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Consolidated Financial Results For the Fiscal Year Ended March 31, 2025 [Japanese GAAP]

May 8, 2025

Name of Listed Company ZENKOKU HOSHO Co., Ltd. Listed Stock Exchange Tokyo
Code Number 7164 URL https://www.zenkoku.co.jp/
Representative (Title) President & Representative Director (Name) Yuichi Aoki
Contact (Title) Director and General Manager, Corporate Planning Division (Name) Ko Mizuguchi (Phone) +81-3-3270-2302
Expected Date of Regular Shareholders Meeting June 20, 2025 Expected Date of Dividend Payment June 23, 2025
Expected Date for Submitting Securities Report June 16, 2025
Preparation of Analyst Meeting Supplemental Data: Yes
Analyst Meeting Held: Yes (for Institutional Investors and Security Analysts)

(Figures less than one million yen omitted)

1. Business Results for the Fiscal Year 2024 (April 1, 2024 to March 31, 2025)

(1) Consolidated Operating Results

(Percentages represent changes from the previous corresponding period)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2024	56,972	10.3	41,974	7.3	44,518	7.1	32,089	11.4
FY2023	51,638	2.7	39,102	△2.0	41,581	0.3	28,796	0.7

(Note) Comprehensive income FY2024: 32,272 million yen (8.4%) FY2023: 29,759 million yen (4.6%)

	Profit per share	Profit per share after full dilution	Return on equity	Return on assets	Ratio of operating profit to operating revenue
	Yen	Yen	%	%	%
FY2024	236.54	—	13.8	9.3	73.7
FY2023	209.54	—	13.4	9.1	75.7

(Reference) Equity in earnings/losses of affiliates FY2024: – million yen FY2023: – million yen

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. Profit per share has been calculated assuming that this share split occurred at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY2024	492,398	238,678	48.5	1,767.98
FY2023	466,618	225,082	48.2	1,638.01

(Reference) Shareholders' equity FY2024: 238,678 million yen; FY2023: 225,082 million yen

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. Net assets per share have been calculated assuming that this share split occurred at the beginning of the previous consolidated fiscal year.

(3) Consolidated Cash Flow Situation

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Million yen	Million yen	Million yen	Million yen
FY2024	33,423	625	△19,311	92,384
FY2023	31,304	△55,996	△10,319	77,647

2. Dividend Payments

	Annual dividend per share					Dividend paid (total)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2023	—	0.00	—	170.00	170.00	11,708	40.6	5.4
FY2024	—	0.00	—	212.00	212.00	14,342	44.8	6.2
FY2025 (forecast)	—	45.00	—	70.00	115.00		49.8	

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. For the FY2023 and FY2024, the actual amount of dividends paid before the share split is stated. For FY2025 (forecast), the amounts considering the effect of the share split are stated.

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

(Percentages represent changes from the previous corresponding period)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	59,200	3.9	41,600	△0.9	45,100	1.3	31,200	△2.8	231.11

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. Profit per share for the consolidated financial forecast has been calculated considering the effect of the share split.

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Added: Three companies (ChibaKoginCard Service Co., Ltd. and two other companies) Excluded: None

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

(i) Changes in accounting policies due to the revision of accounting standards : Yes

(ii) Changes of accounting policies other than (i) above : No

(iii) Changes in accounting estimates : No

(iv) Retrospective restatement : No

(Note) For details, please see page 13 of the attached documents, “3. Consolidated Financial Statements and Significant Notes, (5) Notes to Consolidated Financial Statements, (Changes in Accounting Policies).”

(3) Number of shares issued (Common stock)

(i) Number of issued shares at the end of period (including treasury stock)	Year ended March 31, 2025	137,743,580 shares	Year ended March 31, 2024	137,743,580 shares
(ii) Number of treasury stocks at the end of period	Year ended March 31, 2025	2,742,758 shares	Year ended March 31, 2024	331,156 shares
(iii) Average number of shares during the period	Year ended March 31, 2025	135,660,699 shares	Year ended March 31, 2024	137,424,526 shares

(Notes) 1. The Company’s shares held by the Employee Stock Ownership Plan (J-ESOP) of 87,500 shares as of March 31, 2025 and 111,130 shares as of March 31, 2024, and held by the Board Benefit Trust of 218,800 shares as of March 31, 2025 and 218,800 shares as of March 31, 2024 are included in treasury stocks.

2. The Company has conducted a two-for-one share split, effective April 1, 2025. Number of shares issued (Common stock) has been calculated assuming that this share split occurred at the beginning of the previous consolidated fiscal year.

(Reference) Summary of Non-consolidated Business Results

1. Business Results for the Fiscal Year 2024 (April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages represent changes from the previous corresponding period)

	Operating revenue		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2024	54,806	8.4	40,800	5.9	44,981	9.8	31,714	13.7
FY2023	50,580	2.7	38,528	△2.0	40,972	0.3	27,895	△1.0

	Profit per share	Profit per share after full dilution
	Yen	Yen
FY2024	233.78	—
FY2023	202.98	—

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. Profit per share has been calculated assuming that this share split occurred at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY2024	474,570	235,493	49.6	1,744.39
FY2023	458,260	222,291	48.5	1,617.70

(Reference) Shareholders' equity FY2024: 235,493 million yen; FY2023: 222,291 million yen

(Note) The Company has conducted a two-for-one share split, effective April 1, 2025. Net assets per share have been calculated assuming that this share split occurred at the beginning of the previous fiscal year.

* These financial results are outside the scope of audit by a certified public accountant or an audit firm.

* Explanation on appropriate use of forecasts of performance and other special items

(Note on forward-looking statements, etc.)

The forward-looking statements in this document concerning forecasting of performance and etc. are based on currently available information and assumptions considered by the Company to be reasonable. The actual performance may be significantly different from the forecast due to various factors. For the assumptions used as a basis for forecast of performance and important matters when using the forecast of performance, please refer to "(4) Future Outlook" of "1. Overview of Business Results, etc." on page 3 of the Attached Documents.

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1. Overview of Business Results, etc.

(1) Overview of Business Results for FY2024

During the fiscal year ended March 31, 2025, the Japanese economy showed some signs of improvement in employment and income conditions, as well as consumer spending and corporate earnings, and continued its gradual recovery trend. Meanwhile, the outlook remains uncertain due to the risk of a downturn in overseas economies against the backdrop of the unstable international situation.

In the housing market, despite ongoing government policies to support housing acquisitions, the number of new housing starts continued to trend weakly due to a decline in consumer willingness to purchase houses resulting from the soaring building materials and labor costs that pushed up housing prices and interest rate for housing loans. On the other hand, the number of used home sales transactions trended above the previous year's level. The housing loan market was steady due partly to an increase in the amount of borrowings in conjunction with the effects of rising housing prices.

In such a business environment, the Group has been implementing various measures based on the "expansion of core businesses," "entry into related businesses," and "enhancement of corporate value," the basic policies of our medium-term management plan "Next Phase ～Growth and Value Creation ～."

In the expansion of core businesses, we worked to expand our guarantee business in the new housing loan market (organic growth) and to acquire outstanding guarantee exposure from the existing housing loan market (inorganic growth). With regard to the expansion of the guarantee business in the new housing loan market (organic growth), we implemented campaigns targeting child-rearing generation to improve product competitiveness. We also succeeded in acquiring guarantees by promoting differentiation from other companies, such as by providing systems that streamline the operations of financial institutions. In addition, with regard to new contracts with financial institutions that were not previously affiliated, we concluded agreements with a total of five institutions including one internet bank, one first-tier regional bank, and three JA associations during the consolidated fiscal year. With respect to the acquisition of outstanding guarantee exposure from the existing housing loan market (inorganic growth), we increased our outstanding guarantee exposure through means such as M&As with three other guarantee companies.

In entry into related businesses, through corporate venture capital (CVC), we invested in four startup companies that are expected to generate synergies in the housing life field and carried out initiatives aimed at creating new value. In addition, we carried out measures to utilize Group companies to expand the guarantee area and expand earnings sources in credit management and collection areas.

For the enhancement of corporate value, we steadily carried out our capital policy including growth investments. Additionally, we made progress in initiatives to resolve important issues, including investments in human capital through succession planning, and implementing measures for vacant houses in cooperation with local governments and financial institutions.

As a result of such efforts, we recorded operating revenue of ¥56,972 million (up 10.3% year-on year), operating profit of ¥41,974 million (up 7.3% year-on year), ordinary profit of ¥44,518 million (up 7.1% year-on year), and profit attributable to owners of parent of ¥32,089 million (up 11.4% year-on year).

As the Group's only reportable segment is "credit guarantee business," and other businesses are immaterial, segment information is omitted.

(2) Overview of Financial Position for FY2024

At March 31, 2025, total assets increased 5.5% from the end of the previous consolidated fiscal year to ¥492,398 million.

Current assets increased 7.2% from the end of the previous consolidated fiscal year to ¥160,396 million. This was mainly due to an increase in cash and deposits.

Non-current assets increased 4.7% from the end of the previous consolidated fiscal year to ¥332,001 million. This was mainly due to an increase in investment securities and long-term time deposits.

Total liabilities increased 5.0% from the end of the previous consolidated fiscal year to ¥253,719 million.

Current liabilities increased 13.2% from the end of the previous consolidated fiscal year to ¥39,498 million. This was mainly due to an increase in provision for loss on guarantees and unearned revenue.

Non-current liabilities increased 3.7% from the end of the previous consolidated fiscal year to ¥214,221 million. This was mainly due to an increase in long-term unearned revenue.

Total net assets increased 6.0% from the end of the previous consolidated fiscal year to ¥238,678 million. This was mainly due to an increase in retained earnings.

(3) Overview of Cash Flows for FY2024

At March 31, 2025, cash and cash equivalents (“funds”) increased by ¥14,737 million from the end of the previous consolidated fiscal year to ¥92,384 million.

The respective cash flow positions for the fiscal year ended March 31, 2025 are as follows.

(Cash flows from operating activities)

Funds provided by operating activities amounted to ¥33,423 million (funds provided of ¥31,304 million in the same period of the previous fiscal year). The main positive factors included profit before income taxes of ¥45,753 million, while the main negative factors included income taxes paid of ¥13,416 million.

(Cash flows from investing activities)

Funds provided by investing activities amounted to ¥625 million (funds used of ¥55,996 million in the same period of the previous fiscal year). The main positive factors included proceeds from withdrawal of time deposits of ¥58,600 million and proceeds from sale and redemption of investment securities of ¥15,389 million, while the main negative factors included payments into time deposits of ¥50,600 million and purchase of investment securities of ¥34,180 million.

(Cash flows from financing activities)

Funds used in financing activities amounted to ¥19,311 million (funds used of ¥10,319 million in the same period of the previous fiscal year). The main negative factors included repayments of long-term borrowings of ¥30,000 million and the outflow of dividends paid of ¥11,707 million, while the main positive factor was proceeds from long-term borrowings of ¥29,400 million.

(4) Future Outlook

As for the business environment surrounding the Group, while the housing and housing loan markets are expected to remain firm for the time being, supported by a stable employment environment and government policies to support housing acquisitions, in the long term, the new housing market is expected to shrink due to a decline in the population and number of households resulting from the low birthrate and aging population.

In light of this business environment, under the vision of “becoming a housing loan platformer to achieve further growth and value creation,” the Group is addressing various measures for expansion of core businesses, entry into related businesses, enhancing capital utilization and resolving various ESG issues.

ZENKOKU HOSHO forecasts an operating revenue of ¥59,200 million (up 3.9% year-on-year), an operating profit of ¥41,600 million (down 0.9% year-on-year), an ordinary profit of ¥45,100 million (up 1.3% year-on-year), and a profit attributable to owners of parent of ¥31,200 million (down 2.8% year-on-year), on a consolidated basis, for the fiscal year ending March 31, 2026.

2. Basic Rationale for Selection of Accounting Standards

The Group is not globally conducting business development or fund-raising, and it is the Company's policy to prepare consolidated financial statements in accordance with Japanese GAAP for the time being.

For adoption of IFRS, we will take into consideration internal and external circumstances and respond appropriately.

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

(Amount: million yen)

	FY2023 As of March 31, 2024	FY2024 As of March 31, 2025
Assets		
Current assets		
Cash and deposits	125,342	137,577
Right to reimbursement	14,960	17,268
Securities	14,991	9,532
Other	1,401	4,357
Allowance for doubtful accounts	△7,136	△8,339
Total current assets	149,559	160,396
Non-current assets		
Property, plant and equipment		
Buildings and structures	362	416
Accumulated depreciation	△164	△203
Buildings and structures, net	198	212
Machinery, equipment and vehicles	57	58
Accumulated depreciation	△35	△42
Machinery, equipment and vehicles, net	22	16
Tools, furniture and fixtures	1,086	978
Accumulated depreciation	△518	△564
Tools, furniture and fixtures, net	567	414
Other	—	13
Total property, plant and equipment	788	656
Intangible assets		
Software	600	2,640
Software in progress	2,035	110
Other	4	6
Total intangible assets	2,640	2,757
Investments and other assets		
Investment securities	275,679	285,124
Long-term loans receivable	14,791	14,515
Long-term time deposits	18,000	23,000
Deferred tax assets	4,151	4,846
Other	1,007	1,101
Total investments and other assets	313,630	328,588
Total non-current assets	317,059	332,001
Total assets	466,618	492,398

(Amount: million yen)

	FY2023 As of March 31, 2024	FY2024 As of March 31, 2025
Liabilities		
Current liabilities		
Unearned revenue	17,845	18,892
Income taxes payable	7,076	7,908
Provision for loss on guarantees	7,297	8,528
Other provisions	761	1,108
Other	1,897	3,060
Total current liabilities	34,879	39,498
Non-current liabilities		
Long-term borrowings	30,000	30,000
Long-term unearned revenue	176,063	183,552
Other provisions	470	573
Retirement benefit liability	122	82
Other	—	13
Total non-current liabilities	206,656	214,221
Total liabilities	241,535	253,719
Net assets		
Shareholders' equity		
Share capital	10,703	10,703
Capital surplus	637	637
Retained earnings	213,582	233,963
Treasury shares	△722	△7,691
Total shareholders' equity	224,200	237,613
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	881	1,014
Remeasurements of defined benefit plans	—	51
Total accumulated other comprehensive income	881	1,065
Total net assets	225,082	238,678
Total liabilities and net assets	466,618	492,398

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(Amount: million yen)

	FY2023	FY2024
Operating revenue	51,638	56,972
Operating expenses		
Provision for loss on guarantees	3,958	4,430
Provision of allowance for doubtful accounts	△576	△334
Salaries, allowances and bonuses	2,287	2,594
Other	6,866	8,306
Total operating expenses	12,536	14,997
Operating profit	39,102	41,974
Non-operating income		
Interest income	3,247	3,970
Dividend income	69	140
Other	51	59
Total non-operating income	3,368	4,169
Non-operating expenses		
Interest expenses	797	851
Commission expenses	2	615
Other	91	158
Total non-operating expenses	890	1,626
Ordinary profit	41,581	44,518
Extraordinary income		
Gain on sale of investment securities	0	0
Gain on bargain purchase	472	1,257
Total extraordinary income	472	1,257
Extraordinary losses		
Loss on sale of investment securities	7	22
Loss on valuation of investment securities	517	－
Retirement benefit expenses	124	－
Total extraordinary losses	649	22
Profit before income taxes	41,404	45,753
Income taxes - current	12,908	13,957
Income taxes - deferred	△299	△293
Total income taxes	12,608	13,664
Profit	28,796	32,089
Profit attributable to owners of parent	28,796	32,089

Consolidated Statements of Comprehensive Income

(Amount: million yen)

	FY2023	FY2024
Profit	28,796	32,089
Other comprehensive income		
Valuation difference on available-for-sale securities	963	132
Remeasurements of defined benefit plans, net of tax	—	51
Total other comprehensive income	963	183
Comprehensive income	29,759	32,272
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	29,759	32,272

(3) Consolidated Statements of Change in Equity

Previous fiscal year (from April 1, 2023 to March 31, 2024)

(Amount: million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,703	637	194,979	△619	205,701
Changes during period					
Dividends of surplus			△10,192		△10,192
Profit attributable to owners of parent			28,796		28,796
Purchase of treasury shares				△127	△127
Disposal of treasury shares				23	23
Net changes in items other than shareholders' equity					
Total changes during period	－	－	18,603	△103	18,499
Balance at end of period	10,703	637	213,582	△722	224,200

	Accumulated other comprehensive income		Total net assets
	Valuation difference on available-for-sale securities	Total accumulated other comprehensive income	
Balance at beginning of period	△81	△81	205,619
Changes during period			
Dividends of surplus			△10,192
Profit attributable to owners of parent			28,796
Purchase of treasury shares			△127
Disposal of treasury shares			23
Net changes in items other than shareholders' equity	963	963	963
Total changes during period	963	963	19,463
Balance at end of period	881	881	225,082

Current fiscal year (from April 1, 2024 to March 31, 2025)

(Amount: million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	10,703	637	213,582	△722	224,200
Changes during period					
Dividends of surplus			△11,708		△11,708
Profit attributable to owners of parent			32,089		32,089
Purchase of treasury shares				△7,000	△7,000
Disposal of treasury shares				31	31
Net changes in items other than shareholders' equity					
Total changes during period	－	－	20,381	△6,968	13,412
Balance at end of period	10,703	637	233,963	△7,691	237,613

	Accumulated other comprehensive income			Total net assets
	Valuation difference on available-for-sale securities	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	881	－	881	225,082
Changes during period				
Dividends of surplus				△11,708
Profit attributable to owners of parent				32,089
Purchase of treasury shares				△7,000
Disposal of treasury shares				31
Net changes in items other than shareholders' equity	132	51	183	183
Total changes during period	132	51	183	13,596
Balance at end of period	1,014	51	1,065	238,678

(4) Consolidated Statements of Cash Flows

(Amount: million yen)

	FY2023	FY2024
Cash flows from operating activities		
Profit before income taxes	41,404	45,753
Depreciation	383	926
Gain on bargain purchase	△472	△1,257
Increase (decrease) in allowance for doubtful accounts	321	762
Increase (decrease) in provision for loss on guarantees	495	203
Increase (decrease) in other provisions	241	220
Decrease (increase) in retirement benefit asset	4	－
Increase (decrease) in retirement benefit liability	113	5
Interest and dividend income	△3,317	△4,110
Interest expenses	797	851
Commission expenses	－	600
Loss (gain) on sale of investment securities	7	21
Loss (gain) on valuation of investment securities	517	－
Decrease (increase) in right to reimbursement	△1,295	△1,625
Increase (decrease) in unearned revenue	95	168
Increase (decrease) in long-term unearned revenue	1,237	828
Increase/decrease in other assets/liabilities	211	193
Subtotal	40,745	43,540
Interest and dividends received	3,463	4,155
Interest paid	△792	△858
Income taxes paid	△12,112	△13,416
Income taxes refund	0	1
Net cash provided by (used in) operating activities	31,304	33,423
Cash flows from investing activities		
Payments into time deposits	△49,600	△50,600
Proceeds from withdrawal of time deposits	52,900	58,600
Proceeds from sale and redemption of securities	9,220	11,970
Proceeds from cancellation and dividends of money held in trust	1,010	－
Purchase of property, plant and equipment	△395	△86
Proceeds from sale of property, plant and equipment	7	0
Purchase of intangible assets	△1,588	△804
Purchase of investment securities	△75,304	△34,180
Proceeds from sale and redemption of investment securities	15,247	15,389
Loan advances	△10,934	△9,903
Proceeds from collection of loans receivable	3,170	10,190
Purchase of shares of subsidiaries resulting in change in scope of consolidation	－	△1,432
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	269	1,482
Net cash provided by (used in) investing activities	△55,996	625

(Amount: million yen)

	FY2023	FY2024
Cash flows from financing activities		
Proceeds from long-term borrowings	―	29,400
Repayments of long-term borrowings	―	△30,000
Purchase of treasury shares	△127	△7,000
Dividends paid	△10,192	△11,707
Other, net	―	△4
Net cash provided by (used in) financing activities	△10,319	△19,311
Net increase (decrease) in cash and cash equivalents	△35,011	14,737
Cash and cash equivalents at beginning of period	112,659	77,647
Cash and cash equivalents at end of period	77,647	92,384

(5) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

There is no relevant information.

(Changes in Accounting Policies)

The Company has applied the “Accounting Standard for Current Income Taxes” (ASBJ Statement No. 27, October 28, 2022; hereinafter the “Revised Accounting Standards 2022”), etc. from the beginning of the fiscal year ended March 31, 2025.

With regard to the amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income), the Company follows the transitional treatment prescribed in the proviso of Paragraph 20-3 of the Revised Accounting Standards 2022 and the transitional treatment prescribed in the proviso of Paragraph 65-2 (2) of the “Guidance on Accounting Standard for Tax Effect Accounting” (ASBJ Guidance No. 28, October 28, 2022; hereinafter the “Revised Guidance 2022”). This change in accounting policy has no impact on the consolidated financial statements.

For the amendment related to the revised accounting treatment for consolidated financial statements when gain or loss on sale of shares in subsidiaries resulting from transactions between consolidated companies were deferred for tax purposes, the Company has applied the Revised Guidance 2022 from the beginning of the fiscal year ended March 31, 2025. This change in accounting policy was applied retrospectively, and the consolidated financial statements for the previous fiscal year have been restated accordingly. This change in accounting policy has no impact on the consolidated financial statements for the previous fiscal year.

(Segment Information)

As the Group’s only reportable segment is “credit guarantee business,” and other businesses are immaterial, segment information is omitted.

(Per Share Information)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net assets per share	¥1,638.01	¥1,767.98
Profit per share	¥209.54	¥236.54

(Notes) 1. Profit per share after full dilution is not stated because there were no dilutive shares.

2. The basis for the calculation of profit per share is as follows.

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Profit attributable to owners of parent (Million yen)	28,796	32,089
Amount not attributable to common shareholders (Million yen)	—	—
Profit attributable to owners of parent relating to common shares (Million yen)	28,796	32,089
Average number of common shares outstanding during the fiscal year (shares)	137,424,526	135,660,699

3. The Company’s shares remaining in the Employee Stock Ownership Plan (J-ESOP) and the Board Benefit Trust reported as treasury shares under shareholders’ equity are included in treasury shares that are excluded from the calculation of the average number of shares outstanding during the period when calculating profit per share. They are also included in treasury shares that are excluded from the calculation of the total number of shares outstanding at the end of the period when calculating net assets per share.

The average number of these treasury shares during the period that are excluded from the calculation of profit per share was 317,892 shares in the previous fiscal year and 319,082 shares in the current fiscal year. The number of these treasury shares at the end of the period that are excluded from the calculation of net assets per share was 329,930 shares in the previous fiscal year and 306,300 shares in the current fiscal year.

4. The Company has conducted a two-for-one share split, effective April 1, 2025. Net assets per share and profit per share have been calculated assuming that this share split occurred at the beginning of the previous consolidated fiscal year.

(Significant Subsequent Events)

(Share Split and Partial Amendments to the Articles of Incorporation Following the Share Split)

Based on the resolution at a meeting of its Board of Directors held on November 5, 2024, the Company has conducted share split and partial amendments to the Articles of Incorporation following the share split effective April 1, 2025.

1. Share split

(1) Purpose of the share split

The purpose of the share split is to create an investor-friendly environment by reducing the transaction amount per investment unit of the Company's shares, thereby expanding the investor base and improving the liquidity of the shares.

(2) Overview of the share split

(i) Method of the share spilt

The Company has conducted a share split at a ratio of two shares for every one common share held by shareholders listed or recorded in the final shareholder registry on March 31, 2025.

(ii) Number of shares to be increased by the share split

Total number of issued shares before the share split	68,871,790 shares
Number of shares to be increased by this share split	68,871,790 shares
Total number of issued shares after the share split	137,743,580 shares
Total number of shares authorized to be issued after the share split	320,000,000 shares

(iii) Timetable of the share split

Date of public notice of the record date	March 14, 2025 (Friday)
Record date	March 31, 2025 (Monday)
Effective date	April 1, 2025 (Tuesday)

(iv) Change in the amount of capital

There will be no change in the amount of capital as a result of the share split.

(3) Effect on per share information

Effect on per share information is stated under "Notes (Per Share Information)."

2. Partial amendments to the Articles of Incorporation following the share split

(1) Reason for the amendments

Following the share split, the total number of shares authorized to be issued as provided in Article 6 of the Articles of Incorporation was amended effective April 1, 2025, pursuant to the provisions of Article 184, Paragraph 2 of the Companies Act.

(2) Details of the amendments

(Amended parts are underlined.)

Before amendment	After amendment
(Total number of shares authorized to be issued) Article 6 The company's total number of shares authorized to be issued shall be 160,000,000 shares.	(Total number of shares authorized to be issued) Article 6 The company's total number of shares authorized to be issued shall be 320,000,000 shares.

(3) Date of the amendments

Effective date: April 1, 2025 (Tuesday)

3. Dividends

The share split is effective on April 1, 2025. Therefore, the dividend for the fiscal year ended March 31, 2025 with the record date of March 31, 2025 is calculated based on the number of shares held before the share split.

(Acquisition of treasury shares)

At a meeting of its Board of Directors held on May 8, 2025, ZENKOKU HOSHO resolved to acquire treasury shares, pursuant to the provisions of Article 156 of the Companies Act as applied by replacing the relevant terms pursuant to the provisions of Article 165, Paragraph 3 of the same Act.

1. Reason for acquisition of treasury shares

To enhance the corporate value through improved capital efficiency and return of profits to shareholders

2. Details of matters related to acquisition

(1) Class of shares to be acquired	Common shares
(2) Total number of acquirable shares	3,500,000 shares (maximum) (2.59% of total number of issued shares (excluding treasury shares))
(3) Total amount of share acquisition costs	7.0 billion yen (maximum)
(4) Acquisition period	May 9, 2025 to September 30, 2025
(5) Acquisition method	Market purchase on the Tokyo Stock Exchange