

CONSOLIDATED FINANCIAL REPORT

FISCAL 2024 (Japanese GAAP)

(March 1, 2024 to February 28, 2025)



April 11, 2025

YONDOSHI HOLDINGS INC. is listed on the Prime Market of the Tokyo Stock Exchange under the securities code number 8008.

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Annual General Meeting of Shareholders date (planned): May 29, 2025

Fiscal 2023 Securities Report filing date (planned): May 30, 2025

Dividend payment commencement date (planned): May 30, 2025

Supplemental materials prepared for financial results: Yes

Holding of financial results meeting: Yes (for analysts and institutional investors)

(Millions of yen rounded down)

1. Consolidated Performance for FY 2024 (March 1, 2024 to February 28, 2025)

(1) Consolidated Business Results

(% figures represent year-on-year increase or decrease)

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2024	45,902	16.3	1,960	(6.5)	2,351	(6.5)	1,377	5.9
FY 2023	39,457	(0.1)	2,096	5.9	2,515	7.4	1,300	13.2

(Note) Comprehensive income: FY 2024: ¥2,118 million (-2.3%) FY 2023: ¥2,168 million (-%)

	Net Income Per Share	Net Income Per Share (Diluted)	ROE	Ordinary Income to Total Assets	Ordinary Income to Operating Revenues
	Yen	Yen	%	%	%
FY 2024	64.18	—	3.6	4.0	4.3
FY 2023	60.65	—	3.4	5.0	5.3

(Reference) Operating income before the amortization of goodwill: FY 2024: ¥2,645 million FY 2023: ¥2,593 million

YONDOSHI HOLDINGS has positioned operating income before the amortization of goodwill as an important management indicator.

(2) Consolidated Financial Position

	Total Assets	Net Assets	Net Assets to Total Assets	Net Assets per Share of Common Stock
	Millions of yen	Millions of yen	%	Yen
As of February 28, 2025	66,494	38,935	58.5	1,812.89
As of February 29, 2024	50,643	38,596	76.2	1,798.49

(Reference) Shareholders' equity: As of February 28, 2025: ¥38,915 million As of February 29, 2024: ¥38,577 million

(3) Consolidated Cash Flows

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at the End of the Period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY 2024	3,023	(10,536)	7,648	1,705
FY 2023	2,666	(1,103)	(1,791)	1,570

2. Dividends

	Cash Dividends per Share of Common Stock					Cash Dividends Paid (Annual)	Dividend Payout Ratio (Consolidated)	Cash Dividends to Net Assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY 2023	—	41.50	—	41.50	83.00	1,791	136.8	4.6
FY 2024	—	41.50	—	41.50	83.00	1,792	129.3	4.6
FY 2025(planned)	—	41.50	—	41.50	83.00		111.6	

3. Forecast of Consolidated Results for FY 2025 (March 1, 2025 to February 28, 2026)

(% figures for the full fiscal year represent year-on-year increase or decrease,
% figures for the interim period are the increase / (decrease) for the corresponding period of the previous fiscal year)

	Operating Revenues		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim	32,000	64.4	1,200	43.6	1,400	33.5	700	4.2	32.62
Full Fiscal year	66,000	43.8	2,800	42.8	3,150	32.9	1,600	16.2	74.55

(Reference) Forecast EPS before the amortization of goodwill for the full FY 2025 is ¥132.75.

Notes

(1) **Changes in important subsidiaries during the period (changes in specified subsidiaries in accordance with changes in the scope of consolidation):** Yes

(2) **Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements**

- 1) Changes of accounting principles in line with revisions to accounting and other standards: No
- 2) Changes of accounting principles other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Retrospective restatement: No

(3) **Number of shares issued and outstanding (common shares)**

1. Number of shares issued and outstanding as of the end of the period (including treasury stock)
As of February 28, 2025: 24,331,356 shares As of February 29, 2024: 24,331,356 shares
2. Number of treasury stock
As of February 28, 2025: 2,865,396 shares As of February 29, 2024: 2,881,696 shares
3. Average number of shares for the year
FY2024: 21,461,476 shares FY2023: 21,444,022 shares

Notes:

1. The number of recorded treasury stock includes 150,868 of the Company's shares held by the Shares Grant Trust for Officers as of the end of the subject consolidated fiscal year.
2. For additional information on the basic number of shares used to calculate consolidated net income per share, please refer to "Per Share Information" on page 22.

(Reference) Overview of Non-Consolidated Performance**1. Non-Consolidated Performance for FY 2024 (March 1, 2024 to February 28, 2025)****(1) Non-Consolidated Business Results**

(% figures represent year-on-year increase or decrease)

	Operating Revenues		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2024	603	(74.3)	154	(91.9)	268	(86.7)	204	(89.4)
FY 2023	2,349	54.6	1,895	77.2	2,010	76.4	1,935	84.8

	Net Income Per Share	Net Income Per Share (Diluted)
	Yen	Yen
FY 2024	9.55	—
FY 2023	90.28	—

(2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Net Assets to Total Assets	Net Assets per Share of Common Stock
	Millions of yen	Millions of yen	%	Yen
As of February 28, 2025	48,248	24,299	50.3	1,131.06
As of February 29, 2024	38,756	25,874	66.7	1,205.40

(Reference) Shareholders' equity: As of February 28, 2025: ¥24,279 million As of February 29, 2024: ¥25,855 million

* The financial statement summary is not subject to auditing by certified public accountants or audit firms.

* Explanation concerning the Proper Use of Operating Results Forecasts and Other Relevant Specific Items

1. The forecasts of operating results and other items concerning the future contained in this document are based on management's assumptions and beliefs that are determined to be reasonable in light of currently available information, YONDOSHI HOLDINGS INC. cautions readers that due to a variety of factors actual results may differ materially from forecasts. For the assumptions that underpin operating results forecasts as well as cautionary notes on the use of operating results forecasts, please refer to the information from page 6.
2. The Company plans to hold a financial results briefing on April 11, 2025 (Friday) for institutional investors and analysts. Presentation materials used that day will be posted to the Company's website promptly after the briefing.

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1. Overview of Business Results

(1) Overview of Business Results for Fiscal 2024

In Fiscal 2024, the fiscal year ended February 28, 2025, the Japanese economy trended toward moderate recovery, with improvement in corporate earnings, employment conditions and incomes. Nevertheless, the outlook for the future remains uncertain because of higher raw material costs, rising prices due to the depreciation of the yen, and heightened geopolitical risks.

In the retail sector, spending on high-ticket items remained firm, and demand from inbound tourism expanded. However, wage increases have not kept pace with the rise in commodity prices, and with improvement in real wages lagging, consumers continue to focus on saving money and lower prices, leading to widespread polarization of consumption.

Under such circumstances, during Fiscal 2024, the initial year of the 7th Medium-Term Management Plan, YONDOSHI HOLDINGS Group, with a basis on responding to the business environment, focused on value provided to customers, and implemented various measures to establish a foundation for dynamic future growth. In addition, the Company practiced sustainable management to establish a highly trusted corporate group, and worked to enhance enterprise value by strengthening internal controls, providing shareholder returns, and making medium- to long-term investments linked to earnings growth.

In addition, in December 2024, YONDOSHI HOLDINGS Group acquired RASIN Co., Ltd., which operates a reuse business for luxury brand watches, through a share acquisition, and made the company a subsidiary. The acquisition was made as a future-oriented growth investment aimed at creating new value by expanding the Group's business domains, optimizing the business portfolio, and realizing sustainable earnings growth. Business results from RASIN have been reflected in the consolidated financial results for Fiscal 2024.

As a result, net sales for the subject fiscal year amounted to ¥45,902 million (up 16.3% from the previous fiscal year), with operating income of ¥1,960 million (down 6.5%), ordinary income of ¥2,351 million (down 6.5%), and profit attributable to owners of parent to ¥1,377 million (up 5.9%). The decline in operating income was due mainly to sluggish performance in the 4°C jewelry business.

Operating income before the amortization of goodwill, which the Company considers to be an important management indicator, amounted to ¥2,645 million (up 2.0%).

Operating results by business segment were as follows. Of note, the segment name “Jewelry Business” was changed to “Brand Business” with a view to expansion into new business areas. RASIN is classified as part of the Brand Business segment.

Brand Business

The F.D.C. Products Group, which operates jewelry SPAs centered on the 4°C brand, worked to strengthen its foundation by revising product and sales promotion strategies to expand support among female customers. While sales to men declined due to insufficient reach to existing customers, sales to women increased. Of note, business results from RASIN have been reflected in segment results from the subject fiscal year.

As a result, net sales in the Brand Business segment amounted to ¥21,676 million (up 27.5% from the previous fiscal year), with operating income of ¥1,509 million (up 5.8%), for a third consecutive period of earnings gains.

Apparel Business

Apparel manufacturing and wholesaler The AS'TY Group, drawing on its strength in overseas production bases, expanded measures with major business partners, leading to positive performance in both revenue and earnings.

Retailer age Co., Ltd., operator of the everyday fashion brand PALETTE, recorded a year-on-year increase of 1.3% in sales at existing stores, for a sixth consecutive period of gains. The company continued to open new stores, five in the Kanto region and five in the Kansai region, for a total of 10 stores during the subject fiscal year, and expanded its market share.

As a result, net sales in the Apparel Business amounted to ¥24,226 million (up 7.9% from the previous fiscal year), with operating income of ¥1,020 million (down 2.4%), for revenue gain with an earnings decline.

(2) Overview of Financial Condition for Fiscal 2024

(Current Assets)

Current assets at the end of the subject fiscal year amounted to ¥19,939 million, an increase of ¥5,997 million from the end of the previous fiscal year. This was due mainly to an increase of ¥5,883 million in merchandise.

(Noncurrent Assets)

Non-current assets at the end of the subject fiscal year amounted to ¥46,555 million, an increase of ¥9,853 million from the end of the previous fiscal year. This was due mainly to increases of ¥7,311 million in goodwill, and ¥945 million in investment securities.

(Current Liabilities)

Current liabilities at the end of the subject fiscal year amounted to ¥12,305 million, an increase of ¥6,700 million from the end of the previous fiscal year. This was due mainly to increases of ¥4,900 million in short-term borrowings, and ¥2,000 million in current portion of long-term borrowings.

(Noncurrent Liabilities)

Non-current liabilities at the end of the subject fiscal year amounted to ¥15,253 million, an increase of ¥8,811 million from the end of the previous fiscal year. This was due mainly to an increase of ¥8,000 in long-term borrowings.

(Net Assets)

Net assets at the end of the subject fiscal year amounted to ¥38,935 million, an increase of ¥339 million from the end of the previous fiscal year. This was due mainly to an increase of ¥743 million in valuation difference on available-for-sale securities, against a decrease of ¥414 million in retained earnings.

(3) Overview of Cash Flows for Fiscal 2024

Cash and cash equivalents at the end of the subject fiscal year amounted to ¥1,705 million, an increase of ¥134 million from the end of the previous fiscal year.

(Cash Flows from Operating Activities)

Net cash provided by operating activities amounted to ¥3,023 million, an increase of ¥356 million from the end of the previous fiscal year. The main factors were net income before income taxes of ¥2,418 million, and depreciation and amortization of ¥739 million.

(Cash Flows from Investing Activities)

Net cash used in investing activities amounted to ¥10,536 million, an increase of ¥9,433 million from the end of the previous fiscal year. The main factor was purchase of shares of subsidiaries of ¥10,202 million.

(Cash Flows from Financing Activities)

Net cash provided by financing activities totaled ¥7,648 million, compared to net cash used of ¥1,791 million at the end of the previous fiscal year. The main factors were proceeds from long-term borrowings of ¥10,000 million, and cash dividends paid of ¥1,791 million.

(4) Future Outlook

In the retail sector industry, consumption is expected to continue to expand on expectations for economic growth from a virtuous cycle of wages and prices, and an increase in demand from inbound tourists. At the same time, factors for concern remain, such as heightened geopolitical risks overseas, interest rate trends, and a cooling of consumer sentiment due to rising prices.

Under such circumstances, YONDOSHI HOLDINGS Group will continue to implement its 7th Medium-Term Management Plan, “Challenge for Future - Looking Ahead to 2030,” with the fiscal year ending February 2026 as the second year for the plan, and build a foundation for growth to support future business development, focusing on 2030.

The level of the Group’s business performance is expected to rise significantly as a result of the acquisition of RASIN Co., Ltd. as a consolidated subsidiary. The reuse industry, which the Group has newly entered with this acquisition, is expected to demonstrate steady growth in the future as consumer values shift toward realizing a sustainable society, such as growing awareness of environmental issues. In response to this growing market, YONDOSHI HOLDINGS Group will achieve sustainable growth by maximizing the strengths of RASIN, building on the Group’s solid financial base and brand management capabilities.

The Company will also further revitalize its existing businesses by proactively investing in solutions to address fundamental issues in each area, and build a strong structure that enables sustainable growth in all its business domains.

In the Brand Business, YONDOSHI HOLDINGS Group will promote market creation by operating multiple highly recognizable brands.

For F.D.C. Products Group, which manages the “4°C” jewelry business, will continue to implement the “4°C” merchandising reforms based on the marketing calendar. A new digital marketing department will be established, with OMO (Online-Merge-Offline) marketing strategies implemented to further enhance the value of customers’ experience. RASIN will leverage the Group’s solid financial base to expand its product lineup and further increase sales. Through its highly trustworthy appraisal capabilities and extensive product lineup, RASIN will enhance its attractiveness as a reuse dealer specializing in luxury brand watches, and gain customer support.

In the Apparel Business, YONDOSHI HOLDINGS Group will continue to work to further expand its market share. The AS’TY Group, which operates an apparel manufacturing business, aims to further expand support from its business partners by developing distinctive materials such as cost-effective materials, functional materials, and sustainable materials, and presenting them through textile exhibitions. age Co., Ltd., operator of the everyday fashion brand PALETTE, aims to increase sales over the three years of the 7th Medium-Term Management Plan through same-store sales growth, and by opening 10 new stores each fiscal year.

In addition, to ensure YONDOSHI HOLDINGS remains a highly trustworthy corporate group, the Company will work to further enhance corporate value by practicing sustainable management, strengthening internal control functions, providing returns to shareholders, and making longer-term investments that will lead to earnings growth.

As a result of the above, for the fiscal year ending February 28, 2026, the Company is forecasting a considerable increase in both revenue and earnings, with net sales of ¥66,000 million (up 43.8% year on year), operating income of ¥2,800 million (up 42.8%), ordinary income of ¥3,150 million (up 33.9%), and profit attributable to owners of parent to ¥1,600 million (up 16.2%). The forecast for operating income before the amortization of goodwill, which the Company considers to be an important management indicator, is ¥4,049 million (up 53.1%).

(5) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

YONDOSHI HOLDINGS Group recognizes providing returns to shareholders is an important management issue. As the basic policy on profit distribution, the Company will work to enhance the level of total returns through the provision of stable and continuous dividends and flexible share buybacks, as well as reducing equity capital, aiming to reach ROE before amortization of goodwill of 10% or higher in the future.

The Company has also set a target of DOE of 4% or higher as an important indicator of shareholder returns, and aims to achieve an annual dividend of 100 yen per share in the future.

In accordance with this policy, for the subject fiscal year, YONDOSHI HOLDINGS Group plans to pay a year-end dividend of 41.50 yen per share. Together with the interim dividend of 41.50 yen per share, this represents a full year dividend of 83 yen per share, for a DOE of 4.6%.

Of note, for the fiscal year ending February 2026, the Company plans to pay a dividend of 83 yen per share, comprising an interim dividend of 41.50 yen, and a year-end dividend of 41.50 yen.

2. Basic Stance on Selection of Accounting Standards

The YONDOSHI HOLDINGS Group prepares its consolidated financial statements in accordance with Japanese Generally Accepted Accounting Principles. With respect to International Financial Reporting Standards (IFRS), the YONDOSHI HOLDINGS Group will respond adequately with consideration of the situation in Japan and overseas.

3. Consolidated Financial Statements and Major Notes

(1) Consolidated Balance Sheets

	(Millions of yen)	
	End of the Fiscal Year Ended February 29, 2024 (As of February 29, 2024)	End of the Fiscal Year Ended February 28, 2025 (As of February 28, 2025)
ASSETS		
Current assets:		
Cash and deposits	1,579	1,708
Notes and accounts receivable — trade	2,905	2,926
Merchandise and finished goods	8,080	14,127
Work in process	108	110
Raw materials and supplies	430	336
Advance payments-trade	1	2
Accounts receivable-other	579	466
Other	261	268
Allowance for doubtful accounts	(5)	(7)
Total current assets	13,941	19,939
Noncurrent assets:		
Property, plant and equipment:		
Buildings and structures, net	4,027	4,045
Land	5,839	5,839
Lease assets, net	22	14
Other, net	427	368
Total property, plant and equipment	10,316	10,267
Intangible assets:		
Goodwill	1,241	8,553
Lease assets	0	—
Right of trademark	0	0
Customer-related intangible assets	—	1,107
Technology-based intangible assets	—	439
Other	482	466
Total intangible assets	1,724	10,567
Investments and other assets:		
Investment securities	20,530	21,475
Guarantee deposits	227	344
Long-term loans receivable	2	1
Deferred tax assets	1,518	1,438
Net defined benefit asset	443	449
Lease deposits	1,579	1,611
Claims provable in bankruptcy, claims provable in rehabilitation and other	20	20
Other	384	421
Allowance for doubtful accounts	(47)	(47)
Total investments and other assets	24,660	25,719
Total noncurrent assets	36,701	46,555
Total assets	50,643	66,494

	(Millions of yen)	
	End of the Fiscal Year Ended February 29, 2024 (As of February 29, 2024)	End of the Fiscal Year Ended February 28, 2025 (As of February 28, 2025)
LIABILITIES		
Current liabilities:		
Notes and accounts payable — trade	2,369	1,957
Electronically recorded obligations – operating	699	340
Short-term borrowings	—	4,900
Current portion of long-term borrowings	—	2,000
Lease obligations	9	6
Income taxes payable	252	748
Provision for bonuses	271	226
Provision for directors' bonuses	48	11
Provision for point card certificates	—	50
Asset retirement obligations	86	93
Other	1,869	1,969
Total current liabilities	5,605	12,305
Noncurrent liabilities:		
Long-term borrowings	—	8,000
Lease obligations	15	9
Long-term guarantee deposited	489	482
Deferred tax liabilities	3,981	4,779
Net defined benefit liability	494	437
Provision for directors' stock benefits	243	282
Asset retirement obligations	979	913
Other	237	348
Total noncurrent liabilities	6,441	15,253
Total liabilities	12,047	27,559
NET ASSETS		
Shareholders' equity:		
Capital stock	2,486	2,486
Capital surplus	7,178	7,170
Retained earnings	30,567	30,153
Treasury stock	(6,123)	(6,104)
Total shareholders' equity	34,109	33,706
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	4,857	5,601
Deferred gains or losses on hedges	8	(20)
Revaluation reserve for land	(233)	(233)
Remeasurements of defined benefit plans	(165)	(138)
Total accumulated other comprehensive income	4,467	5,208
Subscription rights to shares	18	20
Total net assets	38,596	38,935
Total liabilities and net assets	50,643	66,494

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
Consolidated Statements of Income

	(Millions of yen)	
	Fiscal 2023	Fiscal 2024
	(March 1, 2023 to February 29, 2024)	(March 1, 2024 to February 28, 2025)
Net sales	39,457	45,902
Cost of Sales	19,927	25,960
Gross profit	19,530	19,942
Selling, general and administrative expenses	17,433	17,982
Operating income	2,096	1,960
Non-operating income		
Interest income	145	145
Dividends received	228	249
Foreign exchange gains	15	12
Other	32	28
Total non-operating income	421	436
Non-operating expenses		
Interest expenses	1	33
Loss on cancellation of insurance policies	0	—
Other	0	11
Total non-operating expenses	2	45
Ordinary income	2,515	2,351
Extraordinary income		
Gain on sales of investment securities	358	595
Total extraordinary income	358	595
Extraordinary loss		
Impairment loss	581	317
Loss on closing of stores	62	33
Building demolition expenses	—	177
Total extraordinary losses	644	529
Net income before income taxes	2,229	2,418
Income taxes — current	775	921
Income taxes — deferred	152	118
Total income taxes	928	1,040
Net income	1,300	1,377
Profit attributable to owners of parent	1,300	1,377

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Income before minority interests	1,300	1,377
Other comprehensive income		
Valuation difference on available-for-sale securities	805	743
Deferred gains or losses on hedges	8	(29)
Foreign currency translation adjustment	(2)	—
Remeasurements of defined benefit plans, net of tax	57	27
Total other comprehensive income	867	741
Comprehensive income	2,168	2,118
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	2,168	2,118

(3) Consolidated Statements of Changes in Net Assets

Fiscal 2023 (March 1, 2023 to February 29, 2024)

(Millions of yen unless otherwise stated)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the end of previous period	2,486	7,189	31,056	(6,148)	34,584
Changes of items during the period					
Dividends from surplus			(1,789)		(1,789)
Profit attributable to owners of parent			1,300		1,300
Purchase of treasury shares				(64)	(64)
Disposal of treasury shares		(10)		89	78
Net changes in items excluding shareholders' equity during the period					
Total	—	(10)	(488)	24	(474)
Balance at the end of current period	2,486	7,178	30,567	(6,123)	34,109

	Accumulated other comprehensive income						Subscription rights to shares	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the end of previous period	4,052	0	(233)	2	(222)	3,599	30	38,214
Changes of items during the period								
Dividends from surplus								(1,789)
Profit attributable to owners of parent								1,300
Purchase of treasury shares								(64)
Disposal of treasury shares								78
Net changes in items excluding shareholders' equity during the period	805	8		(2)	57	867	(11)	856
Total	805	8	—	(2)	57	867	(11)	381
Balance at the end of current period	4,857	8	(233)	—	(165)	4,467	18	38,596

Fiscal 2024 (March 1, 2024 to February 28, 2025)q

(Millions of yen unless otherwise stated)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the end of previous period	2,486	7,178	30,567	(6,123)	34,109
Changes of items during the period					
Dividends from surplus			(1,791)		(1,791)
Profit attributable to owners of parent			1,377		1,377
Purchase of treasury shares				(55)	(55)
Disposal of treasury shares		(8)		74	66
Net changes in items excluding shareholders' equity during the period					
Total	—	(8)	(414)	19	(402)
Balance at the end of current period	2,486	7,170	20,153	(6,104)	33,706

	Accumulated other comprehensive income						Subscrip- -tion rights to shares	Total net assets
	Valuation difference on available- for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the end of previous period	4,857	8	(233)	—	(165)	4,467	18	38,596
Changes of items during the period								
Dividends from surplus								(1,791)
Profit attributable to owners of parent								1,377
Purchase of treasury shares								(55)
Disposal of treasury shares								66
Net changes in items excluding shareholders' equity during the period	743	(29)		—	27	741	1	742
Total	743	(29)	—	—	27	741	1	339
Balance at the end of current period	5,601	(20)	(233)	—	(138)	5,208	20	38,935

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Cash Flows from Operating Activities:		
Net Income before income taxes	2,229	2,418
Depreciation and amortization	695	739
Impairment loss	581	317
Amortization of goodwill	496	620
Increase (decrease) in allowance for doubtful accounts	0	(1)
Increase (decrease) in provision for bonuses	30	(118)
Increase (decrease) in net defined benefit liability	(12)	(22)
Increase (decrease) in other provision	73	1
Interest and dividends income	(373)	(395)
Interest expenses	1	33
Foreign exchange losses (gains)	(0)	(0)
Loss (gain) on sales of investment securities	(358)	(595)
Decrease (increase) in notes and accounts receivable — trade	(29)	399
Decrease (increase) in inventories	(218)	42
Increase (decrease) in notes and accounts payable — trade	289	(781)
Increase (decrease) in accrued consumption taxes	(85)	7
Increase (decrease) in advances received	(187)	(9)
Increase (decrease) in accounts payable — other	126	(98)
Decrease (increase) in other assets	279	356
Increase (decrease) in other liabilities	(7)	30
Subtotal	3,530	2,943
Interest and dividends income received	377	403
Interest expenses paid	(1)	(35)
Income taxes paid	(1,365)	(607)
Income taxes refund	125	318
Net cash provided by (used in) operating activities	2,666	3,023

(Millions of yen)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Cash Flows from Investing Activities:		
Purchase of property, plant and equipment	(875)	(759)
Purchase of intangible assets	(208)	(56)
Purchase of investment securities	(1,527)	(1,016)
Proceeds from sales of investment securities	475	1,789
Proceeds from redemption of investment securities	1,500	—
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(10,202)
Collection of long-term loans receivable	0	0
Long-term loan advances	(1)	(0)
Purchase of long-term prepaid expenses	(54)	(57)
Other payments	(547)	(427)
Other proceeds	134	193
Net cash provided by (used in) investing activities	(1,103)	(10,536)
Cash Flows from Financing Activities:		
Net increase (decrease) in short-term borrowings	—	750
Proceeds from long-term borrowings	—	10,000
Repayments of long-term borrowings	—	(1,312)
Purchase of treasury stock	(0)	(0)
Proceeds from sales of treasury stock	12	11
Cash dividends paid	(1,789)	(1,791)
Other payments	(15)	(8)
Net cash provided by (used in) financing activities	(1,791)	7,648
Effect of exchange rate change on cash and cash equivalents	0	—
Net increase (decrease) in cash and cash equivalents	(228)	134
Cash and cash equivalents at beginning of period	1,799	1,570
Cash and cash equivalents at end of period	1,570	1,705

(5) Notes to Consolidated Financial Statements

(Notes Regarding Going Concern Assumptions)

Not applicable

(Changes in Accounting Policies)

Not applicable

(Additional Information)

(Stock Compensation Plan for Directors)

Under its 68th annual shareholders meeting held on May 17, 2018, the Company introduced a stock compensation plan (hereinafter, the “Plan”), with eligible persons the Company’s directors (excluding directors who are audit and supervisory committee members) and directors who are audit and supervisory committee members (excluding outside directors), as well as directors and corporate auditors (excluding outside corporate auditors) of the Company’s major group companies from November 28, 2018.

i. Summary of the transaction

The Plan is a stock compensation plan to grant the Company’s shares to eligible directors of eligible companies in accordance with rules for granting trust-based stock compensation to corporate officers as determined by the eligible companies. The Company will contribute funds to the trust, and the trust will use these funds to acquire the Company’s shares, and grant them to eligible directors. In principle, directors and other officers will receive the Company’s shares at the time of retirement.

ii. The Company’s own shares held in the Trust

The Company’s own shares held in the Trust are recorded as treasury stock under net assets at their book value in the Trust (excluding the amount of ancillary expenses). The book value and number of shares of such treasury stock was ¥289 million, for 150,868 shares at the end of the subject consolidated fiscal year.

(Business Combination Related)

1. Overview of the business combination

(1) Name of the acquired company and details of its business

Name of the acquired company: RASIN Co., Ltd.

Details of business : Sale and purchase of watches, and corporate sales of watches

(2) Purpose of the share acquisition

RASIN is a company with a wealth of experience and proven performance in the reuse industry. It operates a reuse business that specializes in the handling of luxury brand watches, with three stores in Japan, as well as a salon in Ginza specializing in purchasing.

The reuse industry is expected to continue to grow steadily in the future due to shifting consumer values toward the realization of a sustainable world. The addition of RASIN to YONDOSHI HOLDINGS Group will create new levels of value that transcend the Group’s existing business domains, and establish a structure more responsive to diverse needs.

The Company decided to acquire the shares of RASIN to expand its business domains and increase added value in the Brand Business, as well as achieve substantial earnings growth for the Group, and secure a stable and robust business portfolio.

(3) Date of the business combination

Acquisition of control: December 2, 2024 Deemed acquisition date: December 1, 2024

Additional acquisition: February 21, 2025 Deemed acquisition date: December 1, 2024

(4) Legal form of the business combination

Share acquisition

(5) Name of the combined company

The name is unchanged.

(6) Percentage of voting rights acquired

100%

- (7) Main rationale for the acquisition
The main rationale stemmed from the acquisition of shares by the Company in consideration of cash.
2. Period of results from the acquired company included in the consolidated financial statements
From December 1, 2024, to February 28, 2025
3. Breakdown of acquisition costs and types of consideration
Consideration for acquisition: Cash 10,799 million yen
4. Details and amount of main acquisition-related expenses
Remuneration and fees for advisory services: 37 million yen
5. Amount of goodwill accrued, cause of accrual, amortization method and amortization period
 - (1) Amount of goodwill accrued: 7,932 million yen
With the completion of the allocation of acquisition costs, the amount of goodwill has been determined.
 - (2) Cause of accrual
Excess earning capacity expected due to future business development.
 - (3) Amortization method and amortization period
Straight-line method over 16 years
6. Amount of assets and liabilities accepted on the date of the business combination, and the main breakdown

Current assets:	8,729 million yen
Non-current assets:	2,109 million yen
Total assets:	10,838 million yen
Current liabilities:	6,014 million yen
Non-current liabilities:	1,957 million yen
Total liabilities:	7,971 million yen
7. Amount allocated to intangible assets other than goodwill, breakdown by major types, and weighted average amortization period

Customer-related intangible assets:	1,149 million yen (Amortization period: 7 years)
Technology-based intangible assets:	463 million yen (Amortization period: 5 years)

(Notes on Segment Information, etc.)**(Segment Information)****1. Overview of Reporting Segments**

The Group's reporting segments are regularly reviewed by the Board of Directors using the segregated financial information available within each segment to determine the allocation of management resources and evaluate business results.

Based on the major products handled, the YONDOSHI HOLDINGS Group has identified the Jewelry Business and the Apparel Business as its two reporting segments.

(1) Brand Business

F.D.C. Products Inc. and its subsidiary companies engage in the comprehensive development of brand businesses. This includes the design, manufacture and sale of various products focusing mainly on jewelry. The F.D.C. Products Group's principal brands include 4°C, Canal4°C, and EAUDOUCE4°C. In addition, RASIN Co., Ltd. operates a reuse sales business specializing in luxury brand watches, with strengths including a high degree of trustworthiness founded on expert appraisal capabilities, and an extensive product lineup.

(2) Apparel Business

AS'TY Inc. and its subsidiary companies engage in apparel business development activities. Responsible for the manufacturing and apparel functions that draw on its design and marketing capabilities, the AS'TY Group maintains an overseas production network in such countries as China, Bangladesh and Vietnam while marketing products mainly through major apparel outlets, specialty stores and general merchandise stores. age Co., Ltd. is active in the retail business focusing mainly on women's clothes, fashion accessories and practical clothing. The company's is largely undertaken in Western Japan.

From the subject fiscal year, the former segment name "Jewelry Business" has been changed to "Brand Business." The change in segment name does not affect segment information. Reporting segments for the previous fiscal periods are also shown under the changed name.

2. Calculation Methods for Net Sales, Profit and Loss, Assets, Liabilities and Other Items by Reporting Segment

The accounting treatment methods for reporting segments are generally the same as those adopted for preparing consolidated financial statements. Profits for reporting segments are operating income amounts. Intrasegment sales and transfers are based on current market prices.

3. Information Regarding Net Sales, Profit and Loss, Assets, Liabilities and Other Items by Reporting Segment

Fiscal 2023 the Fiscal Year Ended February 29, 2024 (March 1, 2023 to February 29, 2024)

(Millions of yen)

	Reporting Segments			Adjustment amount (Note 1)	Amount recorded on consolidated quarterly statements of income (Note 2)
	Brand Business	Apparel Business	Total		
Net sales					
Revenue from contracts with customers	16,922	21,598	38,520	—	38,520
Other revenue (Note 3)	73	864	937	—	937
Net sales to outside customers	16,995	22,462	39,457	—	39,457
Intrasegment net sales and transfers	0	122	122	(122)	—
Total	19,995	22,585	39,580	(122)	39,457
Segment income	1,426	1,046	2,472	(375)	2,096
Segment assets	23,092	29,491	52,583	(1,940)	50,643
Other items					
Depreciation	317	361	679	15	695
Increase in property, plant and equipment and intangible assets	606	516	1,123	0	1,124

Notes:

- (1) The adjustment amount of minus ¥375 million for segment income mainly includes amortization of goodwill totaling minus ¥496 million, general administrative expenses that are not attributable to individual reporting segments amounting to minus ¥478 million and eliminations of inter-segment transactions of ¥598 million.
(2) The adjustment amount of minus ¥1,940 million for segment assets is mainly comprised of an inter-segment offset amount totaling minus ¥14,463 million, corporate assets of ¥11,282 million and the balance of unamortized goodwill of ¥1,241 million that are not allocated to each reporting segment. Meanwhile, corporate assets are primarily made up of surplus operating funds (cash and deposits) that are not attributable to individual reporting segments.
(3) The adjustment amount of ¥15 million for depreciation and amortization relates to corporate assets that are not attributable to individual reporting segments.
(4) The adjustment amount of tangible and intangible asset increase of ¥0 million relates to corporate assets that are not attributable to individual reporting segments.
- Segment income matches operating income recorded on the consolidated statements of income.
- “Other revenue” is real estate lease revenue.

Fiscal 2024 the Fiscal Year Ended February 28, 2025 (March 1, 2024 to February 28, 2025)

(Millions of yen)

	Reporting Segments			Adjustment amount (Note 1)	Amount recorded on consolidated quarterly statements of income (Note 2)
	Brand Business	Apparel Business	Total		
Net sales					
Revenue from contracts with customers	21,603	23,399	45,003	—	45,003
Other revenue (Note 3)	73	826	899	—	899
Net sales to outside customers	21,676	24,226	45,902	—	45,902
Intrasegment net sales and transfers	0	131	131	(131)	—
Total	21,677	24,357	46,034	(131)	45,902
Segment income	1,509	1,020	2,530	(569)	1,960
Segment assets	32,165	25,939	58,105	8,389	66,494
Other items					
Depreciation	368	359	727	11	739
Increase in property, plant and equipment and intangible assets	274	489	763	3	767

Notes:

- (1) The adjustment amount of minus ¥569 million for segment income mainly includes amortization of goodwill totaling minus ¥620 million, general administrative expenses that are not attributable to individual reporting segments amounting to minus ¥495 million and eliminations of inter-segment transactions of ¥546 million.
(2) The adjustment amount of minus ¥8,389 million for segment assets is mainly comprised of an inter-segment offset amount totaling minus ¥23,709 million, corporate assets of ¥23,546 million and the balance of unamortized goodwill of ¥8,553 million that are not allocated to each reporting segment. Meanwhile, corporate assets are primarily made up of surplus operating funds (cash and deposits) that are not attributable to individual reporting segments.
(3) The adjustment amount of ¥11 million for depreciation and amortization relates to corporate assets that are not attributable to individual reporting segments.
(4) The adjustment amount of tangible and intangible asset increase of ¥3 million relates to corporate assets that are not attributable to individual reporting segments.
- Segment income matches operating income recorded on the consolidated statements of income.
- “Other revenue” is real estate lease revenue.

(Related Information)

Fiscal 2023, the Fiscal Year Ended February 29, 2024 (March 1, 2023 to February 29, 2024)

1. Product and Service Information

As the same information is disclosed in the Segment Information, product and service information has been omitted.

2. Geographical Segment Information

i. Net sales

As the total of net sales to outside customers based in Japan of all business segments represented over 90% of the Company's total net sales in the consolidated statements of income, geographical information has

been omitted.

ii. Property, plant and equipment

As the total of property, plant and equipment based in Japan of all business segments represented over 90% of the Company's property, plant and equipment in the consolidated balance sheets, geographical information has been omitted.

3. Information by Major Customer

This information has been omitted because there are no specific customers to whom sales exceed 10% or more of the total operating revenues posted in the consolidated statement of income.

Fiscal 2024, the Fiscal Year Ended February 28, 2025 (March 1, 2024 to February 28, 2025)

1. Product and Service Information

As the same information is disclosed in the Segment Information, product and service information has been omitted.

2. Geographical Segment Information

i. Net sales

As the total of net sales to outside customers based in Japan of all business segments represented over 90% of the Company's total net sales in the consolidated statements of income, geographical information has been omitted.

ii. Property, plant and equipment

As the total of property, plant and equipment based in Japan of all business segments represented over 90% of the Company's property, plant and equipment in the consolidated balance sheets, geographical information has been omitted.

3. Information by Major Customer

This information has been omitted because there are no specific customers to whom sales exceed 10% or more of the total operating revenues posted in the consolidated statement of income.

(Information Concerning the Impairment loss of Noncurrent Assets by Reporting Segment)

Fiscal 2023, the Fiscal Year Ended February 29, 2024 (March 1, 2023 to February 29, 2024)

(Millions of yen)

	Reporting Segments			Adjustment amount	Total
	Brand Business	Apparel Business	Total		
Impairment loss	239	341	581	—	581

Fiscal 2024, the Fiscal Year Ended February 28, 2025 (March 1, 2024 to February 28, 2025)

(Millions of yen)

	Reporting Segments			Adjustment amount	Total
	Brand Business	Apparel Business	Total		
Impairment loss	198	119	317	—	317

(Information Concerning the Amount of Goodwill Amortized and the Balance of Unamortized Goodwill by Reporting Segment)

Fiscal 2023, the Fiscal Year Ended February 29, 2024 (March 1, 2023 to February 29, 2024)

There were no amounts of goodwill amortized or balance of unamortized goodwill allocated to reporting segments. The amounts of goodwill amortized and balance of unamortized goodwill not allocated to reporting segments were ¥496 million and ¥1,241 million, respectively. The amounts of goodwill amortized and balance of unamortized goodwill related to goodwill that arose at the time of stock exchange.

Fiscal 2024, the Fiscal Year Ended February 28, 2025 (March 1, 2024 to February 28, 2025)

There were no amounts of goodwill amortized or balance of unamortized goodwill allocated to reporting segments. The amounts of goodwill amortized and balance of unamortized goodwill not allocated to reporting segments were ¥620 million and ¥8,553 million, respectively. The amounts of goodwill amortized and balance of unamortized goodwill related to goodwill that arose at the time of stock exchange.

(Information Concerning the Gain on Negative Goodwill by Reporting Segment)

Fiscal 2023, the Fiscal Year Ended February 29, 2024 (March 1, 2023 to February 29, 2024)

Not applicable.

Fiscal 2024, the Fiscal Year Ended February 28, 2025 (March 1, 2024 to February 28, 2025)

Not applicable.

(Matters Related to Revenue Recognition)

Information analyzing the revenue resulting from contracts with customers is presented in “Notes (Segment information)”.

(Per Share Information)

(Yen)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Net assets per share	1,798.49	1,812.89
Earnings per share	60.65	64.18

Notes: 1. No statement is made regarding diluted per share net profit for the period because dilutive shares possessing a dilutive effect do not exist.

2. The basis for calculating earnings per share and net income per diluted share is presented as follows:

(Millions of yen unless otherwise stated)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Total earnings per share		
Profit attributable to owners of parent	1,300	1,377
Amounts not applicable to ordinary shareholders	—	—
Profit attributable to owners of parent applicable to common stock	1,300	1,377
Average number of common shares (Shares)	21,444,006	21,461,476

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Description of the diluted shares not included in the calculation of net income per share adjusted for diluted shares due to their non-dilutive effect from the previous fiscal year	July 8, 2020 Board resolution The 13th issuance of new share subscription rights Common stock:16,500 shares	July 8, 2020 Board resolution The 13th issuance of new share subscription rights Common stock:16,500 shares
	July 8, 2020 Board resolution The 14th issuance of new share subscription rights Common stock:29,500 shares	July 8, 2020 Board resolution The 14th issuance of new share subscription rights Common stock:29,500 shares
	July 7, 2022 Board resolution The 15th issuance of new share subscription rights Common stock:24,000 shares	July 7, 2022 Board resolution The 15th issuance of new share subscription rights Common stock:24,000 shares
	July 7, 2022 Board resolution The 16th issuance of new share subscription rights Common stock:28,900 shares	July 7, 2022 Board resolution The 16th issuance of new share subscription rights Common stock:28,900 shares
		January 10, 2025 Board resolution The 17th issuance of new share subscription rights Common stock:16,500 shares
		January 10, 2025 Board resolution The 17th issuance of new share subscription rights Common stock:32,900 shares

3. The basis for calculating net assets per share is presented as follows:

(Millions of yen unless otherwise stated)

	Fiscal 2023 (March 1, 2023 to February 29, 2024)	Fiscal 2024 (March 1, 2024 to February 28, 2025)
Total net asset recorded on consolidated balance sheets	38,596	38,935
Deduction amount of total net asset recorded on consolidated balance sheets	18	20
Subscription rights to shares	(18)	(20)
Net assets applicable to common stock	38,577	38,915
Number of common stock utilized for the calculation of net assets per share (Shares)	21,449,660	21,465,960

4. Company stock remaining in the Shares Grant Trust for Officers recorded as Treasury Stock in the Company's Shareholders' Equity is included in the number of treasury stock to be deducted when computing the average number of shares for the period for earnings per share calculation purposes as well as the number of treasury stock to be deducted from the total number of shares issued and outstanding as of the end of the period for net assets per share calculation purposes.

The number of treasury stock to be deducted when computing the average number of shares for the period for earnings per share calculation purposes was 117,634 shares for fiscal 2023 and 126,050 shares for fiscal 2023. The number of treasury stock to be deducted from the total number of shares issued and outstanding as of the end of the period for net assets per share calculation purposes was 132,170 shares for fiscal 2023 and 150,868 shares for fiscal 2024.

(Important Subsequent Events)

Not applicable