

YONDOSHI HOLDINGS INC.

October 6, 2014

(Securities Code: 8008, First Section, Tokyo Stock Exchange)

Summary of the Consolidated Financial Report for the First Half of Fiscal 2014 (Ending February 28, 2015)

- **Operating income, ordinary income, and net income all reached record highs for the first half period.**
- **The F.D.C. Products group posted record highs in revenue, operating income, ordinary income, and net income due mainly to robust results in existing store sales as well as aggressive efforts to open new stores.**
- **The AS'TY group reported a decline in revenues and earnings, but profit results were essentially in line with plans.**
- **MISUZU Co., Ltd. posted a decline in revenues and earnings, while age Co., Ltd. recorded a gain in revenues with a decline in earnings.**
- **Looking at forecasts for the full fiscal 2014 period, we anticipate increases in revenue and earnings in line with the initial plan, with record high results across all major earnings levels.**

YONDOSHI HOLDINGS INC. (“YONDOSHI HOLDINGS” or “the Company”; Headquarters: Shinagawa-ku, Tokyo; President and Representative Director: Hidenori Suzuki) announced today its business results for the first half period of fiscal 2014 (March 1, 2014 to August 31, 2014), the fiscal year ending February 28, 2015. The summary of these results is as follows.

1. Consolidated Business Results

(Millions of yen, %)

	Fiscal 2013 1H	Fiscal 2014 1H	YoY
Operating Revenues*	22,655	23,815	+5.1%
Operating Income	1,896	2,260	+19.2%
Ordinary Income	2,263	2,558	+13.1%
Net Income	1,297	1,542	+18.8%

1. Net income per share for the period was ¥56.44 (¥47.52 for the same period of the previous fiscal year).

2. The average number of issued shares for the period (consolidated basis) was 27,330,036 shares.

* Operating revenues is the total of net sales and other operating revenues.

In the retail industry, a sense of uncertainty about the future lingered. Despite the rush in demand in the lead up to the consumption tax rate hike, this uncertainty was largely

attributable to subsequent corrections by the market most notably through a downturn in personal consumption and inclement weather conditions. Under these circumstances, the YONDOSHI HOLDINGS Group, for the final year its third medium-term management plan, implemented priority measures in each of its businesses with the aim of enhancing corporate value. During the fiscal year under review, the mainstay jewelry business continued to perform soundly helping to boost the Group's performance.

As a result, operating revenues for the first half period of the subject fiscal year amounted to ¥23,815 million (up 5.1% from the same period of the previous fiscal year). Operating income totaled ¥2,260 million (up 19.2%), with ordinary income of ¥2,558 million (up 13.1%), and net income of ¥1,542 million (up 18.8%).

Of note, operating income, ordinary income, and net income all reached new record highs for the first half period.

Operating Results by Business Segment

The F.D.C. Products Group

Operating Revenues: ¥12,704 million (up 14.0% YoY)

Operating Income: ¥2,167 million (up 26.1% YoY)

The F.D.C. Products Group posted record high figures for both operating revenues and operating income, due mainly to robust results at existing mainstay 4°C brand stores as well as aggressive efforts to open 4°C BRIDAL and canal 4°C stores.

The AS'TY Group

Operating Revenues: ¥4,610 million (down 5.1% YoY)

Operating Income: ¥266 million (down 17.9% YoY)

The AS'TY Group experienced strong results in its apparel manufacturing business owing largely to successful efforts to strengthen its project planning capabilities. While operating revenues and operating income were both below levels recorded in the same period of the previous fiscal year owing mainly to the difficult conditions confronted by certain subsidiaries, profit results were essentially in line with plans.

MISUZU

Operating Revenues: ¥2,510 million (down 12.5% YoY)

Operating Loss: ¥105 million (Operating loss of ¥89 million in the same period of the previous fiscal year)

MIZUZU Co., Ltd. took steps to scale back unprofitable locations while working to revitalize sales at existing stores. Despite these endeavors, both operating revenues and operating income were down year on year owing mainly to the consumption tax rate hike and the impact of inclement weather.

Head Office: 2-19-10 Kami-Osaki, Shinagawa-ku, Tokyo
Establishment: May 1950
Paid-in Capital: ¥2,486.52 million
Business Activities: Brand business focusing mainly on jewelry, Planning, manufacture and wholesale mainly of apparel and bags and retail business
URL: <http://www.yondoshi.co.jp/>
Inquiries: YONDOSHI HOLDINGS INC. Operations Division, General Affairs Department
TEL: +81-3-5719-3429; FAX: +81-3-5719-4462; e-mail: ir-yondoshi@yondoshi.co.jp

age

Operating Revenues: ¥3,989 million (up 5.6% YoY)
Operating Loss: ¥14 million (Operating income of ¥58 million in the same period of the previous fiscal year)

age Co., Ltd. achieved a year-on-year increase in operating revenues as a result of a strong showing in the company's mainstay PALETTE brand everyday fashion item business and efforts to open new stores. Operating income, however, declined year on year as the RAPPORT brand retail membership sale business struggled under the effects of the consumption tax rate hike.

2. Forecasts for the Full Fiscal Year Period of Fiscal 2014

(Millions of yen, %)

	Fiscal 2013 (Actual)	Fiscal 2014 (Forecast)	YoY
Operating Revenues	49,003	51,500	+5.1%
Operating Income	4,906	5,400	+10.1%
Ordinary Income	5,642	6,300	+11.6%
Net Income	3,183	3,750	+17.8%

1. Forecast net income per share for FY 2014: ¥137.21
2. Average number of issued shares during FY 2014 (consolidated basis): 27,330,036 shares

Consolidated results forecasts for the full fiscal year period of fiscal 2014 are unchanged from those announced on April 14, 2014.

Note: Forecasts are based on available information as of the disclosure date for this material. Actual results may vary from forecast figures as a result of economic conditions or a variety of other factors.

END

Head Office: 2-19-10 Kami-Osaki, Shinagawa-ku, Tokyo
Establishment: May 1950
Paid-in Capital: ¥2,486.52 million
Business Activities: Brand business focusing mainly on jewelry, Planning, manufacture and wholesale mainly of apparel and bags and retail business
URL: <http://www.yondoshi.co.jp/>
Inquiries: YONDOSHI HOLDINGS INC. Operations Division, General Affairs Department
TEL: +81-3-5719-3429; FAX: +81-3-5719-4462; e-mail: ir-yondoshi@yondoshi.co.jp