

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2025 (Based on Japanese GAAP)

April 30, 2025

Company name: Hokkoku Financial Holdings, Inc.
 Stock exchange listing: Tokyo
 Stock code: 7381 URL <https://www.hfhd.co.jp/>
 Representative: Representative Director and President Shuji Tsuemura
 Managing Executive Officer,
 Inquiries: General Manager of Corporate Planning Naotaka Terai TEL +81-76-263-1111
 Department
 Scheduled date of Annual General Meeting of Shareholders: June 13, 2025
 Scheduled date to file Securities Report: June 12, 2025
 Scheduled date to commence dividend payments: May 26, 2025
 Trading accounts: No
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated Operating Results

% indicates changes from the previous corresponding period.

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2025	89,576	(1.3)	12,298	(14.9)	8,120	(10.3)
Fiscal year ended March 31, 2024	90,839	7.1	14,461	(9.8)	9,055	3.5

(Note) Comprehensive income: Fiscal year ended March 31, 2025: ¥(26,959) million [-%]
 Fiscal year ended March 31, 2024: ¥27,067 million [-%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Ordinary profit to ordinary income ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2025	355.05	354.84	3.5	0.2	13.7
Fiscal year ended March 31, 2024	378.34	378.23	3.8	0.2	15.9

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2025: ¥ - million
 Fiscal year ended March 31, 2024: ¥ - million

(2) Consolidated Financial Position

	Total assets	Net assets	Own capital ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	6,393,070	220,889	3.3	9,338.59
As of March 31, 2024	5,758,652	252,954	4.2	10,533.34

(Reference) Own Capital: As of March 31, 2025: ¥212,020 million
 As of March 31, 2024: ¥244,219 million

(Note) Own capital ratio = (Total Net assets - Non-controlling interests) / Total assets
 The ratio above is not based on the regulation of Capital Adequacy Ratio.

(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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2025	489,902	(412,498)	(5,720)	1,642,236
Fiscal year ended March 31, 2024	183,653	51,406	(12,522)	1,570,556

2. Dividends

	Annual dividends per share					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	Millions of yen	%
March 31, 2024	—	55.00	—	55.00	110.00	2,604	29.0	1.1
March 31, 2025	—	60.00	—	60.00	120.00	2,744	33.7	1.2
Fiscal year ending March 31, 2026 (Forecast)	—	100.00	—	10.00	—		41.2	

Note: At the meeting of the Board of Directors held on April 30, 2025, we passed a resolution to conduct a 10-for-1 stock split of our common stock, with an effective date of October 1, 2025. The year-end dividend per share for the fiscal year ending March 31, 2026 (forecast) is stated after considering the effect of the stock split, and the total annual dividend is indicated as "—". If the stock split is not considered, the year-end dividend for the fiscal year ending March 31, 2026 (forecast) will be 100.00 yen, and the total annual dividend will be 200.00 yen.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

% indicates changes from the previous corresponding period.

	Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	9,000	0.7	5,500	(2.8)	24.22
Full year	18,000	46.3	11,000	35.4	48.45

Note: Basic earnings per share is calculated considering the effect of the stock split as noted in "2. Dividends". Without considering the stock split, basic earnings per share in the consolidated earnings forecast for the Six months ending September 30, 2025 is 242.25 yen, for fiscal year ending March 31, 2026(Full year) is 484.50 yen.

4. Notes

(1) Significant changes in the scope of consolidation during the period: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of March 31, 2025	23,408,582 shares	As of March 31, 2024	25,208,582 shares
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Number of treasury shares at the end of the period

As of March 31, 2025	704,884 shares	As of March 31, 2024	2,023,177 shares
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Average number of shares during the period

Fiscal Year ended March 31, 2025	22,871,163 shares	Fiscal Year ended March 31, 2024	23,933,956 shares
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(Note) The number of treasury shares at the end of the fiscal year includes shares of the Company (92,419 shares in the fiscal year ended March 31, 2025 and 105,024 shares in the fiscal year ended March 31, 2024) held by the Custody Bank of Japan, Ltd. (Trust account) as trust assets relevant to the management board benefit trust of the Hokkoku Bank, Ltd., a consolidated subsidiary of the Company.

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

* Proper use of earnings forecasts, and other special matters

The forecasts above were prepared based on information available as of the date of publication of this document. Actual financial results may differ from the forecast figures due to various factors in the future

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1. Consolidated Financial Statements and Notes
(1) Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2024	As of March 31, 2025
Assets		
Cash and due from banks	1,576,763	1,653,620
Call loans and bills bought	166,000	152,000
Monetary claims bought	3,195	3,133
Money held in trust	13,532	13,508
Securities	1,488,459	1,872,071
Loans and bills discounted	2,418,522	2,599,491
Foreign exchanges	6,344	5,485
Lease receivables and investment assets	39,329	42,223
Other assets	39,046	19,950
Tangible fixed assets	37,903	45,089
Buildings, net	12,437	11,787
Land	15,691	16,212
Construction in progress	5,994	12,429
Other tangible fixed assets	3,779	4,660
Intangible fixed assets	10,269	13,250
Software	8,925	11,963
Goodwill	1,016	963
Other intangible fixed assets	327	324
Retirement benefit asset	—	2,060
Deferred tax assets	1,061	13,941
Customers' liabilities for acceptances and guarantees	18,166	18,878
Allowance for loan losses	(59,943)	(61,634)
Total assets	5,758,652	6,393,070
Liabilities		
Deposits	4,679,694	4,884,810
Call money and bills sold	423,297	559,680
Cash collateral received for securities lent	318,639	599,306
Borrowed money	5,396	6,174
Foreign exchanges	1	0
Bonds payable	20,000	20,000
Borrowed money from trust account	167	136
Other liabilities	32,722	79,548
Provision for bonuses	697	701
Retirement benefit liability	684	—
Provision for management board incentive plan trust	410	350
Provision for reimbursement of deposits	68	47
Provision for loss on interest repayment	0	—
Deferred tax liabilities	4,506	1,335
Deferred tax liabilities for land revaluation	1,244	1,208
Acceptances and guarantees	18,166	18,878
Total liabilities	5,505,697	6,172,180

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Net assets		
Share capital	10,000	10,000
Capital surplus	19,507	10,750
Retained earnings	195,209	200,709
Treasury shares	(9,814)	(3,484)
Total shareholders' equity	214,902	217,975
Valuation difference on available-for-sale securities	28,084	(10,813)
Deferred gains or losses on hedges	(35)	1,539
Revaluation reserve for land	1,986	1,914
Remeasurements of defined benefit plans	(718)	1,404
Total accumulated other comprehensive income	29,317	(5,954)
Non-controlling interests	8,735	8,869
Total net assets	252,954	220,889
Total liabilities and net assets	5,758,652	6,393,070

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

Consolidated Statements of Income

	(Millions of yen)	
	Fiscal Year ended March 31, 2024	Fiscal Year ended March 31, 2025
Ordinary income	90,839	89,576
Interest income	41,042	47,287
Interest on loans and discounts	24,705	26,676
Interest and dividends on securities	15,596	16,964
Interest on call loans and bills bought	135	1,395
Interest on deposits with banks	450	2,134
Other interest income	153	116
Trust fees	0	0
Fees and commissions	9,983	11,107
Other ordinary income	14,845	16,345
Other income	24,967	14,834
Recoveries of written off receivables	370	419
Other	24,597	14,414
Ordinary expenses	76,378	77,277
Interest expenses	7,634	9,851
Interest on deposits	162	2,364
Interest on negotiable certificates of deposit	—	11
Interest on call money and bills sold	2,042	1,555
Interest expenses on cash collateral received for securities lent	5,236	5,398
Interest on borrowings and rediscounts	12	36
Interest expenses on bonds	179	179
Other interest expenses	0	305
Fees and commissions payments	3,642	3,908
Other ordinary expenses	25,230	20,101
General and administrative expenses	33,764	34,274
Other expenses	6,106	9,141
Provision of allowance for loan losses	3,271	6,007
Other	2,835	3,133
Ordinary profit	14,461	12,298
Extraordinary income	121	17
Gain on disposal of non-current assets	121	17
Extraordinary losses	1,720	677
Loss on disposal of non-current assets	405	323
Impairment losses	985	354
Loss on disaster	329	—
Profit before income taxes	12,862	11,638
Income taxes - current	3,587	3,510
Income taxes - deferred	(826)	(311)
Total income taxes	2,761	3,199
Profit	10,100	8,438
Profit attributable to non-controlling interests	1,045	317
Profit attributable to owners of parent	9,055	8,120

Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	Fiscal Year ended March 31, 2024	Fiscal Year ended March 31, 2025
Profit	10,100	8,438
Other comprehensive income	16,967	(35,398)
Valuation difference on available-for-sale securities	16,385	(39,062)
Deferred gains or losses on hedges	(32)	1,575
Revaluation reserve for land	—	(34)
Remeasurements of defined benefit plans, net of tax	614	2,123
Comprehensive income	27,067	(26,959)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	26,389	(27,114)
Comprehensive income attributable to non-controlling interests	678	154

(3) Consolidated Statements of Changes in Equity

Fiscal Year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,000	27,139	188,428	(8,216)	217,351
Changes during period					
Dividends of surplus			(2,583)		(2,583)
Profit attributable to owners of parent			9,055		9,055
Purchase of treasury shares				(9,925)	(9,925)
Disposal of treasury shares		(56)		645	588
Cancellation of treasury shares		(7,682)		7,682	–
Reversal of revaluation reserve for land			309		309
Change by business combination		97			97
Change in ownership interest of parent due to transactions with non-controlling interests		9			9
Net changes in items other than shareholders' equity					
Total changes during period	–	(7,631)	6,781	(1,597)	(2,448)
Balance at end of period	10,000	19,507	195,209	(9,814)	214,902

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	11,332	(2)	2,296	(1,333)	12,292	8,044	237,688
Changes during period							
Dividends of surplus							(2,583)
Profit attributable to owners of parent							9,055
Purchase of treasury shares							(9,925)
Disposal of treasury shares							588
Cancellation of treasury shares							–
Reversal of revaluation reserve for land							309
Change by business combination							97
Change in ownership interest of parent due to transactions with non-controlling interests							9
Net changes in items other than shareholders' equity	16,752	(32)	(309)	614	17,024	690	17,714
Total changes during period	16,752	(32)	(309)	614	17,024	690	15,266
Balance at end of period	28,084	(35)	1,986	(718)	29,317	8,735	252,954

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,000	19,507	195,209	(9,814)	214,902
Changes during period					
Dividends of surplus			(2,657)		(2,657)
Profit attributable to owners of parent			8,120		8,120
Purchase of treasury shares				(3,005)	(3,005)
Disposal of treasury shares		31		594	625
Cancellation of treasury shares		(8,740)		8,740	—
Reversal of revaluation reserve for land			37		37
Change in ownership interest of parent due to transactions with non-controlling interests		(47)			(47)
Net changes in items other than shareholders' equity					
Total changes during period	—	(8,757)	5,500	6,329	3,072
Balance at end of period	10,000	10,750	200,709	(3,484)	217,975

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	28,084	(35)	1,986	(718)	29,317	8,735	252,954
Changes during period							
Dividends of surplus							(2,657)
Profit attributable to owners of parent							8,120
Purchase of treasury shares							(3,005)
Disposal of treasury shares							625
Cancellation of treasury shares							—
Reversal of revaluation reserve for land							37
Change in ownership interest of parent due to transactions with non-controlling interests							(47)
Net changes in items other than shareholders' equity	(38,898)	1,575	(71)	2,123	(35,272)	134	(35,137)
Total changes during period	(38,898)	1,575	(71)	2,123	(35,272)	134	(32,065)
Balance at end of period	(10,813)	1,539	1,914	1,404	(5,954)	8,869	220,889

(4) Consolidated Statements of Cash Flows

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	12,862	11,638
Depreciation	4,021	4,468
Impairment losses	1,009	354
Amortization of goodwill	53	53
Increase (decrease) in allowance for loan losses	(2,688)	1,690
Increase (decrease) in provision for bonuses	(14)	3
Decrease (increase) in retirement benefit asset	—	(2,060)
Increase (decrease) in retirement benefit liability	(692)	(684)
Increase (decrease) in provision for share awards for directors (and other officers)	—	(60)
Increase (decrease) in provision for reimbursement of deposits	(28)	(20)
Increase (decrease) in provision for loss on interest repayment	(2)	(0)
Interest income	(41,042)	(47,287)
Interest expenses	7,634	9,851
Loss (gain) related to securities	(12,474)	(5,804)
Loss (gain) on money held in trust	3	24
Foreign exchange losses (gains)	(23,712)	973
Loss (gain) on disposal of non-current assets	284	306
Net decrease (increase) in loans and bills discounted	105,090	(180,968)
Net increase (decrease) in deposits	318,895	205,116
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(21,157)	778
Net decrease (increase) in due from banks (excluding due from Bank of Japan)	791	(5,175)
Net decrease (increase) in call loans	(24,929)	14,062
Net increase (decrease) in call money	(108,858)	136,383
Net increase (decrease) in cash collateral received for securities lent	(42,315)	280,666
Net decrease (increase) in foreign exchanges - assets	5,339	859
Net increase (decrease) in foreign exchanges - liabilities	(2)	(1)
Net decrease (increase) in lease receivables and investments in leases	(3,004)	(3,146)
Net decrease (increase) in cash collateral paid for financial instruments assets	(303)	303
Net increase (decrease) in borrowed money from trust account	3	(31)
Interest received	24,807	30,341
Interest paid	(7,796)	(9,430)
Other, net	(9,838)	49,478
Subtotal	181,935	492,683
Income taxes refund	3,535	1,715
Income taxes paid	(1,817)	(4,495)
Net cash provided by (used in) operating activities	183,653	489,902

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of securities	(300,791)	(597,873)
Proceeds from sale of securities	255,012	129,673
Proceeds from redemption of securities	91,619	51,917
Proceeds from fund management as investing activities	18,522	18,565
Purchase of tangible fixed assets	(9,334)	(9,443)
Purchase of intangible assets	(2,742)	(5,514)
Proceeds from sale of property, plant and equipment	99	183
Payments for asset retirement obligations	(31)	(6)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(947)	—
Net cash provided by (used in) investing activities	51,406	(412,498)
Cash flows from financing activities		
Dividends paid	(2,579)	(2,647)
Dividends paid to non-controlling interests	(5)	(5)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(11)	(62)
Purchase of treasury shares	(9,925)	(3,005)
Proceeds from sale of treasury shares	—	0
Net cash provided by (used in) financing activities	(12,522)	(5,720)
Effect of exchange rate change on cash and cash equivalents	9	(2)
Net increase (decrease) in cash and cash equivalents	222,547	71,680
Cash and cash equivalents at beginning of period	1,348,008	1,570,556
Cash and cash equivalents at end of period	1,570,556	1,642,236

(5) Additional Information

【Management board benefit trust】

The Hokkoku Bank, Ltd. (hereinafter "Bank"), a consolidated subsidiary of the Company, abolished the stock option plan for directors and executive officers (hereinafter "Officers") of the Bank and has adopted a share-based payment plan, "management board benefit trust," (hereinafter the "Plan") to Officers.

1 Outline

The Plan is a share-based payment plan under which the Bank contributes capital to establish a trust (hereinafter the "Trust") and the Trust acquires the Company's shares. The Company's shares are provided to the respective Officers corresponding to the number of points granted to the respective Officers through the Trust. In principle, Officers will receive delivery of the Company's shares at the time of their retirement as Officers.

2 The Company's shares remaining in the Trust

The Company's shares remaining in the Trust are recognized as treasury stock under shareholders' equity. The carrying value and the number of the shares are ¥440 million and 92 thousand shares for the fiscal year ended March 31, 2025, and ¥500 million and 105 thousand shares for the fiscal year ended March 31, 2024, respectively.

(6) Note for Segment Information

【Segment information】

1 Reportable segments

The reportable segments of the Group are the components of the Group for which separate financial information is "available" and are subject to periodic review by the Board of Directors which is the chief operating decision maker to determine the allocation of management resources and assess performance.

The Group consists of the Company and its 12 consolidated subsidiaries. The Group designs comprehensive strategies to provide financial services including banking and leasing businesses and is engaged in operating activities. Accordingly, the Group is composed of operating segments by financial services based on the group companies and "Banking" and "Leasing" segments are identified as the reportable segments.

The "Banking" segment provides customers with banking services, credit guarantee services related to consumer finance services, credit card services, e-commerce website operation business, servicer business, system development /management /administration services, investment advisory business, consulting services, back-office services, and fund administration services.

The "Leasing" segment provides customers with leasing services.

2 Calculation method of gross revenue and net operating income

Accounting policies adopted by the reportable segments are the same as those of Consolidated Financial Statements. Segment profit of the reportable segments is measured based on revenue from "ordinary profit", and intersegment income is based on the market transaction price in the same manner as income from external customers.

3 Reportable segment information concerning income, profit or loss, assets, liabilities and other items

	Fiscal Year ended March 31, 2024				
	Millions of yen				
	Reportable segments			Adjustments	Consolidated
	Banking	Leasing	Total		
Ordinary income:					
External customers	77,684	13,155	90,839	—	90,839
Intersegments	254	3	258	(258)	—
Total	77,938	13,159	91,098	(258)	90,839
Segment profit	13,885	568	14,453	7	14,461
Segment assets	5,749,708	43,086	5,792,795	(34,142)	5,758,652
Segment liabilities	5,500,588	37,800	5,538,388	(32,691)	5,505,697
Other information					
Depreciation	4,001	20	4,021	—	4,021
Interest income	41,183	—	41,183	(141)	41,042
Interest expenses	7,634	134	7,769	(134)	7,634
Increase in tangible and intangible fixed assets	12,604	—	12,604	—	12,604

Notes:

1. "Ordinary income" corresponds to "Net Sales" of non-banking industries
2. Adjustments refer to the elimination of intersegment transactions.
3. Segment profit is reconciled with ordinary profit in the consolidated income statement

Fiscal Year ended March 31, 2025

Millions of yen

	Reportable segments			Adjustments	Consolidated
	Banking	Leasing	Total		
Ordinary income:					
External customers	75,686	13,889	89,576	—	89,576
Intersegments	351	1	352	(352)	—
Total	76,038	13,890	89,928	(352)	89,576
Segment profit	11,879	445	12,324	(25)	12,298
Segment assets	6,386,189	46,044	6,432,233	(39,163)	6,393,070
Segment liabilities	6,167,880	42,002	6,209,883	(37,702)	6,172,180
Other information					
Depreciation	4,463	5	4,468	—	4,468
Interest income	47,530	—	47,530	(243)	47,287
Interest expenses	9,832	256	10,088	(236)	9,851
Increase in tangible and intangible fixed assets	14,885	3	14,889	—	14,889

Notes:

1. “Ordinary income” corresponds to “Net Sales” of non-banking industries.
2. Adjustments refer to the elimination of intersegment transactions.
3. Segment profit is reconciled with ordinary profit in the consolidated income statement

【Other information】

Information by service line

Fiscal Year ended March 31, 2024

Millions of yen

	Loan	Securities investment	Lease	Other	Total
Ordinary income from external customers	24,705	40,122	13,155	12,856	90,839

(Note) “Ordinary income” corresponds to “Net Sales” of non-banking industries.

Fiscal Year ended March 31, 2025

Millions of yen

	Loan	Securities investment	Lease	Other	Total
Ordinary income from external customers	26,676	31,825	13,889	17,184	89,576

(Note) “Ordinary income” corresponds to “Net Sales” of non-banking industries.

【Information about loss on impairment of fixed assets by reportable segment】

Fiscal Year ended March 31, 2024

Millions of yen

	Reportable segments		
	Banking	Leasing	Total
Loss on impairment	1,009	—	1,009

Fiscal Year ended March 31, 2025

Millions of yen

	Reportable segments		
	Banking	Leasing	Total
Loss on impairment	354	—	354

【Information about amortization of goodwill and unamortized balance of goodwill by reportable segment】

Year ended March 31, 2024

Millions of yen

	Reportable segments		
	Banking	Leasing	Total
Amortization	53	—	53
Ending balance of goodwill	1,016	—	1,016

Year ended March 31, 2025

Millions of yen

	Reportable segments		
	Banking	Leasing	Total
Amortization	53	—	53
Ending balance of goodwill	963	—	963

(7) Per Share Information

	Fiscal Year ended March 31, 2024	Fiscal Year ended March 31, 2025
	Yen	
Net assets per share	10,533.34	9,338.59
Profit per share	378.34	355.05
Profit per share-diluted	378.23	354.84

Notes:

1. Custody Bank of Japan, Ltd. (Trust account) holds the shares of the Company as trust assets relevant to the management board benefit trust of the Bank, a consolidated subsidiary of the Company. In the calculation of net assets per share and profit per share, the shares are included in treasury stock, which are deducted in calculating outstanding number of shares at end of year and average outstanding number of shares during the year. For the years ended March 31, 2024 and 2025, the number of shares of treasury stock deducted in calculating outstanding number of shares at end of year is 92 thousand shares and average outstanding number of shares during the year is 97 thousand shares, respectively.

2. Basic information in computing above per share data are as follows:

	Fiscal Year ended March 31, 2024	Fiscal Year ended March 31, 2025
	Millions of Yen	
Net assets per share:		
Net assets per balance sheets	252,954	220,889
Amounts to be attributed to non-controlling interests	8,735	8,869
Net assets attributed to common stock shareholders	244,219	212,020
Number of shares outstanding at end of year (unit: thousand shares)	23,185	22,703
Profit per share:		
Profit attributable to owners of parent	9,055	8,120
Profit attributable to common stock shareholders	9,055	8,120
Average number of shares outstanding during the year (unit: thousand shares)	23,933	22,871
Profit per share-diluted:		
Adjustment to profit attributable to owners of parent	—	—
Increase in common stock (unit: thousand shares)	6	13
[Of which, restricted shares under the share-based payment plan] (unit: thousand shares)	6	13
Outline of dilutive shares not included in the calculation of profit per share-diluted due to the absence of dilutive effect	—	—

(8) Subsequent Events

【Cancellation of treasury stock】

At the Board of Directors' meeting held on April 30, 2025, the Company resolved to cancel its treasury stock on May 9, 2025, in accordance with the provision of Article 178 of the Companies Act. The cancellation was conducted on the same date.

- | | |
|------------------------------------|---|
| 1 Reason for cancellation | To enhance shareholder returns, improve capital efficiency, and take flexible capital measures. |
| 2 Type of shares to be cancelled | Common stock |
| 3 Number of shares to be cancelled | 500,000 shares |
| 4 Scheduled cancellation date | May 9, 2025 |

【Repurchase of own shares】

At the Board of Directors' meeting held on April 30, 2025, the Company resolved to repurchase its own shares in accordance with the provision of Article 156 of the Companies Act as applied pursuant to the provision of Article 165, Paragraph 3 of the same act in order to take flexible capital policies responding to changes in the business environment and to enhance shareholder returns.

- | | |
|--|-------------------------------------|
| 1 Type of shares to be repurchased | Common stock |
| 2 Number of shares to be repurchased | 250,000 shares (upper limit) |
| 3 Total cost of shares to be repurchased | ¥1,000 million (upper limit) |
| 4 Repurchase period | From May 12, 2025 to March 31, 2026 |

Notes: The Company plans to conduct a stock split (1:10 split ratio) with an effective date of October 1, 2025, and the number of shares to be repurchased after the effective date will be adjusted according to the stock split ratio.

【Stock Split and Partial Amendment to the Articles of Incorporation】

At the Board of Directors' meeting held on April 30, 2025, the Company resolved to implement a stock split and partially amend its Articles of Incorporation due to the stock split.

1 Purpose of Stock Split

The purpose of the stock split is to reduce the trading unit of the Company's shares and create an environment where investors can more easily invest in the Company's shares, thereby expanding the investor base.

2 Outline of Stock Split

1) Method of Stock Split

The record date for the stock split will be September 30, 2025. The Company will split its common stock owned by the shareholders listed or recorded in the closing shareholder registry as of the record date by the ratio of 10 shares for each share.

- 2) Number of Shares to Increase as a Result of Stock Split
- | | |
|---|--------------------|
| Total number of issued shares before stock split: | 23,408,582 shares |
| Number of shares to be increased as a result of stock split: | 210,677,238 shares |
| Total number of issued shares after the split: | 234,085,820 shares |
| Total number of shares authorized to be issued after stock split: | 582,500,000 shares |

Notes: The total number of issued shares and the number of shares to be increased are based on the total number of issued shares as of March 31, 2025

- 3) Schedule of Stock Split
- | | |
|---|--------------------|
| Scheduled date of public notice of the record date: | September 12, 2025 |
| Record date: | September 30, 2025 |
| Effective date: | October 1, 2025 |

- 4) Effect on per share information

Per share information based on the assumption that the stock split was conducted at the beginning of the previous fiscal year is as follows.

Net assets per share	933.85 yen
Basic earnings per share	35.50 yen
Diluted earnings per share	35.48 yen

3 Partial Amendment to the Articles of Incorporation

- 1) Reason for Amendment

In connection with the stock split, the total number of shares authorized to be issued as stipulated in Article 6 of the Company's Articles of Incorporation will be amended as of October 1, 2025, pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act.

- 2) Details of the Amendment

(Underlined line indicates the changed portion.)

Current Articles of Incorporation	After Amendment
Article 6 (Total Number of Shares Authorized to be Issued) The total number of shares authorized to be issued by the Company shall be <u>58,250,000</u> .	Article 6 (Total Number of Shares Authorized to be Issued) The total number of shares authorized for issuance by the Company shall be <u>582,050,000</u> .

- 3) Schedule of Amendment

Date of resolution of the Board of Directors:	April 30, 2025
Effective date:	October 1, 2025