207	210
Construction in progress	16	37
Total property, plant and equipment	5,706	5,819
Intangible assets		
Leasehold interests in land	3,341	3,344
Software	601	519
Leased assets	540	386
Other	46	198
Total intangible assets	4,530	4,447
Investments and other assets		
Investment securities	2,590	2,681
Shares of subsidiaries and associates	153	153
Investments in capital	2	2
Long-term loans receivable	900	900
Long-term prepaid expenses	41	289
Deferred tax assets	5,372	4,881
Long-term time deposits	1,550	1,550
Leasehold and guarantee deposits	6,988	6,891
Other	53	27
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	17,653	17,377
Total non-current assets	27,889	27,644
Total assets	76,343	68,878

(Millions of yen)

	As of February 28, 2025	As of February 28, 2026
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	9,850	9,264
Accounts payable - trade	2,355	2,802
Lease liabilities	247	280
Accounts payable - other	70	221
Accrued expenses	1,549	1,599
Income taxes payable	412	219
Accrued consumption taxes	80	-
Deposits received	203	259
Unearned revenue	33	32
Contract liabilities	364	210
Provision for bonuses	393	334
Provision for bonuses for directors (and other officers)	10	14
Provision for loss on store closings	7	9
Accumulated impairment of leased assets	7	4
Asset retirement obligations	11	25
Other	86	68
Total current liabilities	15,685	15,347
Non-current liabilities		
Lease liabilities	542	363
Provision for retirement benefits	7,395	3,305
Provision for loss on subrent	18	12
Long-term guarantee deposits	359	419
Long-term unearned revenue	0	0
Accumulated impairment of long-term leased assets	11	6
Asset retirement obligations	1,565	1,575
Other	73	58
Total non-current liabilities	9,966	5,741
Total liabilities	25,651	21,089
Net assets		
Shareholders' equity		
Share capital	6,893	6,893
Capital surplus		
Legal capital surplus	7,486	7,486
Total capital surplus	7,486	7,486
Retained earnings		
Legal retained earnings	845	845
Other retained earnings		
General reserve	40,000	30,000
Retained earnings brought forward	2,166	2,976
Total retained earnings	43,012	33,822
Treasury shares	(6,768)	(571)
Total shareholders' equity	50,624	47,630
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	67	158
Total valuation and translation adjustments	67	158
Total net assets	50,692	47,788
Total liabilities and net assets	76,343	68,878

Statement of income

(Millions of yen)

	Fiscal year ended February 28, 2025	Fiscal year ended February 28, 2026
Net sales	80,060	78,934
Cost of sales	42,202	42,123
Gross profit	37,858	36,811
Selling, general and administrative expenses	35,036	36,111
Operating profit	2,821	700
Non-operating income		
Interest income	49	63
Interest on securities	50	36
Dividend income	76	134
Rental income from buildings	392	367
Commission income	38	32
Foreign exchange gains	-	41
Gain on investments in investment partnerships	12	-
Other	77	85
Total non-operating income	697	762
Non-operating expenses		
Interest expenses	4	5
Rental expenses on real estate	284	269
Provision for loss on subrent	3	1
Foreign exchange losses	27	-
Other	47	41
Total non-operating expenses	367	318
Ordinary profit	3,152	1,144
Extraordinary income		
Gain on sale of non-current assets	1	1
Penalty income	2	-
Compensation income	49	63
Total extraordinary income	53	64
Extraordinary losses		
Loss on retirement of non-current assets	6	13
Loss on sale of investment securities	2	-
Loss on sale of shares of subsidiaries and associates	964	-
Impairment losses	109	407
Loss on store closings	6	0
Provision for loss on store closings	7	3
Total extraordinary losses	1,096	426
Profit before income taxes	2,109	782
Income taxes - current	400	271
Income taxes - deferred	(1,123)	496
Total income taxes	(723)	768
Profit	2,832	14

Statement of changes in equity

Fiscal year ended February 28, 2025

(Millions of yen)

	Shareholders' equity								
		Capital surplus		Retained earnings					
					Other retained earnings				
	Share capital	Legal capital surplus	Total capital surplus	Legal retained earnings	General reserve	Retained earnings brought forward	Total retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,893	7,486	7,486	845	40,000	451	41,296	(6,830)	48,846
Changes during period									
Dividends of surplus						(1,090)	(1,090)		(1,090)
Profit						2,832	2,832		2,832
Purchase of treasury shares								(0)	(0)
Disposal of treasury shares								62	62
Cancellation of treasury shares									
Transfer of loss on disposal of treasury shares						(27)	(27)		(27)
Reversal of general reserve									
Net changes in items other than shareholders' equity									
Total changes during period	-	-	-	-	-	1,715	1,715	61	1,777
Balance at end of period	6,893	7,486	7,486	845	40,000	2,166	43,012	(6,768)	50,624

	Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of period	45	45	19	48,911
Changes during period				
Dividends of surplus				(1,090)
Profit				2,832
Purchase of treasury shares				(0)
Disposal of treasury shares				62
Cancellation of treasury shares				
Transfer of loss on disposal of treasury shares				(27)
Reversal of general reserve				
Net changes in items other than shareholders' equity	22	22	(19)	3
Total changes during period	22	22	(19)	1,780
Balance at end of period	67	67	-	50,692

Statement of changes in equity

Fiscal year ended February 28, 2026

(Millions of yen)

	Shareholders' equity								
		Capital surplus		Retained earnings					
					Other retained earnings				
	Share capital	Legal capital surplus	Total capital surplus	Legal retained earnings	General reserve	Retained earnings brought forward	Total retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	6,893	7,486	7,486	845	40,000	2,166	43,012	(6,768)	50,624
Changes during period									
Dividends of surplus	-	-	-	-	-	(1,518)	(1,518)	-	(1,518)
Profit	-	-	-	-	-	14	14	-	14
Purchase of treasury shares	-	-	-	-	-	-	-	(1,500)	(1,500)
Disposal of treasury shares	-	-	-	-	-	-	-	14	14
Cancellation of treasury shares	-	-	-	-	-	(7,682)	(7,682)	7,682	-

Transfer of loss on disposal of treasury shares	-	-	-	-	-	(3)	(3)	-	(3)
Reversal of general reserve	-	-	-	-	(10,000)	10,000	-	-	-
Net changes in items other than shareholders' equity	-	-	-	-	-	-	-	-	-
Total changes during period	-	-	-	-	(10,000)	810	(9,189)	6,196	(2,993)
Balance at end of period	6,893	7,486	7,486	845	30,000	2,976	33,822	(571)	47,630

	Accumulated other comprehensive income		Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of period	67	67	-	50,692
Changes during period				
Dividends of surplus	-	-	-	(1,518)
Profit	-	-	-	14
Purchase of treasury shares	-	-	-	(1,500)
Disposal of treasury shares	-	-	-	14
Cancellation of treasury shares	-	-	-	-
Transfer of loss on disposal of treasury shares	-	-	-	(3)
Reversal of general reserve	-	-	-	-
Net changes in items other than shareholders' equity	90	90	-	90
Total changes during period	90	90	-	(2,903)
Balance at end of period	158	158	-	47,788

(Notes on segment information, etc.)
Segment Information
1. Overview of Reporting Segments
The Group's reporting segments are those for which separate financial information is available among the constituent units of the Company and its consolidated subsidiaries, and is subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate business performance.
The Group is comprised of product- and service-based segments, with two reporting segments: the Footwear Business and the Apparel Business. In addition, McHouse Co., Ltd., a subsidiary that was engaged in the "clothing business", has been removed from consolidation due to the transfer of shares on November 19, 2024.
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".
Profit in the reporting segment is a figure based on operating income.
Internal revenues and transfers between segments are based on prevailing market prices.
3. Information on the amount of sales, profits or losses, assets, liabilities and other items for each reported segment, and information on the breakdown of earnings
The previous fiscal year (March 1, 2024 to February 28, 2025)

(Millions of yen)

	Total			Adjustment amount (Note) 1	Amount recorded in consolidated financial statements (Note)2
	Shoe Business	Casual Clothing Business	Total		
Sales					
Revenues from external customers	82,076	9,758	91,835	-	91,835
Transactions with other segments	-	-	-	-	-
Total	82,076	9,758	91,835	-	91,835
Segment profit (loss)	2,994	(804)	2,189	4	2,193
Segment Assets	79,076	-	79,076	-	79,076
Segment Debt	27,045	-	27,045	-	27,045
Other items					
Depreciation	708	83	792	-	792
Increase in property, plant and equipment and intangible assets	797	-	797	-	797

Note: 1. Adjustments to segment profits or losses (loss) are due to the elimination of inter-segment transactions.
2. Segment profit or loss (loss) is adjusted for operating income in the consolidated financial statements.
3. All of the Group's net sales are revenues recognized from contracts with customers.
4. Machouse Co., Ltd., a subsidiary that was engaged in the clothing business, has been removed from consolidation due to the transfer of shares on November 19, 2024.

The current fiscal year (March 1, 2025 to February 28, 2026)
On November 19, 2024, the Company will acquire all shares of Machouse Co., Ltd., which was engaged in the clothing business, to the G Future Fund.
It has been transferred to the No. 1 Investment Limited Partnership. Therefore, since the previous interim consolidated accounting period, the Group has omitted the description because it is a single segment of the footwear business only.
In addition, Machouse Co., Ltd. will change its trade name to G.Y. Corporation on September 17, 2025.

Related Information
The previous fiscal year (March 1, 2024 to February 28, 2025)
1. Product and Service Information
Since the same information is disclosed in the segment information, it 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
None of the sales to external customers account for more than 10% of the sales in the consolidated statements of income, so the description is omitted.
The current fiscal year (March 1, 2025 to February 28, 2026)
1. Product and Service Information
Since the same information is disclosed in the segment information, it 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
None of the sales to external customers account for more than 10% of the sales in the consolidated statements of income, so the description is omitted.

Information on impairment losses on fixed assets by reporting segment
The previous fiscal year (March 1, 2024 to February 28, 2025)

(Millions of yen)

	Shoe Business	Casual Clothing Business	Unallocated amounts and elimination	Total
Impairment losses	109	60	-	170

The current fiscal year (March 1, 2025 to February 28, 2026)

(Millions of yen)

	Shoe Business	Casual Clothing Business	Unallocated amounts and elimination	Total
Impairment losses	407	-	-	407

Machouse Co., Ltd., a subsidiary that was engaged in the clothing business, has been removed from consolidation due to the transfer of shares on November 19, 2024.
Information on amortization and unamortized balances of goodwill by reporting segment
Not applicable.
Information on Negative Goodwill Accrual Gains by Reporting Segment
Not applicable.