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May 9, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 <under Japanese GAAP>

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Scheduled date of ordinary general meeting of shareholders: June 24, 2025
Scheduled date to commence dividend payments: June 10, 2025
Scheduled date to file annual securities report: June 24, 2025
Preparation of supplementary material on financial results: Yes
Holding of financial results presentation meeting: Yes (for institutional investors)

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	129,537	2.2	14,222	12.2	13,876	12.6	9,550	12.4
March 31, 2024	126,718	4.4	12,672	(9.9)	12,321	(10.9)	8,497	39.5

Note: Comprehensive income Fiscal year ended March 31, 2025: ¥9,550 million [12.4%]
Fiscal year ended March 31, 2024: ¥8,497 million [39.5%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit to total assets	Operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	122.22	122.12	22.2	17.3	11.0
March 31, 2024	109.23	108.74	22.4	17.2	10.0

Reference: Share of profit (loss) of entities accounted for using equity method
Fiscal year ended March 31, 2025: ¥– million Fiscal year ended March 31, 2024: ¥– million

Reference: (Percentages indicate year-on-year changes.)

	Adjusted operating profit		Adjusted ordinary profit		Adjusted profit attributable to owners of parent		Adjusted basic earnings per share	
Fiscal year ended	Millions of yen	%	Millions of Yen	%	Millions of yen	%	Yen	%
March 31, 2025	16,160	9.5	15,814	9.8	10,889	10.3	139.35	9.8
March 31, 2024	14,757	5.0	14,406	4.1	9,872	4.6	126.90	4.1

Note: The Company uses adjusted operating profit, adjusted ordinary profit, adjusted profit attributable to owners of parent and adjusted basic earnings per share (hereinafter, “adjusted multi-step profit”) as important management indicators. Regarding adjusted multi-step profit, please see the following “* Proper use of earnings forecasts, and other special matters, *Notes regarding* “*Reference” in summary information*.”

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	83,329	45,719	54.9	584.67
March 31, 2024	77,366	40,341	52.1	516.73

Reference: Equity As of March 31, 2025: ¥45,719 million
As of March 31, 2024: ¥40,289 million

(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
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	1,162	(152)	(4,270)	18,766
March 31, 2024	9,502	(192)	3,989	22,027

2. Dividends

	Annual dividends per share					Total amount of cash dividends (annual)	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	–	27.00	–	27.00	54.00	4,205	49.4	11.1
Fiscal year ended March 31, 2025	–	28.00	–	28.00	56.00	4,378	45.8	10.2
Fiscal year ending March 31, 2026 (Forecast)	–	35.00	–	35.00	70.00		50.7	

Note: Revisions to the forecasts of dividends most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	71,800	12.2	8,200	20.2	8,000	20.2	5,500	21.3	70.34
Fiscal year ending March 31, 2026	146,000	12.7	16,200	13.9	15,700	13.1	10,800	13.1	138.11

* Notes

(1) Significant changes in the scope of consolidation during the fiscal year ended March 31, 2025: None

(2) Changes in accounting policies, changes in accounting estimates, and restatement
   a. Changes in accounting policies in accordance with changes in accounting standards, etc.: None
   b. Changes in accounting policies due to other reasons: None
   c. Changes in accounting estimates: None
   d. Restatement: None

(3) Number of issued shares (common shares)

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

As of March 31, 2025	78,650,640 shares
As of March 31, 2024	78,650,640 shares

b. Number of treasury shares at the end of the period

As of March 31, 2025	453,724 shares
As of March 31, 2024	681,315 shares

c. Average number of shares outstanding during the period

For the fiscal year ended March 31, 2025	78,143,221 shares
For the fiscal year ended March 31, 2024	77,795,475 shares

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

*** Proper use of earnings forecasts, and other special matters**

Caution regarding forward-looking statements and others

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, the statements herein do not constitute assurances regarding the Company's actual results. Actual financial and other results may differ substantially from the statements herein due to various factors. Please refer to "1. Overview of operating results, (4) Forecast" on page 3 of the attached materials for the suppositions that form the assumptions for the earnings forecasts and cautions regarding the use of the earnings forecasts.

Notes regarding "Reference" in summary information

1. The Company uses adjusted operating profit, adjusted ordinary profit, adjusted profit attributable to owners of parent, and adjusted basic earnings per share (hereinafter, "adjusted multi-step profit") as important management indicators. This is because, as stated in the "Notice Regarding Ruling on Lawsuit Filed by the Company for Revocation of Consumption Tax Reassessment Penalty, etc." released on May 25, 2023 and the "Notice Regarding Revision of Earnings Forecasts for the Fiscal Year ending March 31, 2024" released on May 26, 2023, the Company filed a lawsuit against the Regional Taxation Bureau seeking the revocation of the reassessment penalty, etc., and the Tokyo District Court rendered a judgment dismissing the Company's claim for revocation of the reassessment penalty, etc. In light of the ruling, the Company has calculated the difference arising from the discrepancies between the conventional accounting treatment of the Group and the calculation method advocated by the Regional Taxation Bureau and recorded it as differences in consumption taxes, etc. in selling, general and administrative expenses, starting from the fiscal year ended March 31, 2024.
2. Adjusted multi-step profit excludes some items that affect any of the steps of profit for the fiscal year ended March 31, 2025, for the purpose of enabling comparison with prior fiscal year financial results, and its utilization as an analysis tool is significantly restricted. Consequently, there is a possibility that the indicator may not be comparable with the same or similar indicator of other companies in the same industry because of differences in calculation method, thereby decreasing the usefulness of the indicator.
3. Adjusted multi-step profit is a reference figure estimated by the Company and is not subject to audit by a certified public accountant or audit corporation.

Means of access to contents of financial results presentation meeting

The Company plans to hold a briefing for institutional investors on Friday, May 9, 2025.

The presentation materials used for the financial results briefing on this date will be posted on the Company's website promptly after the briefing has concluded.

Attached Materials

Index

1. Overview of operating results 2
   (1) Overview of operating results in the fiscal year under review 2
   (2) Overview of financial position in the fiscal year under review 2
   (3) Overview of cash flow in the fiscal year under review 3
   (4) Forecast 3
   (5) Basic policy on distribution of earnings and dividends in the fiscal year under review and coming fiscal year 4
2. Basic approach to selection of accounting standards 4
3. Consolidated financial statements and significant notes thereto 5
   (1) Consolidated balance sheet 5
   (2) Consolidated statement of income and consolidated statement of comprehensive income 7
   Consolidated statement of income 7
   Consolidated statement of comprehensive income 8
   (3) Consolidated statements of changes in equity 9
   (4) Consolidated statement of cash flows 10
   (5) Notes on the consolidated financial statements 11
   (Notes on premise of going concern) 11
   (Additional information) 11
   (Notes to segment information, etc.) 12
   (Notes on per-share information) 13
   (Notes on significant subsequent events) 13

1. Overview of operating results

(1) Overview of operating results in the fiscal year under review

During the fiscal year under review, the Japanese economy showed a gradual recovery trend due to a recovery in business performance by companies that passed on higher raw material and import prices to selling prices, and an increase in inbound demand on the back of the weaker yen. However, the economic outlook remains uncertain, mainly due to the policy rate hikes by the Bank of Japan and rising living costs for consumers as a result of the aforementioned passed-on prices.

Under these circumstances, the Group aims to provide a "Fourth Option" as an alternative to newly built, "as-is" pre-owned, and rental houses, mainly targeting the middle- and lower-income market. We deal with older pre-owned single-family detached houses that competitors find challenging to bring to market. We add value by refurbishing properties that are difficult to live in as they are, and sell them to customers.

In terms of sales, families living in rental homes, in particular, have a desire to buy inexpensive, high-quality houses, and this demand remained strong. The number of homes sold increased year on year due to continued sales policies such as offering houses in a lower price range to address the rising cost of living, and provision of houses that meet the needs of customers. In addition, net sales increased year on year due to the increase in the number of homes sold.

In terms of purchases, the Company's policy is to carefully assess the risks associated with used housing and carefully select properties that can be rehabilitated and that will ensure profitability. Under such circumstances, the number of purchases increased significantly compared to the end of the previous fiscal year, as a result of increasing the level of purchasing activity for the purpose of achieving stable growth. In addition, as a result of our efforts to commercialize the properties we purchased, real estate for sale and real estate for sale in process increased compared to the end of the previous fiscal year, eliminating inventory shortages and ensuring sufficient inventory for growth.

In terms of profit, the gross margin increased 1.8 percentage points year on year as a result of the continued contribution of measures to improve gross profit, including the aforementioned measures to provide houses in a lower price range. Selling, general and administrative expenses increased 8.8% year on year as a result of an increase in personnel expenses due to continued investment in hiring and training personnel for future stable growth, as well as the decision to pay ¥354 million in special bonuses to employees for the fiscal year-end in order to increase employee motivation.

As a result, in the fiscal year under review, the number of homes sold was 7,372, up 2.8% year on year, net sales were ¥129,537 million, up 2.2% year on year, operating profit was ¥14,222 million, up 12.2% year on year, ordinary profit was ¥13,876 million, up 12.6% year on year, and profit attributable to owners of parent was ¥9,550 million, up 12.4% year on year.

Excluding the impact of the differences in consumption taxes, etc., which is the amount of discrepancy between the Group's conventional accounting treatment and the calculation method claimed by the Regional Taxation Bureau in connection with a court case against the Regional Taxation Bureau over the accounting treatment of consumption taxes, adjusted operating profit was ¥16,160 million, up 9.5% year on year, adjusted ordinary profit was ¥15,814 million, up 9.8% year on year, adjusted profit attributable to owners of parent was ¥10,889 million, up 10.3% year on year.

The Group's sole reportable segment is the "used housing refurbishing and remodeling business." Other businesses have been omitted due to a lack of materiality.

(2) Overview of financial position in the fiscal year under review

(i) Current assets

Current assets at the end of the fiscal year under review were ¥81,050 million, an increase of ¥5,715 million compared to ¥75,334 million at the end of the previous fiscal year. This was mainly due to an increase of ¥9,282 million in real estate for sale and real estate for sale in process, despite a decrease of ¥3,260 million in cash and deposits.

(ii) Non-current assets

Non-current assets at the end of the fiscal year under review were ¥2,278 million, an increase of ¥246 million compared to ¥2,031 million at the end of the previous fiscal year. This was mainly due to increases of ¥42 million in property, plant and equipment and ¥177 million in deferred tax assets.

(iii) Current liabilities

Current liabilities at the end of the fiscal year under review were ¥11,028 million, an increase of ¥586 million compared to ¥10,441 million at the end of the previous fiscal year. This was mainly due to an increase of ¥543 million in income taxes payable, despite a decrease of ¥499 million in accrued consumption taxes.

(iv) Non-current liabilities

Non-current liabilities at the end of the fiscal year under review were ¥26,581 million, a decrease of ¥1 million compared to ¥26,583 million at the end of the previous fiscal year. This was mainly due to a decrease of ¥1 million in other non-current liabilities.

(v) Net assets

Net assets at the end of the fiscal year under review were ¥45,719 million, an increase of ¥5,377 million compared to ¥40,341 million at the end of the previous fiscal year. This was mainly due to the recording of ¥9,550 million in profit attributable to owners of parent while paying out dividends of surplus of ¥4,294 million. As a result, the equity-to-asset ratio was 54.9%.

(3) Overview of cash flow in the fiscal year under review

The balance of cash and cash equivalents (hereinafter, "net cash") at the end of the fiscal year under review decreased by ¥3,260 million from the end of the previous fiscal year to ¥18,766 million.
The situation and factors related to cash flows for the end of the fiscal year under review are as follows.

(Cash flows from operating activities)

Net cash provided by operating activities was ¥1,162 million in the fiscal year under review, down 87.8% from the previous fiscal year. This was mainly due to an increase in inventories of ¥9,284 million, a decrease in accrued consumption taxes of ¥499 million, and income taxes paid of ¥3,524 million, while recording ¥13,870 million in profit before income taxes.

(Cash flows from investing activities)

Net cash used in investing activities was ¥152 million in the fiscal year under review, down 20.9% from the previous fiscal year. This was mainly due to purchase of property, plant and equipment of ¥111 million and purchase of intangible assets of ¥48 million.

(Cash flows from financing activities)

Net cash used in financing activities was ¥4,270 million in the fiscal year under review, compared to net cash provided by financing activities of ¥3,989 million in the previous fiscal year. This was mainly due to dividends paid of ¥4,297 million, while recording proceeds from disposal of treasury shares of ¥31 million.

(4) Forecast

As for the future outlook, although there are prospects for a moderate recovery in the employment and income environment, the economic outlook is expected to remain uncertain due to such factors including concerns about a decline in consumer demand as a result of the increased burden on households from rising consumers' living costs as a result of companies passing on price increases to products.
Under these circumstances, the Group has formulated its fourth medium-term management plan (from the fiscal year ending March 31, 2026 to the fiscal year ending March 31, 2028) with the aim of becoming "the company that enriches people's lives the most in Japan" under the management philosophy of "A door to the future, for regional areas and customers through adding value to lifestyle." During the fourth medium-term management plan period, we will aim to achieve the annual number of homes sold of 10,000 in order to realize our worldview of "the company to buy or sell your home through."
Considering that customer demand for "low-cost, high-quality housing to live in" is firm and that there are many properties, mainly vacant houses, that the Group can purchase, the Company has determined that improving the Group's supply capacity remains a challenge during the period of the fourth medium-term management plan. To this end, the Company will promote various basic strategies, such as increasing the number and training of sales employees, improving productivity, and diversifying refurbishment planning and procurement channels. In particular, we will focus on developing products through refurbishment planning tailored to customer needs, in response to the trend of smaller and more diverse household living arrangements in Japan. Based on these strategies, we have set a key goal indicator (KGI) for the Group of ¥20,000 million in operating profit (average annual growth rate of 12.0%) and will strive for further growth. In addition, we aim to achieve a return on equity (ROE) of at least 20% and a dividend payout ratio of at least 50% with progressive dividends.
The Group's forecast of consolidated business results in the coming fiscal year (fiscal year ending March 31, 2026), which is the first year of the fourth medium-term management plan, consists of net sales of ¥146,000 million (up 12.7% year on year), operating profit of ¥16,200 million (up 13.9% year on year), ordinary profit of ¥15,700 million (up 13.1% year on year), and profit attributable to owners of parent of ¥10,800 million (up 13.1% year on year).

(5) Basic policy on distribution of earnings and dividends in the fiscal year under review and coming fiscal year

The Company positions the return of earnings to shareholders as one of its most important management issues. The body that determines distribution of the Company's surplus is the Board of Directors.

During the period of the third medium-term management plan, the dividend payout ratio was calculated based on adjusted profit attributable to owners of parent excluding the impact of differences in consumption taxes, etc., and it was the Company's policy to maintain a dividend payout ratio of at least 40% and progressive dividends. Based on the policy, for the fiscal year under review, the Company is distributing dividends of ¥56.0 per share (consisting of an interim dividend of ¥28.0 per share and a year-end dividend of ¥28.0 per share), resulting in an adjusted dividend payout ratio of 40.2%.

On the other hand, during the period of the fourth medium-term management plan, the Company's policy is to maintain a dividend payout ratio of at least 50% and progressive dividends, as stated in "(4) Forecast." Therefore, in the coming fiscal year (fiscal year ending March 31, 2026), the Company intends to distribute dividends of ¥70.0 per share (consisting of an interim dividend of ¥35.0 per share and a year-end dividend of ¥35.0 per share), resulting in a dividend payout ratio of 50.7%.

2. Basic approach to selection of accounting standards

To ensure ease of comparison with other companies in the same industry, the Group applies J-GAAP as its accounting standard.

3. Consolidated financial statements and significant notes thereto

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	22,027	18,766
Real estate for sale	37,454	39,141
Real estate for sale in process	14,798	22,394
Income taxes refund receivable	448	5
Other	609	745
Allowance for doubtful accounts	(4)	(3)
Total current assets	75,334	81,050
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	154	147
Land	579	565
Other, net	24	86
Total property, plant and equipment	758	800
Intangible assets	151	155
Investments and other assets		
Deferred tax assets	814	992
Other	310	331
Allowance for doubtful accounts	(2)	(1)
Total investments and other assets	1,122	1,322
Total non-current assets	2,031	2,278
Total assets	77,366	83,329

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Accounts payable - trade	4,723	4,534
Contract liabilities	327	509
Income taxes payable	2,123	2,667
Accrued consumption taxes	581	81
Provision for bonuses	355	557
Construction warranty reserve	344	378
Provision for loss on litigation	6	2
Provision for loss on disaster	66	54
Other	1,912	2,241
Total current liabilities	10,441	11,028
Non-current liabilities		
Long-term borrowings	26,500	26,500
Provision for retirement benefits for directors (and other officers)	71	71
Other	11	9
Total non-current liabilities	26,583	26,581
Total liabilities	37,025	37,610
Net assets		
Shareholders' equity		
Share capital	3,778	3,778
Capital surplus	3,703	3,763
Retained earnings	33,139	38,395
Treasury shares	(332)	(219)
Total shareholders' equity	40,289	45,719
Share acquisition rights	52	–
Total net assets	40,341	45,719
Total liabilities and net assets	77,366	83,329

(2) Consolidated statement of income and consolidated statement of comprehensive income

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	126,718	129,537
Cost of sales	98,904	98,835
Gross profit	27,814	30,702
Selling, general and administrative expenses	15,141	16,479
Operating profit	12,672	14,222
Non-operating income		
Commission income	5	5
Insurance claim income	2	0
Discount revenue	9	4
Income of compensation	6	9
Other	17	14
Total non-operating income	41	34
Non-operating expenses		
Interest expenses	228	306
Commission for syndicated loans	98	28
Other	65	46
Total non-operating expenses	392	380
Ordinary profit	12,321	13,876
Extraordinary income		
Gain on sale of non-current assets	–	0
Differences in consumption taxes, etc.	12	–
Total extraordinary income	12	0
Extraordinary losses		
Loss on sale of non-current assets	–	6
Loss on retirement of non-current assets	8	0
Loss on disaster	7	–
Provision for loss on disaster	13	–
Total extraordinary losses	28	6
Profit before income taxes	12,305	13,870
Income taxes - current	3,911	4,497
Income taxes - refund	(52)	(0)
Income taxes - deferred	(51)	(177)
Total income taxes	3,808	4,319
Profit	8,497	9,550
Profit attributable to owners of parent	8,497	9,550

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	8,497	9,550
Comprehensive income	8,497	9,550
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,497	9,550

(3) Consolidated statements of changes in equity

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Shareholders' equity					Share acquisition rights	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at beginning of period	3,778	3,640	28,685	(448)	35,655	112	35,768
Changes during period							
Dividends of surplus			(4,043)		(4,043)		(4,043)
Profit attributable to owners of parent			8,497		8,497		8,497
Disposal of treasury shares		63		116	179		179
Net changes in items other than shareholders' equity					–	(60)	(60)
Total changes during period	–	63	4,454	116	4,633	(60)	4,573
Balance at end of period	3,778	3,703	33,139	(332)	40,289	52	40,341

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity					Share acquisition rights	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at beginning of period	3,778	3,703	33,139	(332)	40,289	52	40,341
Changes during period							
Dividends of surplus			(4,294)		(4,294)		(4,294)
Profit attributable to owners of parent			9,550		9,550		9,550
Purchase of treasury shares				(0)	(0)		(0)
Disposal of treasury shares		60		113	173		173
Net changes in items other than shareholders' equity					–	(52)	(52)
Total changes during period	–	60	5,256	113	5,429	(52)	5,377
Balance at end of period	3,778	3,763	38,395	(219)	45,719	–	45,719

(4) Consolidated statement 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	12,305	13,870
Depreciation	51	102
Increase (decrease) in allowance for doubtful accounts	(0)	(1)
Increase (decrease) in provision for bonuses	(74)	201
Increase (decrease) in construction warranty reserve	(3)	34
Increase (decrease) in provision for loss on litigation	4	(3)
Increase (decrease) in provision for loss on disaster	13	(11)
Interest expenses	228	306
Loss (gain) on sale of property, plant and equipment	–	6
Loss on retirement of non-current assets	8	0
Loss on disaster	7	–
Share-based payment expenses	45	55
Decrease (increase) in inventories	1,891	(9,284)
Decrease (increase) in trade receivables	(1)	(2)
Increase (decrease) in trade payables	376	(188)
Decrease (increase) in consumption taxes refund receivable	93	(74)
Increase (decrease) in accrued consumption taxes	(2,270)	(499)
Other, net	139	470
Subtotal	12,807	4,981
Interest paid	(203)	(294)
Income taxes paid	(3,100)	(3,524)
Net cash provided by (used in) operating activities	9,502	1,162
Cash flows from investing activities		
Purchase of property, plant and equipment	(71)	(111)
Proceeds from sale of property, plant and equipment	–	7
Purchase of intangible assets	(120)	(48)
Proceeds from collection of loans receivable	0	0
Other, net	(0)	–
Net cash provided by (used in) investing activities	(192)	(152)
Cash flows from financing activities		
Proceeds from long-term borrowings	8,000	–
Repayments of finance lease liabilities	(5)	(4)
Dividends paid	(4,041)	(4,297)
Purchase of treasury shares	–	(0)
Proceeds from disposal of treasury shares	36	31
Net cash provided by (used in) financing activities	3,989	(4,270)
Net increase (decrease) in cash and cash equivalents	13,299	(3,260)
Cash and cash equivalents at beginning of period	8,728	22,027
Cash and cash equivalents at end of period	22,027	18,766

(5) Notes on the consolidated financial statements

(Notes on premise of going concern)

No items to report.

(Additional information)

(Regarding progress of the ruling on the lawsuit seeking the revocation of the reassessment penalty, etc. received from the Regional Taxation Bureau)

The Company filed a lawsuit against the Kanto-Shinetsu Regional Taxation Bureau (hereinafter, the "Regional Taxation Bureau"), seeking the revocation of a Written Notice of Reassessment of Consumption Tax and Local Consumption Tax and a Written Notice of Assessment and Determination Regarding Additional Tax (hereinafter, the "Reassessment Penalty, etc.") the Company received from the Regional Taxation Bureau on April 28, 2020, and the Tokyo High Court rendered a judgment on May 30, 2024 dismissing the Company's claim for revocation of the Reassessment Penalty, etc. (hereinafter, the "Original Judgment").

After closely scrutinizing the court's decision with its counsel, the Company was unable to accept the Original Judgment and accordingly has filed an appeal to the Supreme Court against the Original Judgment.

As of the date of the announcement of the financial results, the Company has not received a special notice from the Supreme Court. In addition, if the Company obtains important information pertaining to the lawsuit, it will promptly disclose the information.

With regard to the calculation method of consumption tax, the Company has calculated the amount of difference between the Group's conventional accounting treatment and the calculation method stressed by the Regional Taxation Bureau and recorded it as selling, general and administrative expenses from the previous fiscal year.

(Notes to segment information, etc.)

Segment information

The Group's sole reportable segment is the "used housing refurbishing and remodeling business." Other businesses have been omitted due to a lack of materiality.

Related information

1. Information by product and service

   Net sales to outside customers in a single product/service category exceed 90% of net sales in the consolidated statement of income, so this information is omitted from this report.

2. Information by region

   (1) Net sales

   Net sales to outside customers in Japan exceed 90% of net sales in the consolidated statement of income, so this information is omitted from this report.

   (2) Property, plant and equipment

   The value of property, plant and equipment in Japan exceeds 90% of the value of property, plant and equipment on the consolidated balance sheet, so this information is omitted from this report.

3. Information by main customer

   Of net sales to outside customers, no customer exceeds 10% of net sales in the consolidated statement of income, so this information is omitted from this report.

Impairment loss on non-current assets by reporting segment

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

The Group's sole reportable segment is the "used housing refurbishing and remodeling business." Other businesses have been omitted due to a lack of materiality.

Fiscal year under review (from April 1, 2024 to March 31, 2025)

The Group's sole reportable segment is the "used housing refurbishing and remodeling business." Other businesses have been omitted due to a lack of materiality.

Amortization of goodwill and unamortized balance by reporting segment

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

No items to report.

Fiscal year under review (from April 1, 2024 to March 31, 2025)

No items to report.

Gain on negative goodwill by reporting segment

No items to report.

(Notes on per-share information)

	Previous fiscal year (from April 1, 2023 to March 31, 2024)	Fiscal year under review (from April 1, 2024 to March 31, 2025)
Net assets per share (yen)	516.73	584.67
Basic earnings per share (yen)	109.23	122.22
Diluted earnings per share (yen)	108.74	122.12

Note: The basis for calculation of basic earnings per share and diluted earnings per share is as follows.

	Previous fiscal year (from April 1, 2023 to March 31, 2024)	Fiscal year under review (from April 1, 2024 to March 31, 2025)
Basic earnings per share		
Profit attributable to owners of parent (millions of yen)	8,497	9,550
Amount not returned to common shareholders (millions of yen)	–	–
Profit attributable to owners of parent and applicable to common shares (millions of yen)	8,497	9,550
Average number of common shares during the period (shares)	77,795,475	78,143,221
Diluted earnings per share		
Increase in number of common shares (shares)	351,218	64,190
(Of which: Share acquisition rights (shares))	(351,218)	(64,190)
Overview of dilutive shares which have not been included in the calculation of diluted earnings per share during the period as they have no diluting effect	–	–

(Notes on significant subsequent events)

No items to report.