

June 27, 2025

Consolidated Financial Results for the Three Months Ended May 31, 2025 (Under Japanese GAAP)

Company name: DCM Holdings Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 3050
 URL: <https://www.dcm-hldgs.co.jp/grp/>
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended May 31, 2025 (from March 1, 2025 to May 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended May 31, 2025	138,327	(2.2)	9,685	(5.4)	9,155	(1.6)	5,881	3.4
May 31, 2024	141,487	14.2	10,233	10.9	9,308	2.2	5,691	0.4

Note: Comprehensive income For the three months ended May 31, 2025: ¥9,541 million [71.0%]
 For the three months ended May 31, 2024: ¥5,581 million [(9.7)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended May 31, 2025	43.90	-
May 31, 2024	42.52	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of May 31, 2025	632,897	270,654	42.8
February 28, 2025	647,936	264,299	40.8

Reference: Equity
 As of May 31, 2025: ¥270,654 million
 As of February 28, 2025: ¥264,299 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended February 28, 2025	-	22.00	-	23.00	45.00
Fiscal year ending February 28, 2026	-				
Fiscal year ending February 28, 2026 (Forecast)		23.00		23.00	46.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending February 28, 2026 (from March 1, 2025 to February 28, 2026)

(Percentages indicate year-on-year changes.)

	Operating revenues		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 August 31, 2025	292,750	1.7	22,000	4.4	21,300	8.7	12,600	7.6	94.04
Fiscal year ending February 28, 2026	553,600	1.7	35,000	5.3	33,600	8.4	19,600	14.3	146.29

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of May 31, 2025	146,500,000 shares
As of February 28, 2025	146,500,000 shares

(ii) Number of treasury shares at the end of the period

As of May 31, 2025	12,510,822 shares
As of February 28, 2025	12,516,293 shares

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

Three months ended May 31, 2025	133,986,170 shares
Three months ended May 31, 2024	133,835,150 shares

Note: The number of treasury shares includes the Company's shares owned by the Executive Remuneration BIP Trust Account and the Share Granting ESOP Trust Account.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

* Proper use of earnings forecasts, and other special matters

Forward-looking statements, such as earnings forecasts, are based on information available to the Company as of the date of the announcement, and actual results may differ from forecasts due to various factors in the future.

Quarterly consolidated balance sheet

(Millions of yen)

	As of February 28, 2025	As of May 31, 2025
Assets		
Current assets		
Cash and deposits	119,429	84,841
Accounts receivable - trade	10,455	17,343
Investments in leases	934	917
Merchandise	153,416	159,466
Other	8,138	9,249
Total current assets	292,374	271,819
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	96,980	98,875
Land	101,687	104,285
Leased assets, net	13,753	13,282
Construction in progress	2,244	265
Other, net	6,572	6,468
Total property, plant and equipment	221,239	223,177
Intangible assets		
Goodwill	42,685	42,095
Leasehold interests in land	5,738	5,683
Software	6,669	6,982
Other	11	11
Total intangible assets	55,103	54,772
Investments and other assets		
Investment securities	35,869	41,219
Leasehold and guarantee deposits	39,777	39,448
Deferred tax assets	2,012	940
Long-term prepaid expenses	1,236	1,192
Other	607	611
Allowance for doubtful accounts	(284)	(284)
Total investments and other assets	79,219	83,127
Total non-current assets	355,562	361,078
Total assets	647,936	632,897

	As of February 28, 2025	As of May 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	22,652	28,759
Electronically recorded obligations - operating	21,561	36,377
Current portion of long-term borrowings	52,444	15,444
Lease liabilities	1,412	1,409
Income taxes payable	6,432	2,465
Provision for bonuses	2,133	1,555
Contract liabilities	4,707	5,277
Other	16,365	17,674
Total current liabilities	127,710	108,964
Non-current liabilities		
Bonds payable	35,000	35,000
Long-term borrowings	188,796	184,507
Lease liabilities	15,939	15,589
Deferred tax liabilities	1,099	2,805
Deferred tax liabilities for land revaluation	148	148
Provision for share awards for directors (and other officers)	222	234
Provision for share awards	545	567
Asset retirement obligations	3,239	3,258
Long-term deposits received	5,238	5,422
Other	5,695	5,743
Total non-current liabilities	255,927	253,278
Total liabilities	383,637	362,243
Net assets		
Shareholders' equity		
Share capital	19,973	19,973
Capital surplus	51,408	51,408
Retained earnings	200,061	202,750
Treasury shares	(14,623)	(14,617)
Total shareholders' equity	256,819	259,514
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,460	13,080
Deferred gains or losses on hedges	(44)	(4)
Revaluation reserve for land	(1,936)	(1,936)
Total accumulated other comprehensive income	7,479	11,139
Total net assets	264,299	270,654
Total liabilities and net assets	647,936	632,897

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended May 31, 2024	Three months ended May 31, 2025
Net sales	139,414	136,161
Cost of sales	91,358	88,789
Gross profit	48,055	47,372
Operating revenue		
Real estate lease revenue	2,073	2,165
Operating gross profit	50,129	49,538
Selling, general and administrative expenses	39,896	39,852
Operating profit	10,233	9,685
Non-operating income		
Interest income	21	24
Dividend income	133	155
Foreign exchange gains	152	-
Other	121	96
Total non-operating income	428	275
Non-operating expenses		
Interest expenses	723	771
Commission expenses	600	10
Other	28	23
Total non-operating expenses	1,352	805
Ordinary profit	9,308	9,155
Extraordinary income		
Gain on sale of non-current assets	0	1
National subsidies	20	-
Gain on extinguishment of tie-in shares	-	78
Other	0	9
Total extraordinary income	21	88
Extraordinary losses		
Loss on sale and retirement of non-current assets	34	96
Loss on cancellation of rental contracts	13	-
Other	50	14
Total extraordinary losses	98	110
Profit before income taxes	9,231	9,134
Income taxes - current	3,632	2,457
Income taxes - deferred	(92)	795
Total income taxes	3,539	3,252
Profit	5,691	5,881
Profit attributable to owners of parent	5,691	5,881

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended May 31, 2024	Three months ended May 31, 2025
Profit	5,691	5,881
Other comprehensive income		
Valuation difference on available-for-sale securities	(202)	3,620
Deferred gains or losses on hedges	(20)	39
Remeasurements of defined benefit plans, net of tax	113	-
Total other comprehensive income	(109)	3,659
Comprehensive income	5,581	9,541
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,581	9,541

(Notes on segment information, etc.)

Segment Information

I. the three months of the previous fiscal year (March 1, 2024 to May 31, 2024)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments		Other Note1	Total	Adjustment amount (Note)2	Quarterly consolidated financial statements (Note)3
	Home center business	xprice business				
Operating revenue						
Revenues from external customers	127,300	14,122	64	141,487	-	141,487
Transactions with other segments	52	201	4,448	4,702	(4,702)	-
Total	127,352	14,324	4,512	146,190	(4,702)	141,487
Segment Profit	10,578	(21)	4,186	14,743	(4,510)	10,233

Note: 1. Other transactions are conducted by DCM Holdings Co., Ltd. and Maibofellows Co., Ltd.

2. Segment profit adjustment of (4,510) million yen is (4,045) million yen of inter-segment transactions and amortization of goodwill is (465) million yen.

3. Segment profit is adjusted to operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.

II. the three months of the current fiscal year (March 1, 2025 to May 31, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments		Other Note1	Total	Adjustment amount (Note)2	Quarterly consolidated financial statements (Note)3
	Home center business	xprice business				
Operating revenue						
Revenues from external customers	123,126	15,134	66	138,327	-	138,327
Transactions with other segments	55	531	5,186	5,772	(5,772)	-
Total	123,181	15,665	5,253	144,100	(5,772)	138,327
Segment Profit	9,856	122	4,991	14,970	(5,284)	9,685

Note: 1. Other transactions are conducted by DCM Holdings Co., Ltd. and Maibofellows Co., Ltd.

2. Segment profit adjustment of (5,284) million yen is (4,819) million yen for inter-segment transactions and (465) million yen for amortization of goodwill.

3. Segment profit is adjusted to operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

Not applicable.

(Significant fluctuations in the amount of goodwill)

Not applicable.