Summary of Financial Results for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2025 (Japan Standards) (Consolidated)

November 6, 2024

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Date of submission of semiannual report: November 6, 2024 Date of commencement of dividend payment: December 3, 2024
The supplementary explanation document for closing of accounts is created. Yes
The briefing for closing of accounts is held. Yes (Scheduled video distribution of financial results explanation)

(Millions of yen rounded down)

1. Consolidated Operating Results for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2025 (From April 1, 2024 to September 30, 2024)

(1) Consolidated Operating Results (Cumulative) (% figures represent year-on-year increase or decrease)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Shareholders of Parental Company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Interim Period/ FY ending March 31, 2025	53,588	10.6	4,115	(15.3)	4,106	(15.5)	2,796	(13.3)
Interim Period/ FY ended March 31, 2024	48,448	17.7	4,859	33.6	4,858	34.6	3,227	31.5

(Note)
Comprehensive income:
Interim Period / FY ending March 31, 2025 ¥2,736 million (-15.9%)
Interim Period / FY ended March 31, 2024 ¥3,252 million (31.7%)

	Net Income Per Share	Net Income Per Share After Dilution
	Yen	Yen
Interim Period/ FY ending March 31, 2025	85.48	—
Interim Period/ FY ended March 31, 2024	98.71	—

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2024	98,799	69,940	70.8	2,136.81
As of March 31, 2024	95,281	68,031	71.4	2,079.57

(Reference)
Shareholders' equity:
Interim Period / FY ending March 31, 2025 ¥69,940 million
FY ended March 31, 2024 ¥68,031 million

2. Dividends

	Dividends Per Share				
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	Annual
	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2024	—	24.00	—	26.00	50.00
FY ending March 31, 2025	—	24.00			
FY ending March 31, 2025 (forecast)			—	24.00	48.00

(Note) Revision to the latest forecast of dividends: No
Breakdown of year-end dividend for the fiscal year ended March 31, 2024
Ordinary dividend 24.00 yen Special dividend 2.00 yen

3. Forecasts of Consolidated Operating Results for the Fiscal Year Ending March 31, 2025
(From April 1, 2024 to March 31, 2025)

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

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Shareholders of Parental Company		Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	103,000	2.6	7,500	(20.5)	7,500	(20.5)	5,000	(22.5)	152.79

(Note) Revision to the latest forecast on the operating results: No

In conjunction with changes in the number of treasury shares such as the disposal of treasury stock as transfer-restricted share remuneration effective on August 20, 2024, the Company revised the forecast for net income per share based on a review of the amount of average stock during term.

*** Notes**

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

New: － (Company name: －), Excluded: － (Company name: －)

(2) Application of accounting methods specific to the preparation of interim consolidated financial statements: No

(3) Changes in accounting principles, changes in accounting estimates and restatements

1) Changes due to revisions to accounting standards, etc.: Yes
2) Changes other than 1): No
3) Changes in accounting estimates: No
4) Restatements: No

(4) Number of outstanding shares (common stock)

1) Number of shares outstanding at term-end (including treasury stocks)	Interim period/FY ending March 31, 2025	34,646,500 shares	FY ended March 31, 2024	34,646,500 shares
2) Amount of treasury stock at term-end	Interim period/FY ending March 31, 2025	1,915,115 shares	FY ended March 31, 2024	1,932,089 shares
3) Amount of average stock during term (interim period)	Interim period/FY ending March 31, 2025	32,717,748 shares	Interim period/FY ended March 31, 2024	32,697,110 shares

* The Summary of Financial Results for the Second Quarter (Interim Period) is not subject to review by a certified public accountant or audit corporations.

* Explanation and other special notes regarding the appropriate use of the earnings forecast
(Notes on forward-looking statements)

The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors.

(How to obtain supplementary materials for financial results and details of the briefing for closing of accounts)
A video version of the financial results briefing and explanatory documents for the second quarter (interim period) of the current fiscal year will be published on our company's website.

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1. Summary of Operating Results, etc.

(1) Overview of Operating Results in the Interim Period

During the consolidated interim period under review, the Japanese economy witnessed a gradual recovery as the employment and income environment improved, while capital investment proceeded firmly, supported by various government policies. Overseas economic activity slackened amid fluctuations in financial markets and rising prices, as well as continuing high interest rates in Europe andthe United States. Continued attention must be paid to the risk that these downturns may put downward pressure on the Japanese economy.

In the market for condominiums in the Tokyo metropolitan area, the number of newly supplied units decreased by 29.7% YOY to only 8,238 units in the interim period of the FY 2024 (April to September). Amid rising selling prices against the backdrop of rising prices for buildings and building plots, the average first-month contract rate is 64.3%, falling below 70%, which is said to be a good indicator, and is continuing in an adjustment phase. (All figures are derived from a survey by Real Estate Economic Institute Co., Ltd.)

In the market for investment-type condominiums which compose our corporate group's main business area, lease demand remained strong in the Tokyo metropolitan area centering on singles. Purchase demand for investment-type condominiums is solid, supported by low interest rates and by increasing recognition as income-earning properties that can be expected to provide steady earnings.

Under this business environment, our corporate group has been striving to enhance the customer support system, strengthen our brand name and expand the development and sales of the "Gala Condominium series" which provide various advantages for asset management mainly in the Tokyo metropolitan area, and "Gala Residence series" which are condominiums designed for families under our own brand. Adapting to the active market for pre-owned condominiums, enhancing the customer support system, and strengthening our brand name.

As a result, net sales were ¥53,588 million (an increase of 10.6% YOY), operating income amounted ¥4,115 million (a decrease of 15.3% YOY), and ordinary income was ¥4,106 million (a decrease of 15.5% YOY). Furthermore, net income attributable to shareholders of parental company totaled ¥2,796 million (a decrease of 13.3% YOY).

(Real estate development segment)

We focused on the sales of newly constructed properties such as "Gala Cresta Kawasaki", "Gala Vista Ojima", "Gala Residence Minamisunamachi", and others, and also actively conducted sales of pre-owned condominiums.

During the consolidated interim period under review, net sales were ¥8,414 million for newly built condominiums (224 units), ¥36,435 million for pre-owned condominiums (1,350 units), ¥2,978 million for real estate rental income, and ¥317 million from other income sources. Therefore, the total net sales in the segment reached ¥48,145 million (an increase of 15.6% YOY) and the segment profit was ¥3,482 million (a decrease of 16.4% YOY).

Breakdown of net sales, etc.

Category	Previous consolidated interim period From April 1, 2023 to September 30, 2023			Consolidated interim period under review From April 1, 2024 to September 30, 2024		
	No. of units	Amount (millions of yen)	YOY (%)	No. of units	Amount (millions of yen)	YOY (%)
Gala Condominium series	416	11,910	265.3	134	4,096	34.4
Gala Residence series	108	4,368	75.1	90	4,318	98.9
Pre-owned condominiums	876	22,127	96.7	1,350	36,435	164.7
Real estate rental income	—	3,131	95.4	—	2,978	95.1
Other income	—	102	69.3	—	317	310.7
Total	1,400	41,639	113.7	1,574	48,145	115.6

(Note) Note that among for sales of condominiums, only the proceeds from condominiums that have been actually handed over to the customer are posted. Therefore, there may be unbalances in quarterly business results depending on the dates of completion of the housing or dates of delivery.

(Real estate management segment)

New orders for management of properties advanced, as did outside orders for property management. The number of managed units for leasing reached 18,898 and the number of buildings managed reached 363 (24,550 units).

During the consolidated interim period under review, net sales in the real estate management segment were ¥2,098 million (an increase of 8.0% YOY) and segment profit was ¥569 million (an increase of 7.7% YOY).

(Construction segment)

The number of condominium construction projects declined, reducing both sales and profit YOY.

During the consolidated interim period under review, net sales in the construction segment were ¥2,733 million (a decrease of 36.0% YOY) and segment profit was ¥86 million (a decrease of 51.7% YOY).

(Japanese inn segment)

The average price per room, mainly for accommodations in the high-price range, exceeded the level of the previous fiscal year. On the other hand, the occupancy rate was lower than expected, due in part to weather disasters such as typhoons.

During the consolidated interim period under review, net sales in the Japanese inn segment were ¥591 million (an increase of 3.5% YOY) and the segment posted a loss of ¥33 million (compared to a segment loss of ¥32 million in the same term of the previous fiscal year).

(Other segments)

Net sales in other segments were ¥20 million in the consolidated interim period under review (a decrease of 18.6% YOY). Segment profit was ¥10 million (a decrease of 34.3% YOY).

(2) Overview of Financial Situation in the Interim Period

1) Situation of assets, liabilities, and net assets

(Assets)

At the end of the consolidated interim period under review, current assets were ¥86,225 million, an increase of ¥3,493 million as compared with the end of the previous consolidated fiscal year. A major increase was by ¥9,914 million in real estate for sale in process, while a major decrease was by ¥2,350 million in real estate for sale, ¥2,207 million in electronically recorded monetary claims-operating, and ¥1,770 million in cash and deposits. Non-current assets recorded ¥12,574 million, an increase of ¥25 million as compared with the end of the previous consolidated fiscal year.

As a result, total assets were ¥98,799 million, an increase of ¥3,518 million as compared with the end of the previous consolidated fiscal year.

(Liabilities)

At the end of the consolidated interim period under review, current liabilities were ¥10,326 million, a decrease of ¥4,883 million as compared with the end of the previous consolidated fiscal year. This is mainly because current portion of long-term loans payable decreased by ¥3,253 million, notes and accounts payable-trade by ¥840 million, and income taxes payable by ¥544 million. Non-current liabilities recorded ¥18,533 million, an increase of ¥6,493 million as compared with the end of the previous consolidated fiscal year. This is mainly because long-term loans payable increased by ¥6,430 million.

As a result, total liabilities were ¥28,859 million, an increase of ¥1,609 million as compared with the end of the previous consolidated fiscal year.

(Net assets)

At the end of the consolidated interim period under review, total net assets were ¥69,940 million, an increase of ¥1,908 million as compared with the end of the previous consolidated fiscal year. A major increase was by ¥2,796 million in interim net income attributable to shareholders of parental company, while a major decrease was by ¥850 million in dividends of surplus.

As a result, the shareholder's equity ratio was 70.8% (it was 71.4% at the end of the previous consolidated fiscal year).

2) Situation of Cash Flows

During the consolidated interim period under review, cash and cash equivalents (hereinafter, "funds") were ¥32,780 million, an increase of ¥3,229 million as compared with the end of the previous consolidated fiscal year.

During the consolidated interim period under review, situation and variable factors of each cash flow were as follows:

(Cash flows from operating activities)

Funds used in operating activities totaled ¥4,054 million (the same period of the previous fiscal year amounted an income of ¥3,877 million). Major incomes were ¥4,106 million in interim net income before income taxes and a decrease of ¥2,096 million in notes and accounts receivable-trade, and contract assets. Major expenditures consisted of an increase in inventories of ¥7,618 million, ¥1,747 million in income taxes paid, and a decrease in notes and accounts payable-trade of ¥805 million.

(Cash flows from investing activities)

Funds acquired in investing activities totaled ¥4,957 million (the same period of the previous fiscal year amounted an expenditure of ¥66 million). This is mainly because time deposits decreased by ¥5,000 million.

(Cash flows from financing activities)

Funds acquired from financing activities totaled ¥2,326 million (the same period of the previous fiscal year amounted an expenditure of ¥954 million). A major income was ¥7,230 million in proceeds from long-term loans payable to be used as funds for the purchase of business land. As for major expenditures, there were ¥4,053 million in repayments of long-term loans payable for completion of project and others, and ¥850 million in cash dividends paid.

(3) Explanation of Future Forecasts Such as the Forecast of Consolidated Operating Results

Regarding the forecast for the fiscal year ending March 31, 2025, there has been no change to the forecasted numbers listed in the “Summary of Financial Results for the Fiscal Year Ended March 31, 2024” that was released on May 13, 2024.

2. Interim Consolidated Financial Statements and Important Notes

(1) Interim Consolidated Balance Sheets

(Million of yen)

	As of March 31, 2024	As of September 30, 2024
ASSETS		
Current assets		
Cash and deposits	34,600	32,830
Notes and operating accounts receivable-trade, and contract assets	3,259	3,370
Electronically recorded monetary claims-operating	2,207	—
Real estate for sale	12,491	10,140
Real estate for sale in process	28,159	38,073
Costs on uncompleted construction contracts	4	6
Raw materials and supplies	28	42
Advance payments-trade	348	337
Other	1,631	1,423
Allowance for doubtful accounts	(0)	(0)
Total current assets	**82,732**	**86,225**
Non-current assets		
Property, plant and equipment		
Buildings and structures	7,359	7,379
Accumulated depreciation	(1,879)	(1,992)
Buildings and structures, net	**5,480**	**5,386**
Land	5,406	5,406
Other	458	467
Accumulated depreciation	(358)	(376)
Other, net	**100**	**91**
Total property, plant and equipment	**10,987**	**10,884**
Intangible assets	37	35
Investments and other assets		
Investment securities	405	291
Deferred tax assets	438	573
Other	690	798
Allowance for doubtful accounts	(9)	(9)
Total investments and other assets	**1,524**	**1,653**
Total non-current assets	**12,548**	**12,574**
Total assets	**95,281**	**98,799**

(Million of yen)

	As of March 31, 2024	As of September 30, 2024
LIABILITIES		
Current liabilities		
Notes and accounts payable-trade	2,473	1,633
Current portion of long-term loans payable	5,653	2,400
Accounts payable-other	731	539
Income taxes payable	2,069	1,525
Accrued consumption taxes	335	210
Deposits received	2,726	2,569
Provision for bonuses	318	539
Other	900	907
Total current liabilities	**15,209**	**10,326**
Non-current liabilities		
Long-term loans payable	7,100	13,530
Long-term accounts payable-other	833	833
Net defined benefit liabilities	862	903
Long-term lease and guarantee deposited	1,897	1,917
Long-term deposits received	80	88
Provision incurred from business combination	1,253	1,253
Other	11	5
Total non-current liabilities	**12,039**	**18,533**
Total liabilities	**27,249**	**28,859**
NET ASSETS		
Shareholders' equity		
Capital stock	2,774	2,774
Capital surplus	3,066	3,078
Retained earnings	63,227	65,173
Treasury stock	(1,193)	(1,182)
Total shareholders' equity	**67,875**	**69,844**
Accumulated other comprehensive income		
Valuation difference on marketable securities	109	53
Remeasurements of defined benefit plans	47	42
Total accumulated other comprehensive income	**156**	**96**
Total net assets	**68,031**	**69,940**
Total liabilities and net assets	**95,281**	**98,799**

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

(Interim Consolidated Statement of Income)

(Million of yen)

	Interim period/ FY ended March 31, 2024 (April 1, 2023 - September 30, 2023)	Interim period/ FY ending March 31, 2025 (April 1, 2024 - September 30, 2024)
Net Sales	**48,448**	**53,588**
Cost of sales	**38,206**	**44,087**
Gross profit	**10,241**	**9,501**
Selling, general and administrative expenses		
Advertising expenses	825	959
Salaries, allowances and bonuses	1,612	1,573
Provision for bonuses	476	507
Retirement benefit expenses	56	46
Provision for directors' retirement benefits	13	—
Other	2,396	2,299
Total selling, general and administrative expenses	**5,382**	**5,386**
Operating Income	**4,859**	**4,115**
Non-operating income		
Interest income	0	1
Dividend income	4	5
Penalty income	9	3
Subsidy income	0	1
Other	10	10
Total non-operating income	**26**	**23**
Non-operating expenses		
Interest expenses	24	27
Other	2	4
Total non-operating expenses	**27**	**32**
Ordinary income	**4,858**	**4,106**
Extraordinary losses		
Loss on valuation of shares of subsidiaries and associates	34	—
Total extraordinary losses	**34**	**—**
Income before income taxes	**4,823**	**4,106**
Income taxes-current	1,825	1,418
Income taxes-deferred	(229)	(108)
Total income taxes	**1,596**	**1,309**
Net income	3,227	2,796
Net income attributable to shareholders of parental company	**3,227**	**2,796**

(Interim Consolidated Statement of Comprehensive Income)

(Million of yen)

	Interim period/ FY ended March 31, 2024 (April 1, 2023- September 30, 2023)	Interim period/ FY ending March 31, 2025 (April 1, 2024 - September 30, 2024)
Net income	**3,227**	**2,796**
Other comprehensive income		
Valuation difference on marketable securities	23	(55)
Remeasurements of defined benefit plans, net of tax	1	(4)
Total of other comprehensive income	**25**	**(60)**
Comprehensive income	**3,252**	**2,736**
(Breakdown)		
Comprehensive income attributable to shareholders of parental company	3,252	2,736
Comprehensive income attributable to non-controlling interests	—	—

(3) Interim Consolidated Statements of Cash Flows

(Million of yen)

	Interim period/ FY ended March 31, 2024 (April 1, 2023- September 30, 2023)	Interim period/ FY ending March 31, 2025 (April 1, 2024 - September 30, 2024)
Cash flows from operating activities		
Income before income taxes	4,823	4,106
Depreciation	177	173
Increase (decrease) in allowance for doubtful accounts	0	(0)
Increase (decrease) in provision for bonuses	237	220
Increase (decrease) in provision for directors' retirement benefits	(864)	—
Increase (decrease) in net defined benefit liabilities	42	34
Increase (decrease) in long-term accounts payable-other	878	—
Interest and dividend income	(4)	(7)
Interest expenses	24	27
Decrease (increase) in notes and accounts receivable-trade, and contract assets	(1,470)	2,096
Decrease (increase) in inventories	(510)	(7,618)
Increase (decrease) in notes and accounts payable-trade	1,121	(805)
Decrease (increase) in advances payments	(93)	11
Increase (decrease) in advances received	(49)	56
Increase (decrease) in lease and guarantee deposits received	4	20
Increase (decrease) in accrued consumption taxes	575	(7)
Other	254	(592)
Subtotal	**5,149**	**(2,284)**
Interest and dividend income received	4	7
Interest expenses paid	(22)	(30)
Income taxes paid	(1,254)	(1,747)
Net cash provided by operating activities	**3,877**	**(4,054)**
Cash flows from investing activities		
Purchase of property, plant and equipment	(62)	(65)
Purchase of investment securities	(5)	(6)
Decrease (increase) in time deposits	—	5,000
Other	1	29
Net cash provided by (used in) investing activities	**(66)**	**4,957**
Cash flows from financing activities		
Proceeds from long-term loans payable	2,600	7,230
Repayments of long-term loans payable	(2,770)	(4,053)
Purchase of treasury stock	—	(0)
Cash dividends paid	(784)	(850)
Net cash used in financing activities	**(954)**	**2,326**
Net increase (decrease) in cash and cash equivalents	**2,856**	**3,229**
Cash and cash equivalents at the beginning of the period	**32,204**	**29,550**
Cash and cash equivalents at the end of the interim period	**35,060**	**32,780**

(4) Notes Regarding Interim Consolidated Financial Statements

(Notes on Changes in Accounting Principles)

(Application of Accounting Standard for Income Taxes, Inhabitant Taxes and Enterprise Taxes.)

The Company has applied the "Accounting Standard for Income Taxes, Inhabitant Taxes and Enterprise Taxes" (Accounting Standards Board of Japan (ASBJ) Statement No. 27, October 28, 2022; hereinafter "the 2022 Revised Accounting Standard"), etc. from the beginning of the consolidated interim period under review.

In the amendment of (taxes on other comprehensive income), a corporate-tax accounting category, the Company follows the transitional treatment in the proviso of Paragraph 20-3 of the 2022 Revised Accounting Standard and the transitional treatment in the proviso of Paragraph 65-2 (2) of "Implementation Guidance on Tax Effect Accounting" (ASBJ Guidance No. 28, October 28, 2022; hereinafter "the 2022 Revised Guidance"). However, these changes in accounting principles have no effect on the interim consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries arising from transactions between consolidated companies were deferred for tax purposes, the 2022 Revised Guidance has been applied from the beginning of the consolidated interim period under review. These changes in accounting principles were applied retrospectively. Accordingly, the interim consolidated financial statements for the same previous consolidated interim period and the consolidated financial statements for the previous fiscal year have been modified retrospectively. However, these changes in accounting principles have no effect on the interim consolidated financial statements for the same previous consolidated interim period and the consolidated financial statements for the previous fiscal year.

(Notes on Segment Information, etc.)

(Segment Information)

I Previous consolidated interim period (From April 1, 2023 to September 30, 2023)

1. Information on the amount of sale and profit or loss for reported segments along with the breakdown of revenue

(Million of yen)

	Reported segment					Other segments (Note) 1	Total	Adjustment (Note) 2	Amounts shown on Interim Consolidated Statement of Income (Note) 3
	Real estate development segment	Real estate management segment	Construction segment	Japanese inn segment	Subtotal				
Net sales									
Newly built condominiums	16,278	—	—	—	16,278	—	16,278	—	16,278
Pre-owned condominiums	22,127	—	—	—	22,127	—	22,127	—	22,127
Other	102	1,838	4,268	571	6,780	—	6,780	—	6,780
Revenue from contracts with customers	38,508	1,838	4,268	571	45,186	—	45,186	—	45,186
Other revenue (Note) 4	3,131	105	—	—	3,236	25	3,261	—	3,261
Net sales to external customers	41,639	1,943	4,268	571	48,423	25	48,448	—	48,448
Inter-segment sales or exchange	8	184	27	10	231	—	231	(231)	—
Total	41,648	2,128	4,296	582	48,654	25	48,679	(231)	48,448
Segment profit (loss)	4,163	529	179	(32)	4,839	15	4,855	4	4,859

(Notes) 1. “Other segments” are business segments that are not included in the reported segments. These include the financial-services business.

2. The adjustment of segment profit (loss) of ¥4 million includes negative ¥273 million in elimination of inter-segment transactions, Company-wide revenue of ¥400 million and Company-wide expenses of negative ¥123 million not allocated to each reported segments, and adjustment of inventories and non-current assets of negative ¥1 million. The elimination of inter-segment transactions mainly consists of the elimination of dividends from consolidated subsidiaries to the Company, Company-wide revenue is mainly the dividend income stated above, and Company-wide expenses are mainly general and administrative expenses not attributed to reported segments.

3. Segment profit (loss) is adjusted with operating income in the interim consolidated statement of income.

4. “Other revenue” mainly consists of revenue from real-estate rents.

II Consolidated interim period under review (From April 1, 2024 to September 30, 2024)

1. Information on the amount of sale and profit or loss for reported segments along with the breakdown of revenue

(Million of yen)

	Reported segment					Other segments (Note) 1	Total	Adjustment (Note) 2	Amounts shown on Interim Consolidated Statement of Income (Note) 3
	Real estate development segment	Real estate management segment	Construction segment	Japanese inn segment	Subtotal				
Net sales									
Newly built condominiums	8,414	—	—	—	8,414	—	8,414	—	8,414
Pre-owned condominiums	36,435	—	—	—	36,435	—	36,435	—	36,435
Other	317	1,996	2,733	591	5,637	—	5,637	—	5,637
Revenue from contracts with customers	45,166	1,996	2,733	591	50,487	—	50,487	—	50,487
Other revenue (Note) 4	2,978	102	—	—	3,081	20	3,101	—	3,101
Net sales to external customers	48,145	2,098	2,733	591	53,568	20	53,588	—	53,588
Inter-segment sales or exchange	8	173	35	9	226	—	226	(226)	—
Total	48,153	2,272	2,768	600	53,795	20	53,815	(226)	53,588
Segment profit (loss)	3,482	569	86	(33)	4,105	10	4,115	0	4,115

(Notes) 1. “Other segments” are business segments that are not included in the reported segments. These include the financial-services business.

2. The adjustment of segment profit (loss) of ¥0 million includes negative ¥303 million in elimination of inter-segment transactions, Company-wide revenue of ¥400 million and Company-wide expenses of negative ¥94 million not allocated to each reported segments, and adjustment of inventories and non-current assets of negative ¥1 million. The elimination of inter-segment transactions mainly consists of the elimination of dividends from consolidated subsidiaries to the Company, Company-wide revenue is mainly the dividend income stated above, and Company-wide expenses are mainly general and administrative expenses not attributed to reported segments.

3. Segment profit (loss) is adjusted with operating income in the interim consolidated statement of income.

4. “Other revenue” mainly consists of revenue from real-estate rents.

(Notes in Event of Significant Changes in Shareholders’ Equity)

None.

(Notes Regarding Going Concern)

None.