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July 25, 2025

Financial Results for the Three Months Ended June 30, 2025

[Japanese GAAP]

(Summary of Japanese Announcement)

(Japanese yen figures less than one million yen are rounded down)

1. Consolidated Performance for the Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

(1) Consolidated Operating Results

(Figures with % indicate the rate of change from the same period of the previous fiscal year)

	Net sales [¥ million]	[%]	Operating income [¥ million]	[%]	Ordinary income [¥ million]	[%]	Profit attributable to JAFCO Group Co., Ltd. stockholders [¥ million]	[%]
For the three months ended June 30, 2025	7,158	40.9	2,737	67.6	2,986	72.1	2,100	84.8
For the three months ended June 30, 2024	5,080	7.3	1,633	171.7	1,735	104.1	1,136	32.7

Note: Comprehensive income Three months ended June 30, 2025: ¥949 million [(72.7%)]
Three months ended June 30, 2024: ¥3,480 million [(28.9%)]

	Profit per share [¥]	Fully diluted net income per share [¥]
For the three months ended June 30, 2025	38.74	-
For the three months ended June 30, 2024	20.87	-

(2) Consolidated Financial Position

	Total assets [¥ million]	Net assets [¥ million]	Equity ratio [%]	Net assets per share [¥]
As of June 30, 2025	162,285	137,042	84.4	2,549.52
As of March 31, 2025	169,970	141,126	83.0	2,586.26

(Reference) Shareholders' equity As of June 30, 2025: ¥137,042 million
As of March 31, 2025: ¥141,126 million

2. Dividends

	Dividend per share [¥]				
(Record date)	End of 1Q	End of 2Q	End of 3Q	End of the year	Total
For the year ended March 31, 2025	-	32.00	-	56.00	88.00
For the year ending March 31, 2026	-				
For the year ending March 31, 2026 (Forecast) *		66.50	-	66.50 (Minimum)	133.00 (Minimum)

Notes: 1. No changes have been made to the most recently announced dividend forecast.

2. Starting in the fiscal year ending March 31, 2026, annual dividends shall be the greater of either 6% DOE (ratio of annual dividends to shareholders' equity at the end of the previous fiscal year) or a 50% payout ratio. Also, interim dividends shall be based on 3% DOE.

3. Business Forecasts for the Year Ending March 31, 2026 (April 1, 2025 – March 31, 2026)

Due to the nature of the Company's business, domestic and overseas stock markets as well as the IPO market may cause large fluctuations in its earnings level, as a result of which it is difficult to make meaningful performance forecasts. Therefore, instead of announcing financial forecasts, the Company makes timely disclosure of quarterly financial results.

*Other Information

(1) Significant changes in scope of consolidation during this period: None

(2) Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting principles, accounting estimates and correction of prior period errors

① Changes in accounting principles due to revisions to accounting standards: None
② Changes in accounting principles other than ①: None
③ Changes in accounting estimates: None
④ Correction of prior period errors: None

(4) Number of issued shares (common stock)

① Number of issued shares (including treasury shares)
As of June 30, 2025: 56,060,000 As of March 31, 2025: 56,060,000

② Number of treasury shares
As of June 30, 2025: 2,307,549 As of March 31, 2025: 1,492,249

③ Average number of shares
Three months ended June 30, 2025: 54,229,604
Three months ended June 30, 2024: 54,483,638

***Review of the Japanese-language originals of the attached consolidated quarterly consolidated financial statements by certified public accountants or an audit firm: None**

***Cautionary statements with respect to forward-looking statements and other notes**

(Access to the financial supplement materials)
The presentation material for the three months ended June 30, 2025 will be released on the Company's website on July 25, 2025.

***Note to XBRL**

Please note that the names of the English accounts contained in XBRL data, which are available through EDINET and TDNet, may be different from those of the English accounts in our financial statements.

1. Outline of Operating Results

(1) Outline of Operating Results

In the consolidated fiscal three months ended June 30, 2025, the Company and its consolidated subsidiaries (hereinafter collectively referred to as the "Company Group") posted net sales of ¥7,158 million, (up 40.9% year-on-year from ¥5,080 million), operating income of ¥2,737 million (up 67.6% year-on-year from ¥1,633 million), ordinary income of ¥2,986 million (up 72.1% year-on-year from ¥1,735 million), and profit attributable to JAFCO Group Co., Ltd. stockholders of ¥2,100 million (up 84.8% year-on-year from ¥1,136 million).

During the period under review, there was one IPO from the Company Group's portfolio (one in Japan and none overseas), and capital gains increased year on year due to the sale of listed shares, etc.

As announced in the press release "Notice Regarding Transfer of Consolidated Subsidiary" dated April 23, 2025, the Company resolved to transfer all shares of its consolidated subsidiary JAFCO Investment (Asia Pacific) Ltd to Bee Alternatives Management Ltd. at the Board of Directors' meeting held on April 23, 2025, and concluded a share transfer agreement on the same day. The share transfer date was initially scheduled to be June 30, 2025, but the necessary procedures for execution are still currently underway.

Because the Company's earnings may fluctuate widely for each three-month period due to the nature of its business, we also provide comparison of annualized first-quarter results and the previous full-year results.

(Outline of Capital Gains)

There was one IPO from the Company Group's portfolio (one in Japan and none overseas) in the consolidated fiscal three months ended June 30, 2025. Capital gains increased year on year as a result of the sale of listed shares, etc.

(Millions of yen)

	For the year ended March 31, 2025 (A)	For the three months ended June 30, 2024	For the three months ended June 30, 2025 (B)	Annualized comparison [(B)x4]/(A) (%)
Revenues from operational investment securities (1)	23,790	3,407	6,079	102.2
Proceeds from sale of securities	23,444	3,160	5,907	100.8
Dividend and interest income	345	247	172	199.9
Cost of operational investment securities (2)	11,087	949	2,892	104.3
Cost of securities sold	11,087	949	2,892	104.3
Impairment	-	-	-	-
Capital gains (1) – (2)	12,703	2,457	3,187	100.4
Multiple (1) / (2)	2.15	3.59	2.10	-
Capital gains on listed shares	9,556	570	3,486	145.9
Capital gains on unlisted shares	3,146	1,887	(298)	-
Gains on sale	4,595	1,890	365	31.9
Losses on sale	1,448	3	664	183.6

(Outline of Investment Loss Reserves)

In the consolidated fiscal three months ended June 30, 2025, the reversal of investment loss reserves slightly exceeded the additions, and the balance of investment loss reserves decreased year on year. The ratio of reserves to the balance of unlisted operational investment securities was roughly the same as the end of the previous fiscal year.

(Millions of yen)

	For the year ended March 31, 2025 (A)	For the three months ended June 30, 2024	For the three months ended June 30, 2025 (B)	Annualized comparison [(B)x4]/(A) (%)
Additions to investment loss reserves (1)	2,707	962	586	86.7
Reversal of investment loss reserves (2)	2,991	6	617	82.5
Net additions = (1)-(2) (minus figures are reversals)	(283)	955	(30)	-

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Balance of investment loss reserves	13,468	13,426
Ratio to all unlisted operational investment securities	16.0%	16.2%

(Outline of Balance of Operational Investment Securities)

In the consolidated fiscal three months ended June 30, 2025, the balance of operational investment securities declined due to the impact of the sale of operational investment securities as well as foreign exchange rates.

(Millions of yen)

		As of March 31, 2025	As of June 30, 2025
Difference between acquisition cost and market value of listed operational investment securities		16,835	15,817
	Securities whose market value exceeds acquisition cost	17,004	16,099
	Securities whose market value falls below acquisition cost	(169)	(281)

(Millions of yen)

	For the year ended March 31, 2025	For the three months ended June 30, 2024	For the three months ended June 30, 2025
(Reversal of) Unrealized losses on operational investment securities	(2)	(1)	114

Balance of Operational Investment Securities

(Millions of yen)

	As of March 31, 2025		As of June 30, 2025	
	Acquisition cost	Figures on the consolidated B/S	Acquisition cost	Figures on the quarterly consolidated B/S
Listed	3,779	20,615	3,232	19,050
Unlisted	77,402	84,232	76,565	82,622
Total	81,181	104,847	79,798	101,673

(Outline of Fund Operations)

In the consolidated fiscal three months ended June 30, 2025, success fees decreased from the same period last year due to progress made for exits in the SV4 Series.

(Millions of yen)

	For the year ended March 31, 2025 (A)	For the three months ended June 30, 2024	For the three months ended June 30, 2025 (B)	Annualized comparison [(B)x4]/(A) (%)
Income from partnership management	5,885	1,668	1,078	73.3
Management fees	4,259	1,063	991	93.1
Success fees	1,626	604	86	21.3

Note: Management fees and success fees are based on the commitment amount excluding the Company Group's interests.

(2) Outline of the Quarter's Financial Condition

(Outline of Assets, Liabilities, and Net Assets)

In the consolidated fiscal three months ended June 30, 2025, total assets and total liabilities decreased due to the payments of income taxes payable, etc. Also, total assets and net assets decreased due to dividends from retained earnings, the acquisition of treasury shares, etc.

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Total assets	169,970	162,285
Current assets	165,355	157,644
Non-current assets	4,615	4,640
Total liabilities	28,844	25,242
Current liabilities	7,520	4,407
Non-current liabilities	21,323	20,834
Net assets	141,126	137,042

(3) Consolidated Financial Forecasts and Other Forward-Looking Statements

Due to the nature of the Company's business, domestic and overseas stock markets as well as the IPO market may cause large fluctuations in its earnings level, as a result of which it is difficult to make meaningful performance forecasts. Therefore, instead of announcing financial forecasts, the Company makes timely disclosure of quarterly financial results.

2. Consolidated Financial Statements and Main Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	*(i) 72,486	*(i) 68,663
Operational investment securities	104,847	101,673
Investment loss reserves	(13,468)	(13,426)
Other	1,488	733
Total current assets	165,355	157,644
Non-current assets		
Property, plant and equipment		
Buildings, net	268	254
Furniture and fixture	50	51
Total property, plant and equipment	318	305
Intangible assets		
Software	16	12
Total intangible assets	16	12
Investments and other assets		
Investment securities	3,377	3,467
Long-term loans receivable	264	255
Deferred tax assets	267	229
Other	369	370
Total investments and other assets	4,279	4,322
Total non-current assets	4,615	4,640
Total assets	169,970	162,285

*see note (i) on P. 11

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Current portion of long-term borrowings	34	34
Income taxes payable	3,705	1,208
Provision for bonuses	286	244
Allowance for extraordinary compensation for directors	61	-
Other	3,433	2,920
Total current liabilities	7,520	4,407
Non-current liabilities		
Convertible-bond-type bonds with share acquisition rights	15,000	15,000
Long-term borrowings	149	149
Retirement benefit liability	335	337
Deferred tax liabilities	5,702	5,220
Other	136	127
Total non-current liabilities	21,323	20,834
Total liabilities	28,844	25,242
Net assets		
Shareholders' equity		
Share capital	33,251	33,251
Capital surplus	32,806	32,806
Retained earnings	58,455	57,501
Treasury shares	(3,664)	(5,641)
Total shareholders' equity	120,849	117,917
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	17,467	16,361
Foreign currency translation adjustment	2,809	2,764
Total accumulated other comprehensive income	20,277	19,125
Total net assets	141,126	137,042
Total liabilities and net assets	169,970	162,285

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

(Consolidated Statements of Income)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales		
Revenue from operational investment securities	3,407	6,079
Income from investment partnership management	1,668	1,078
Other sales	4	-
Total net sales	5,080	7,158
Cost of sales		
Cost of operational investment securities	949	2,892
Other costs	406	215
Total cost of sales	1,356	3,107
Gross profit	3,724	4,050
(Reversal of) Additions to investment loss reserves	955	(30)
(Reversal of) unrealized losses on operational investment securities	(1)	114
Gross profit - net	2,770	3,967
Selling, general and administrative expenses	1,137	1,229
Operating profit	1,633	2,737
Non-operating income		
Interest income	80	59
Dividend income	52	101
Foreign exchange gains	-	81
Miscellaneous income	3	16
Total non-operating income	135	259
Non-operating expenses		
Interest expenses	0	0
Foreign exchange losses	29	-
Miscellaneous losses	3	9
Total non-operating expenses	33	10
Ordinary profit	1,735	2,986
Extraordinary income		
Total extraordinary income	-	-
Extraordinary losses		
Total extraordinary losses	-	-
Profit before income taxes	1,735	2,986
Income taxes - current	718	878
Income taxes - deferred	(119)	7
Total income taxes	598	885
Profit	1,136	2,100
Profit attributable to non-controlling interests	-	-
Profit attributable to JAFCO Group Co., Ltd. stockholders	1,136	2,100

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	1,136	2,100
Other comprehensive income		
Valuation difference on available-for-sale securities	1,977	(1,105)
Foreign currency translation adjustment	365	(45)
Total other comprehensive income	2,343	(1,151)
Comprehensive income	3,480	949
Comprehensive income attributable to		
Comprehensive income attributable to JAFCO Group Co., Ltd. stockholders	3,480	949
Comprehensive income attributable to non-controlling interests	-	-

(3) Notes for Consolidated Financial Statements

(Notes on premise of going concern)

None

(Notes on significant changes in shareholders' equity)

In accordance with the resolution at the Board of Directors' meeting held on April 23, 2025, the Company implemented share buybacks for 815,300 shares between April 24 and June 30 of 2025. As a result, treasury shares increased by ¥1,977 million in the consolidated fiscal three months ended June 30, 2025 to ¥5,641 million.

(Additional information)

(Transfer of shares of subsidiary)

As announced in the press release "Notice Regarding Transfer of Consolidated Subsidiary" dated April 23, 2025, the Company resolved to transfer all shares of its consolidated subsidiary JAFCO Investment (Asia Pacific) Ltd to Bee Alternatives Management Ltd. at the Board of Directors' meeting held on April 23, 2025, and concluded a share transfer agreement on the same day.

The share transfer date was initially scheduled to be June 30, 2025, but the necessary procedures for execution are still currently underway.

(Notes on the consolidated balance sheet)
(i) Breakdown of the Company's interests in funds out of cash and deposits

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Cash and deposits	6,160	8,816

(ii) The Company Group's uncalled commitments to JAFCO-managed funds as of June 30, 2025 were ¥18,519 million (compared with ¥21,038 million as of the end of previous full year and ¥31,252 million as of June 30, 2024).

(Notes on the consolidated statements of cash flow)
A consolidated statements of cash flow has not been created for the consolidated fiscal three months ended June 30, 2025. The depreciation for the consolidated fiscal three months ended June 30, 2025 (including amortization expense related to intangible assets excluding goodwill) is as follows.

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Depreciation	37	32

(Notes on segment information)
Consolidated fiscal three months ended June 30, 2024 and consolidated fiscal three months ended June 30, 2025
Segment information is omitted as the Company Group operates in a single segment of the fund management business.

(Note on marketable securities)

(i) Held-to-maturity bonds

None

(ii) Available-for-sale securities

(Millions of yen)

	Type	As of March 31, 2025			As of June 30, 2025		
		Figures on the consolidated B/S	Acquisition cost	Difference	Figures on the quarterly consolidated B/S	Acquisition cost	Difference
Securities whose B/S amount exceeds acquisition cost	Operational investment securities						
	(1) Stock						
	Listed securities	20,588	3,583	17,004	18,731	2,632	16,099
	Other listed securities	361	265	95	396	269	127
	(2) Bond	873	436	437	804	359	445
	(3) Others	221	199	22	223	204	18
	Subtotal	22,045	4,485	17,559	20,155	3,464	16,690
	Investment securities						
	(1) Stock	2,192	575	1,617	2,296	575	1,721
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	2,192	575	1,617	2,296	575	1,721
	Total	24,238	5,061	19,177	22,451	4,039	18,412
Securities whose B/S amount falls below acquisition cost	Operational investment securities						
	(1) Stock						
	Listed securities	26	195	(169)	318	600	(281)
	Other listed securities	643	643	-	643	643	-
	(2) Bond	479	479	-	554	555	(1)
	(3) Others	672	672	-	816	816	-
	Subtotal	1,821	1,990	(169)	2,332	2,615	(283)
	Investment securities						
	(1) Stock	-	-	-	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-
	Total	1,821	1,990	(169)	2,332	2,615	(283)
Grand total		26,060	7,052	19,007	24,784	6,655	18,128

Note: 1. Securities listed on the TOKYO PRO Market and on Emerging Stock Board of the Taipei Exchange (TPEx) have been classified as “Other listed securities.” Please note that, taking into account the liquidity of these markets, these securities are classified under “unlisted shares” in disclosure information other than the information related to this note.

2. The following items are not included in the above table because they are unlisted shares, etc.

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
	Figures on consolidated B/S	Figures on quarterly consolidated B/S
Available-for-sale securities		
Operational investment securities		
Unlisted stock	80,980	79,185
Investment securities		
Unlisted stock	602	600
Other	389	377

3. There were no impairment losses (write-down of acquisition costs) recorded on available-for-sale securities in the previous consolidated fiscal year and the consolidated fiscal three months ended June 30, 2025.

(Revenue recognition related)

Breakdown of revenue from contracts with customers

The Company Group operates in a single segment of the fund management business. Of net sales, income from partnership management consisting of management fees and success fees is derived from contracts with customers. The breakdown of the said income by the fund series is given below.

(Millions of yen)

	Three months ended June 30, 2024 (from April 1 to June 30, 2024)			Three months ended June 30, 2025 (from April 1 to June 30, 2025)		
	Income from partnership management			Income from partnership management		
Fund name	Management fees	Success fees	Total	Management fees	Success fees	Total
JAFCO SV4 Series	6	436	443	-	86	86
JAFCO SV5 Series	110	-	110	110	-	110
JAFCO SV6 Series	309	-	309	258	-	258
JAFCO SV7 Series	404	-	404	416	-	416
JAFCO Asia Technology Fund VI L.P.	1	168	170	-	-	-
JAFCO Asia Technology Fund VII L.P.	55	-	55	45	-	45
JAFCO Taiwan I Venture Capital Limited Partnership	34	-	34	30	-	30
JAFCO Asia S-8 Fund Limited Partnership JAFCO Asia S-8(A) Fund Limited Partnership	48	-	48	45	-	45
JAFCO Taiwan II Venture Capital Limited Partnership	55	-	55	55	-	55
Others	36	-	36	30	-	30
Total	1,063	604	1,668	991	86	1,078

3. Status of Funds Managed by the Company

The status of investment activities of all funds managed by the Company is as follows. For details, please see the earnings presentation that will be posted on the Company's website (https://www.jafco.co.jp/english/ir) on July 25, 2025.

(1) Investments, Balance of Investments, and IPOs

(i) Equity investments

(Millions of yen)

		For the year ended March 31, 2025		For the three months ended June 30, 2024		For the three months ended June 30, 2025		Annualized comparison [(B)x4]/(A) (%)
		Amount (A)	No. of cos.	Amount	No. of cos.	Amount (B)	No. of cos.	
Japan	Venture investments	17,023	44	2,466	10	3,174	8	74.6
	Buyout investments	10,991	8	3,186	2	2,674	2	97.3
	Subtotal	28,014	52	5,652	12	5,848	10	83.5
USA		7,283	13	4,207	5	101	1	5.6
Asia		4,080	10	—	—	816	2	80.0
Total		39,378	75	9,859	17	6,766	13	68.7

Notes: 1. "Investments" are for the total of funds managed by the Company.
2. Investments denominated in foreign currencies are translated into yen on a quarterly basis using the exchange rate at the end of each quarter.
3. Overseas investments made by the Investment Division in Japan are included in "Japan."

(ii) Balance of investments

(ii) – 1 Balance of investments

(Millions of yen)

	As of March 31, 2025		As of June 30, 2024		As of June 30, 2025	
	Amount	No. of cos.	Amount	No. of cos.	Amount	No. of cos.
Listed	10,061	34	9,034	35	9,147	35
Unlisted	249,487	288	245,714	280	248,325	287
Total	259,549	322	254,748	315	257,473	322

(ii) – 2 Balance of investments in unlisted securities

(Millions of yen)

		As of March 31, 2025	As of June 30, 2024	As of June 30, 2025
Japan	Venture investments	104,632	102,348	106,920
	Buyout investments	39,000	35,068	39,086
	Subtotal	143,633	137,416	146,006
USA		72,391	74,892	69,041
Asia		33,462	33,404	33,277
Total		249,487	245,714	248,325

Notes: 1. "Balance of investments" are for the total of funds managed by the Company.
2. "Balance of investments" are based on acquisition costs.
3. Investments denominated in foreign currencies are translated into yen using the exchange rate at the end of the fiscal year.
4. Overseas investments made by the Investment Division in Japan are included in "Japan."

(iii) IPOs

(Japan)

(Millions of yen)

	For the year ended March 31, 2025	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Number of IPOs	8	2	1
Investment cost (1)	11,048	1,824	2,053
Market value at IPO (2)	50,283	7,140	5,737
Multiple (2)/(1)	4.6	3.9	2.8

Notes: 1. “Investment cost” and “Market value at IPO” are for the total of funds managed by the Company.
2. “Market value at IPO” is calculated by multiplying the number of shares held prior to the IPO by the first price.

(Overseas)

(Millions of yen)

	For the year ended March 31, 2025	For the three months ended June 30, 2024	For the three months ended June 30, 2025
Number of IPOs	-	-	-
Investment cost (1)	-	-	-
Market value at IPO (2)	-	-	-
Multiple (2)/(1)	-	-	-

Notes: 1. “Investment cost” and “Market value at IPO” are for the total of funds managed by the Company. Exchange rates at the time of IPO are used for conversion.
2. “Market value at IPO” is calculated by multiplying the number of shares held prior to the IPO by the first price.

(2) Establishment of Funds

Three Months Ended June 30, 2025 (April 1, 2025 – June 30, 2025)

(i) Newly established funds

None.

(ii) Funds established in previous periods that have concluded fundraising activities during this period

None.

Previous full year (April 1, 2024 - March 31, 2025)

(i) Newly established funds that started fundraising

None.

(ii) Funds established in previous periods that are continuing fundraising activities

None.