

Translation

Notice: This document has been translated from the Japanese original for reference purposes. In the event of any discrepancy between this translated document and the Japanese original, the latter shall prevail.

Summary of Consolidated Financial Results for the Fiscal Year Ended January 2026 (Based on IFRS)

March 13, 2026

Company name: Japan Eyewear Holdings Co., Ltd.

Listing exchange: Tokyo Stock Exchange

Securities code: 5889

URL: <https://www.japan-eyewear-holdings.co.jp/en/>

Representative: Shinya Kaneko, Chief Executive Officer

Inquiries: Shunichi Shibata, Chief Financial Officer

Phone: +81-3-6411-0919

Scheduled date for next annual general meeting of shareholders: April 24, 2026

Scheduled date for commencing dividend payments: April 27, 2026

Scheduled date for filing securities report: April 23, 2026

Preparation of supplementary materials on financial results: Yes

Holding of financial results briefing session: Yes

(Amounts are rounded down to the nearest million yen, unless otherwise noted)

1. Consolidated Financial Results for the Fiscal Year Ended January 31, 2026 (February 1, 2025 to January 31, 2026)

(1) Consolidated Operating Results

(Percentage figures represent year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended January 31, 2026	18,640	11.8	5,957	11.8	5,623	14.5	3,783	(5.3)	3,783	(5.3)	3,816	(5.2)
Fiscal year ended January 31, 2025	16,666	23.2	5,328	44.0	4,912	49.1	3,994	69.1	3,994	80.2	4,026	67.1

	EBITDA*		Basic earnings per share	Diluted earnings per share	Return on equity attributable to owners of parent to total assets	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
	Millions of yen	%	Yen	Yen	%	%	%
Fiscal year ended January 31, 2026	7,868	12.3	156.82	154.41	21.9	14.3	32.0
Fiscal year ended January 31, 2025	7,003	35.2	166.44	163.09	26.9	13.3	32.0

*EBITDA = Operating profit + Depreciation + Amortization of identifiable assets

(Reference) Share of profit (loss) of entities accounted for using equity method

Fiscal year ended January 31, 2026: - million yen

Fiscal year ended January 31, 2025: -million yen

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of January 31, 2026	39,911	18,187	18,187	45.6	753.63
As of January 31, 2025	38,833	16,421	16,421	42.3	681.09

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended January 31, 2026	5,363	(1,422)	(4,856)	3,054
Fiscal year ended January 31, 2025	5,258	(2,406)	(3,379)	3,931

2. Cash Dividends

	Annual dividends per share					Total dividends	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended January 31, 2025	—	22.00	—	44.00	66.00	1,587	39.7	10.7
Fiscal year ended January 31, 2026	—	42.00	—	42.00	84.00	2,026	53.6	11.7
Fiscal year ending January 31, 2027	—	43.00	—	43.00	86.00		47.2	

(Note) Regarding the dividend resource for the fiscal year ending January 31, 2026, the dividend resource for the second quarter is capital surplus. For details, please refer to “Breakdown of Dividend with Capital Surplus as Dividend Resource” below.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending January 31, 2027 (February 1, 2026 to January 31, 2027)

(Percentage figures represent year-on-year changes)

	Revenue		Operating profit		Profit before tax		Profit		Profit attributable to owners of parent		EBITDA		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	20,600	10.5	6,800	14.2	6,500	15.6	4,400	16.3	4,400	16.3	8,600	9.3	182.32

*Explanatory notes

(1) Significant change in scope of consolidation during the fiscal year ended January 31, 2026: Yes

Newly consolidated: 1 company (Company name: Japan Eyewear Holdings Taiwan Co., Ltd.)

Excluded from consolidation: None (Company name: —)

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

1) Changes in accounting policies required by IFRS: No

2) Changes in accounting policies other than those in 1) above: No

3) Changes in accounting estimates: No

(3) Number of shares issued and outstanding (common shares)

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

As of January 31, 2026	24,133,560 shares	As of January 31, 2025	24,110,760 shares
------------------------	-------------------	------------------------	-------------------

2) Number of treasury shares at the end of the period

As of January 31, 2026	80 shares	As of January 31, 2025	— shares
------------------------	-----------	------------------------	----------

3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

Fiscal year ended January 31, 2026	24,124,921 shares	Fiscal year ended January 31, 2025	23,998,734 shares
------------------------------------	-------------------	------------------------------------	-------------------

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated financial results for the fiscal year ended January 31, 2025 (February 1, 2025 to January 31, 2026)

(1) Non-Consolidated Operating Results

(Percentage figures represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended January 31, 2026	1,066	47.4	489	87.2	1,737	128.8	1,610	28.5
Fiscal year ended January 31, 2025	723	30.7	261	0.1	759	770.3	1,253	—

	Earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended January 31, 2026	66.76	65.74
Fiscal year ended January 31, 2025	52.23	51.18

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of January 31, 2026	23,399	11,191	47.8	463.58
As of January 31, 2025	24,703	11,643	47.1	482.75

(Reference) Total equity: As of January 31, 2026: 11,187 million yen As of January 31, 2025: 11,639 million yen

* This summary of financial results is not subject to review procedures by a public accountant or audit corporation.

* Explanation regarding appropriate use of earnings forecasts, and other notes

- (1) The Group applies the International Financial Reporting Standards (IFRS).
- (2) The earnings outlook and other forward-looking statements contained in this document are based on information currently available and certain assumptions that are thought to be reasonable by the Company. Accordingly, such statements should not be construed as a guarantee that the Company will achieve the results. Actual financial results and the like may differ materially due to various factors.
- (3) The financial results briefing material is scheduled to be posted on the Company's website (<https://www.japan-eyewear-holdings.co.jp/en>) on March 13, 2026.

Breakdown of Divided with Capital Surplus as Dividend Resource

Of the dividend for the fiscal year ended January 31, 2026, breakdown of divided with capital surplus as dividend resource is as follows.

Record date	End of 2nd quarter	Total
Divided per share	42 yen	42 yen
Total dividends	1,013 million yen	1,013 million yen

(Note) Ratio of decrease in net assets: 0.060

Contents of Attachment

1. Overview of Operating Results, etc.	2
(1) Overview of Operating Results for the Current Fiscal Year	2
(2) Overview of Financial Position for the Current Fiscal Year	2
(3) Overview of Cash Flows for the Current Fiscal Year.....	2
(4) Future Outlook	3
(5) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years	3
2. Basic Principle on the Choice of Accounting Standards.....	3
3. Consolidated Financial Statements and Significant Notes Thereto	4
(1) Consolidated Statement of Financial Position.....	4
(2) Consolidated Statement of Profit or Loss and Consolidated Statement of Comprehensive Income	5
(3) Consolidated Statement of Changes in Equity.....	7
(4) Consolidated Statement of Cash Flows	8
(5) Notes to Consolidated Financial Statements.....	9
(Notes on Going Concern Assumption)	9
(Segment Information)	9
(Per Share Information).....	10
(Subsequent Events).....	11

1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Current Fiscal Year

The Japan Eyewear Holdings Group (the “Group”) manufactures high quality eyewear planned and designed in-house by the skilled craftsmanship in “Sabae, Fukui,” one of the world’s leading eyewear production sites, and sells them mainly through its unique stores expressing the brand’s worldview.

During the fiscal year ended January 31, 2026 (the current fiscal year), the Japanese economy saw a moderate recovery trend with the improvement in the income and employment environment, among other factors. Meanwhile, in the global economy, the outlook remains uncertain due to concerns over rising geopolitical risks in Europe and other regions, policy trends in the United States, and growing tensions between Japan and China, which may affect consumer sentiment in Japan.

The trends in inbound visitors to Japan were influenced by changes in the external environment. The number of visitors to Japan from certain Asian regions in June to July decreased year-on-year as rumors of a major earthquake occurring in Japan spread through SNS and other media (Source: “Visitor Arrivals (Preliminary Figures for June 2025)” and “Visitor Arrivals (Preliminary Figures for July 2025)” released by Japan National Tourism Organization). Although demand subsequently recovered as concerns were dispelled, the overall market remained unstable, with the number of visitors to Japan once again declining due to the further escalation of tensions between Japan and China from December to January.

Under such an environment, the Group has continued to develop business with a focus on “promoting new store openings in Japan and overseas,” “increase in unit price through reviewing frame sales prices,” and “securing demand from inbound tourists.” Both of the Group’s main brands, Kaneko Optical and Four Nines, have received strong support from customers in Japan and abroad.

As a result of the above, the operating results for the current fiscal year were revenue of 18,640 million yen (up 11.8% year-on-year), operating profit of 5,957 million yen (up 11.8% year-on-year), profit before tax of 5,623 million yen (up 14.5% year-on-year). Profit for the current fiscal year decreased 5.3% year-on-year to 3,783 million yen, reflecting an increase of approximately 500 million yen in profit for the previous fiscal year due to the additional recording of deferred tax assets in the previous fiscal year.

Revenue by business segment for the current fiscal year is as follows.

[Kaneko Optical Business]

Store sales of the Kaneko Optical Group remained strong due to increased brand penetration in Japan and overseas. Although store sales to inbound tourist customers were affected by the aforementioned decrease in the number of visitors from some regions, they have continued to be at a high level.

In the current fiscal year, the number of stores reached 94 (84 in Japan and 10 overseas) as a result of opening a total of seven new stores (three in Japan and four overseas) and closing two stores. Kaneko Optical opened KANEKO GANKYO-TEN K11 MUSEA in May 2025 (second store in Hong Kong), KANEKO GANKYO-TEN Sanlitun Taikoo Li in June, KANEKO GANKYO-TEN Singapore Takashimaya S.C. Store in September (first store in Singapore), and KANEKO GANKYO-TEN Okm in October (first store in Taiwan). All stores have been performing well since their opening due to steady brand image development in Asia, and the expansion of our directly operated stores overseas is progressing well. Moreover, in May 2025, the Group acquired Hands Ltd. (now Hands Co., Ltd.), an eyewear frame plating company in Sabae, in an effort to enhance in-house production.

As a result of the above, revenue in the Kaneko Optical Business stood at 12,469 million yen (up 15.5% year-on-year), and segment profit at 4,686 million yen (up 15.0% year-on-year).

[Four Nines Business]

Store sales of the Four Nines Group remained strong due to strong support from the customers and the revision of frame sales prices in February 2025, following the revision in the previous fiscal year. In the current fiscal year, the Four Nines Group opened three new stores in Japan, increasing the number of stores to 19 (18 in Japan and one overseas).

Domestic wholesale sales fell below the previous fiscal year’s level due to factors such as the postponement of some OEM sales to the next fiscal year and a decrease in orders from certain wholesalers owing to their circumstances. On the other hand, overseas wholesale sales remained strong and exceeded the level of the previous fiscal year.

As a result of the above, revenue in the Four Nines Business stood at 6,171 million yen (up 5.1% year-on-year), and segment profit at 1,855 million yen (up 4.6% year-on-year).

(2) Overview of Financial Position for the Current Fiscal Year

Total assets at the end of the current fiscal year increased by 1,077 million yen from the end of the previous fiscal year to 39,911 million yen. This was mainly due to an increase in inventories by 544 million yen, an increase in property, plant and equipment by 439 million yen and an increase in right-of-use assets by 222 million yen, against a decrease in cash and cash equivalents by 877 million yen.

Total liabilities at the end of the current fiscal year decreased by 688 million yen from the end of the previous fiscal year to 21,723 million yen. This was mainly due to a decrease in borrowings by 11,875 million yen, an increase in current portion of long-term borrowings by 10,971 million yen, and a decrease in income taxes payable by 78 million yen.

Total equity at the end of the current fiscal year increased by 1,766 million yen from the end of the previous fiscal year to 18,187 million yen. This was mainly due to recording of profit of 3,783 million yen.

(3) Overview of Cash Flows for the Current Fiscal Year

Looking at the status of cash flows during the current fiscal year, the balance of cash and cash equivalents amounted to 3,054 million yen at the end of the period, a decrease of 877 million yen (down 22.3%) from 3,931 million yen at the end of the previous fiscal year, with a cash inflow of 5,363 million yen from operating activities, a cash outflow of 1,422 million yen from investing

activities, a cash outflow of 4,856 million yen from financing activities, and a cash inflow of 38 million yen from the effect of exchange rate changes on cash and cash equivalents.

(Cash flows from operating activities)

Net cash provided by operating activities amounted to 5,363 million yen (a year-on-year increase of 2.0%). This was mainly due to recording of profit before tax of 5,623 million yen and depreciation and amortization of 1,911 million yen, against increase in trade and other receivables of 150 million yen, interest paid of 291 million yen, and income taxes paid of 1,996 million yen.

(Cash flows from investing activities)

Net cash used in investing activities amounted to 1,422 million yen (a year-on-year decrease of 40.9%). This was mainly due to purchase of property, plant and equipment of 720 million yen, purchase of shares of subsidiaries resulting in change in scope of consolidation of 654 million yen, payments of leasehold and guarantee deposits of 94 million yen, and proceeds from refund of leasehold and guarantee deposits of 47 million yen.

(Cash flows from financing activities)

Net cash used in financing activities amounted to 4,856 million yen (a year-on-year increase of 43.7%). This was mainly due to repayments of long-term borrowings of 950 million yen and repayments of lease liabilities of 1,843 million yen, and dividends paid of 2,074 million yen.

(4) Future Outlook

Regarding the future outlook, while the Japanese economy is expected to recover moderately, the outlook is expected to remain uncertain due to the continuing unstable geopolitical risks, rising prices, and the impact of the trend in Japan-China relations on the number of inbound visitors to Japan.

As a high-end eyewear brand born in Japan, the Group will continue to be aware of the expectations of customers seeking a luxurious feel and will work to improve and reform its products. In the Japanese market, we will strive to improve corporate value and achieve growth by actively promoting products, technologies, and customer service that meet customer needs thereby increasing customer satisfaction and fostering loyal customers. We will further expand our business operations with a view to expanding into the global market.

As for the store opening strategy, Kaneko Optical aims to continue to open several new stores per year in carefully selected locations and relocate existing stores to good neighboring locations so as not to dilute the brand power. The aim is to steadily increase the number of stores, raise brand awareness and generate new customer demand. In addition, Four Nines, which had a high wholesale ratio in the past, will strive to improve profitability by accelerating the opening of directly operated stores, mainly in central Tokyo, by leveraging Kaneko's know-how in opening stores.

In terms of global expansion, we have positioned China and Asian countries, which have high growth potential and high preference for luxury brands, as our most important markets. Based on the directly operated store network that includes France, China, Hong Kong, and Singapore, where we have already entered, as well as Taiwan, where we opened a new store in the current fiscal year, we aim to improve brand recognition and expand sales in the local market. We will aim for sustainable growth by linking the increased recognition of these directly operated overseas stores to the expansion of inbound sales in Japan. As a first step, we will open directly operated stores in China and its neighboring countries, mainly in locations where it is easy to establish a brand image. In the medium-to-long term, we will flexibly consider forming partnerships with partner companies, in accordance with the characteristics of the local market.

In terms of production, we will work to further strengthen our integrated production system through collaboration with Taiho Co., Ltd., which was incorporated into the Group in May 2024, and Hands Co., Ltd., which was incorporated into the Group in May 2025. Based on our high-quality manufacturing, we will promote strategic pricing and proposals for sophisticated high-end products, while maximizing the customers' purchasing experience through store designs that embody the brand's world view and high-quality customer service that leverages the expertise of our staff. Through these efforts, we will strive to establish a highly profitable business structure based on customer loyalty and achieve sustainable growth for the entire Group.

Based on the above, for the fiscal year ending January 31, 2027, the consolidated earnings forecast is as follows: revenue of 20,600 million yen, operating profit of 6,800 million yen, profit before tax of 6,500 million yen, and profit of 4,400 million yen.

(5) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The Company recognizes appropriate returns to shareholders as one of its most important management issues. Our basic policy is to aim for a consolidated dividend payout ratio of 40%, and to implement proactive shareholder returns, taking into consideration growth investment opportunities, cash and deposit balances, and other factors.

Under this policy, we will set the year-end dividend for the current fiscal year to 42 yen per share. This will bring the annual dividend to 84 yen per share. For the next fiscal year, we plan to pay an interim dividend of 43 yen per share and a year-end dividend of 43 yen per share, for an annual dividend of 86 yen per share.

2. Basic Principle on the Choice of Accounting Standards

The Group has adopted the International Financial Reporting Standards (IFRS) since the fiscal year ended January 2022, in order to improve the international comparability of financial information and convenience in capital markets.

3. Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated Statement of Financial Position

(Millions of yen)

	Previous fiscal year (As of January 31, 2025)	Current fiscal year (As of January 31, 2026)
Assets		
Current assets		
Cash and cash equivalents	3,931	3,054
Trade and other receivables	1,379	1,707
Inventories	1,871	2,416
Other current assets	253	161
Total current assets	7,436	7,340
Non-current assets		
Property, plant and equipment	4,769	5,209
Right-of-use assets	3,761	3,983
Goodwill	13,950	14,332
Trademarks	5,897	5,897
Other intangible assets	333	310
Other financial assets	1,961	1,983
Deferred tax assets	671	667
Other non-current assets	51	187
Total non-current assets	31,396	32,570
Total assets	38,833	39,911
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	618	709
Contract liabilities	526	580
Lease liabilities	1,200	1,237
Income taxes payable	1,133	1,055
Current portion of long-term borrowings	950	11,921
Provisions	-	21
Other current liabilities	791	1,045
Total current liabilities	5,220	16,570
Non-current liabilities		
Borrowings	11,875	—
Lease liabilities	2,624	2,446
Provisions	45	51
Deferred tax liabilities	2,146	2,154
Other non-current liabilities	500	500
Total non-current liabilities	17,191	5,152
Total liabilities	22,411	21,723
Equity		
Share capital	943	949
Capital surplus	9,602	7,535
Retained earnings	5,769	9,552
Treasury shares	-	△0
Other components of equity	106	149
Total equity attributable to owners of parent	16,421	18,187
Total equity	16,421	18,187
Total liabilities and equity	38,833	39,911

(2) Consolidated Statement of Profit or Loss and Consolidated Statement of Comprehensive Income
(Consolidated Statement of Profit or Loss)

(Millions of yen)

	Previous fiscal year (February 1, 2024 to December 31, 2025)	Current fiscal year (February 1, 2025 to January 31, 2026)
Revenue	16,666	18,640
Cost of sales	3,520	3,968
Gross profit	13,145	14,672
Selling, general and administrative expenses	7,825	8,725
Other income	31	50
Other expenses	23	40
Operating profit	5,328	5,957
Finance income	5	5
Finance costs	421	338
Profit before tax	4,912	5,623
Income tax expense	917	1,840
Profit	3,994	3,783
Profit attributable to Owners of parent	3,994	3,783
Profit	3,994	3,783
Earnings per share		
Basic earnings per share (yen)	166.44	156.82
Diluted earnings per share (yen)	163.09	154.41

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Previous fiscal year (February 1, 2024 to December 31, 2025)	Current fiscal year (February 1, 2025 to January 31, 2026)
Profit	3,994	3,783
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	—	—
Total of items that will not be reclassified to profit or loss	—	—
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	32	33
Total of items that may be reclassified to profit or loss	32	33
Other comprehensive income, net of tax	32	33
Comprehensive income	4,026	3,816
Comprehensive income attributable to		
Owners of parent	4,026	3,816
Comprehensive income	4,026	3,816

(3) Consolidated Statement of Changes in Equity

Previous fiscal year (February 1, 2024 to January 31, 2025)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total	
Balance as of February 1, 2024	900	10,529	1,774	-	66	13,270	13,270
Profit	-	-	3,994	-	-	3,994	3,994
Other comprehensive income	-	-	-	-	32	32	32
Total comprehensive income	-	-	3,994	-	32	4,026	4,026
Dividends of surplus	-	(981)	-	-	-	(981)	(981)
Share-based payment transactions	-	-	-	-	19	19	19
Exercise of share acquisition rights	43	54	-	-	(12)	85	85
Total transactions with owners	43	(927)	-	-	7	(876)	(876)
Balance as of January 31, 2025	943	9,602	5,769	-	106	16,421	16,421

Current fiscal year (February 1, 2025 to January 31, 2026)

(Millions of yen)

	Equity attributable to owners of parent						Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total	
Balance as of February 1, 2025	943	9,602	5,769	-	106	16,421	16,421
Profit	-	-	3,783	-	-	3,783	3,783
Other comprehensive income	-	-	-	-	33	33	33
Total comprehensive income	-	-	3,783	-	33	3,816	3,816
Dividends of surplus	-	(2,074)	-	-	-	(2,074)	(2,074)
Share-based payment transactions	-	-	-	-	11	11	11
Exercise of share acquisition rights	5	7	-	-	(1)	11	11
Purchase of treasury shares	-	-	-	(0)	-	(0)	(0)
Total transactions with owners	5	(2,066)	-	(0)	10	(2,050)	(2,050)
Balance as of 31, January 2026	949	7,535	9,552	(0)	149	18,187	18,187

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Previous fiscal year (February 1, 2024 to January 31, 2025)	Current fiscal year (February 1, 2025 to January 31, 2026)
Cash flows from operating activities		
Profit before tax	4,912	5,623
Depreciation and amortization	1,675	1,911
Impairment losses (or reversal of impairment losses)	—	26
Interest and dividend income	(5)	(5)
Interest expenses	421	338
Decrease (increase) in trade and other receivables	(179)	(150)
Increase (decrease) in trade and other payables	249	334
Decrease (increase) in inventories	(304)	(404)
Other	(40)	(27)
Subtotal	6,727	7,646
Interest and dividends received	5	5
Interest paid	(267)	(291)
Income taxes paid	(1,206)	(1,996)
Net cash provided by (used in) operating activities	5,258	5,363
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,179)	(720)
Purchase of intangible assets	(0)	(1)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(146)	(654)
Payments of leasehold and guarantee deposits	(108)	(94)
Proceeds from refund of leasehold and guarantee deposits	30	47
Payments for asset retirement obligation	(0)	—
Net cash provided by (used in) investing activities	(2,406)	(1,422)
Cash flows from financing activities		
Proceeds from long-term borrowings	13,375	—
Repayments of long-term borrowings	(14,411)	(950)
Payments of commitment line-related expenses	(100)	—
Repayments of lease liabilities	(1,346)	(1,843)
Dividends paid	(981)	(2,074)
Proceeds from issuance of share acquisition rights	85	11
Purchase of treasury shares	—	(0)
Net cash provided by (used in) financing activities	(3,379)	(4,856)
Effect of exchange rate changes on cash and cash equivalents	32	38
Net increase (decrease) in cash and cash equivalents	(495)	(877)
Cash and cash equivalents at beginning of period	4,426	3,931
Cash and cash equivalents at end of period	3,931	3,054

(5) Notes to Consolidated Financial Statements

(Notes on Going Concern Assumption)

Not applicable.

(Segment Information)

(1) Overview of reportable segments

The Group's reportable segments are the Company's components for which separate financial information is available and which are subject to periodic reviews by the Board of Directors (Chief Operating Decision Maker) to determine the allocation of management resources and evaluate their performance.

The Group mainly sells eyewear products, and its business activities are centered on two brand categories (Kaneko Optical and Four Nines). In addition, the head of each brand has broad authority and responsibility for sales and profits for each brand, and makes decisions flexibly. Therefore, the Company has two reportable segments, "Kaneko Optical Business" and "Four Nines Business," primarily based on those brands.

The "Kaneko Optical Business" includes businesses for each of the different brand categories under the Kaneko Optical brand.

The "Four Nines Business" includes businesses for each of the different brand categories under the Four Nines brand.

(2) Information regarding revenue, profit/loss, and other significant items by reportable segment

Previous fiscal year (February 1, 2024 to January 31, 2025)

(Millions of yen)

	Reportable segment			Reconciling items	Consolidated
	Kaneko Optical	Four Nines	Total		
Revenue					
Revenue from external customers	10,793	5,872	16,666	—	16,666
Intersegment revenue	—	—	—	—	—
Total	10,793	5,872	16,666	—	16,666
Segment profit	4,074	1,773	5,847	(519)	5,328
Finance income	—	—	—	—	5
Finance costs	—	—	—	—	421
Profit before tax	—	—	—	—	4,912
Other items					
Depreciation and amortization	1,194	446	1,641	34	1,675

(Note) Reconciling items of segment profit (-519 million yen) are corporate expenses that are not allocated to any reportable segment.

Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segment.

Current fiscal year (February 1, 2025 to January 31, 2026)

(Millions of yen)

	Reportable segment			Reconciling items	Consolidated
	Kaneko Optical	Four Nines	Total		
Revenue					
Revenue from external customers	12,469	6,171	18,640	—	18,640
Intersegment revenue	—	—	—	—	—
Total	12,469	6,171	18,640	—	18,640
Segment profit	4,686	1,855	6,542	(584)	5,957
Finance income	—	—	—	—	5
Finance costs	—	—	—	—	338
Profit before tax	—	—	—	—	5,623
Other items					
Depreciation and amortization	1,335	534	1,870	41	1,911

(Note) Reconciling items of segment profit (-584 million yen) are corporate expenses that are not allocated to any reportable segment.

Corporate expenses are mainly general and administrative expenses that do not belong to any reportable segment.

(Per Share Information)

	Previous fiscal year (February 1, 2024 to January 31, 2025)	Current fiscal year (February 1, 2025 to January 31, 2026)
Profit attributable to owners of parent (million yen)	3,994	3,783
Profit adjustment (million yen)	—	—
Profit used for calculating diluted earnings per share (million yen)	3,994	3,783
Weighted average number of common shares (thousand shares)	23,998	24,124
Increase in the number of common shares		
Share acquisition rights (thousand shares)	491	376
Weighted average number of common shares after dilution (thousand shares)	24,490	24,501
Basic earnings per share (yen)	166.44	156.82
Diluted earnings per share (yen)	163.09	154.41

(Significant Subsequent Events)

(Syndicated loan agreement)

Loan agreement concluded with MUFG Bank, Ltd.

The Company concluded a loan agreement with MUFG Bank, Ltd. as the agent on February 24, 2026 to refinance the existing borrowings. The main details of the agreement are as follows.

(1) Counterparties

MUFG Bank, Ltd., Sumitomo Mitsui Banking Corporation, Development Bank of Japan Inc. and The Fukui Bank, Ltd.

(2) Loan amount

Term loan A: 4.75 billion yen

Term loan B: 7.2 billion yen

(3) Lines of credit

Committed lines of credit: 1 billion yen

(4) Repayment date

Term loan A: Repaid every three months (final repayment date: February 28, 2031)

Term loan B: Repaid on the final repayment date (February 28, 2031)

Committed lines of credit: Lump-sum repayment on maturity

(5) Interest rate

Japanese Yen TIBOR (Tokyo Interbank Offered Rate) + Spread

(6) Main obligations of the borrower

A. Comply with the financial covenants

a. Net assets

Maintain the total equity on the consolidated balance sheet at the end of each fiscal year at a positive value.

b. Profit maintenance

Avoid recording losses in operating profit/loss or profit/loss on a consolidated basis in each fiscal year for two consecutive periods. However, amortization of goodwill (including amortization of intangible assets recognized through purchase price allocation (PPA)) shall be added back.

B. Regularly report the financial statements, etc. of the borrower

(7) Use of funds

To be used as funds for repayment of borrowings.